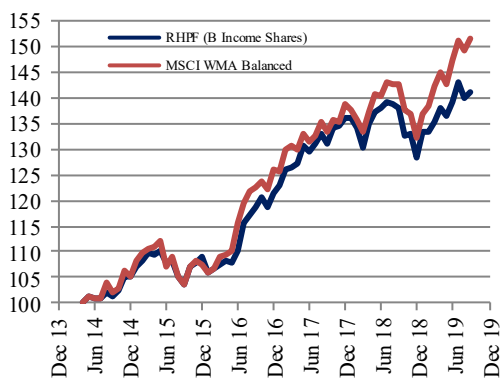


Fact sheet as at 30 September 2019

**Fund Information**

|                       |                                |
|-----------------------|--------------------------------|
| Fund size             | £11.1 m                        |
| Launch date (B Class) | 1 May 2014                     |
| Indicative fund yield | 1.32%                          |
| A Income price        | 138.3462                       |
| A Accumulation price  | 132.6076                       |
| B Income price        | 131.6809                       |
| B Accumulation price  | 127.8851                       |
| Management fee        | 0.0% A Class<br>0.8% B Class   |
| Ongoing charges       | 1.08% A Class<br>1.88% B Class |
| Dividend ex dates     | 30 June<br>31 December         |
| Dividend pay dates    | 31 August<br>28 February       |

**Performance Since Inception**



Past performance is not necessarily a guide to future performance

Source: RHPF † – Valu-Trac Administration Services; MSCI WMA Balanced † – MSCI Inc.

| B Income shares              | Fund † % | MSCI WMA Balanced † % |
|------------------------------|----------|-----------------------|
| 3 Months                     | 1.2      | 2.7                   |
| 6 Months                     | 4.2      | 6.4                   |
| 1 Year                       | 2.0      | 6.1                   |
| Since inception (1 May 2014) | 40.9     | 51.3                  |

† Calculated on Net Asset Value with distributions added back

**Objective:** The objective of the Fund is to achieve long term capital and income growth.

The Fund will aim to meet its objectives by investing primarily in investment trusts and collective investment schemes that invest predominantly in equity securities.

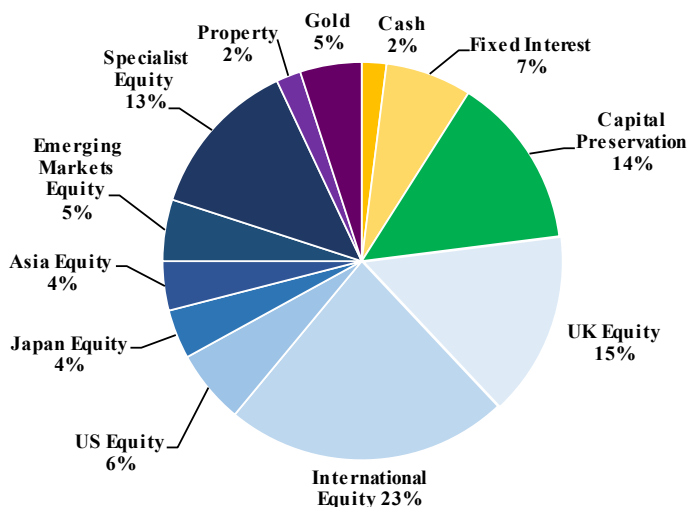
The Fund may also have some direct exposure to bonds and other non-equity investments, including cash, gold and derivatives.

The Fund has no specific limits on exposures to any geographic area or market sectors.

Recommendation: This Fund may not be appropriate for investors who plan to withdraw their money within 5 years.

For full investment objectives and policy details, please refer to the Prospectus.

**Asset Allocation – 30 September 2019**



| Holding                            | % of Fund | Q3 Price Change % |
|------------------------------------|-----------|-------------------|
| Monks Investment Trust             | 8.9       | -1.7              |
| CG Real Return                     | 6.5       | 3.3               |
| Odey Allegra Developed Market Fund | 6.5       | 3.6               |
| Findlay Park American Fund         | 6.3       | 4.4               |
| Trojan Fund                        | 5.8       | 1.5               |
| Caledonia Investments              | 5.1       | -1.6              |
| Capital Gearing Trust              | 5.1       | 3.0               |
| Gold Bullion Securities Ltd        | 5.0       | 7.6               |
| Law Debenture                      | 4.3       | 0.2               |
| Overstone Global Equity Fund       | 4.0       | 2.3               |
| Total Top 10                       | 57.5      |                   |
| 16 other holdings                  | 40.1      |                   |
| Cash                               | 2.4       |                   |
| Total                              | 100.0     |                   |

## Dealing Information

|                            |          |
|----------------------------|----------|
| A Income Share Sedol       | BKX57V1  |
| A Accumulation Share Sedol | BWNGRF2  |
| B Income Share Sedol       | BKX57W2  |
| B Accumulation Share Sedol | BWNGRH4  |
| Dilution levy (Estimate)   | Up to 1% |
| Initial fee                | Up to 9% |
| Cut off time for dealing   | 4:30 pm  |

## Dealing Contact Details

Valu-Trac Administration Services  
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Tel: 01343 880 344  
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## Investment Manager

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## Comment:

The Fund rose 1.2% over the quarter, compared to the MSCI WMA Balanced Index which gained 2.7%. Year to date the fund has gained 9.9%.

Whilst satisfactory in nominal terms the performance is behind the index. The main reasons we have identified are that the index has a higher weighting to the US equity market and bonds, both of which have performed strongly.

We do have exposure to US equities both through Findlay Park American Fund (+4.4%) and through the international funds. However, it is an expensive market, has benefited from tax reductions which are one-off in nature and has been quite narrowly led by a few large technology stocks in recent years. We have a preference for other overseas equity markets, notably Asian and emerging, as well as the Japanese market. The latter rose nicely last quarter and an addition to the Morant Wright Japan Fund (+4.3%) proved helpful.

Fixed coupon bond markets have been too expensive for us for some time. Their yields were just too low compared to current and future inflation. Despite this, many good quality sovereign bonds have moved to having negative yields. We feel these are potentially quite dangerous investments. We prefer the positive real yields available from US TIPS (Treasury Inflation Protected Securities) which also provide some currency diversification. These are held through CG Real Return Fund (+3.3%).

UK investments have been mixed and sentiment has, of course, been affected by Brexit. Civitas Social Housing (+3.0%) rebounded a bit from previous weakness. The economic outlook is depressed at present because of Brexit, trade wars and signs that the world economy is slowing down. The central banks have loosened monetary policy in response and with inflation low, have re-started QE in Europe. If recession can be avoided there is the potential for upside surprises. We persist with about 30% of the portfolio held in assets with defensive characteristics just in case of bad outcomes.

## Fund Performance (B Income shares %)

|      | Jan  | Feb  | Mar  | Apr  | May  | Jun  | Jul | Aug  | Sep  | Oct  | Nov  | Dec  | YTD  | Index YTD |
|------|------|------|------|------|------|------|-----|------|------|------|------|------|------|-----------|
| 2014 |      |      |      |      | 1.3  | -0.3 | 0.0 | 1.3  | -0.8 | 1.0  | 2.6  | -0.1 | 5.1  | 5.3       |
| 2015 | 1.8  | 1.0  | 1.6  | -0.5 | 0.7  | -2.2 | 0.7 | -3.0 | -1.6 | 3.7  | 0.6  | 1.1  | 3.9  | 2.0       |
| 2016 | -3.1 | 0.8  | 0.7  | 0.7  | -0.3 | 2.1  | 5.1 | 1.1  | 1.5  | 1.6  | -1.6 | 2.1  | 11.1 | 17.4      |
| 2017 | 1.2  | 2.6  | 0.2  | 0.8  | 2.5  | -0.7 | 1.0 | 1.5  | -1.3 | 2.4  | 0.2  | 1.0  | 12.0 | 9.9       |
| 2018 | 0.1  | -1.3 | -3.0 | 3.5  | 1.7  | 0.7  | 0.9 | -0.3 | -0.6 | -4.0 | 0.5  | -3.8 | -5.8 | -4.8      |
| 2019 | 4.1  | 0.0  | 1.4  | 2.1  | -1.1 | 2.0  | 2.7 | -2.0 | 0.6  |      |      |      | 9.9  | 14.6      |

Past performance is not necessarily a guide to future performance.  
Calculated on Net Asset Value with distributions added back.

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