

BLENNHEIM

DIVERSIFIED ALTERNATIVES FUND

MANAGER COMMENTARY

August was another month with a positive return for the fund, achieving a total return of 0.81%* compared with the IA Sector return of 0.70% over the same period. The real assets and infrastructure exposure of the portfolio were the key contributors to the overall performance. Specifically, the fund's global infrastructure exposure from Clearbridge Infrastructure Income, which achieved just shy of 4% growth over the month. On the negative side, the main detractor was 'TRIG', The Renewable Infrastructure Group, who announced a new capital raising which weighed on the share price on the final day of the month.

The activity in the fund was limited for the month of August. However, one change was made to consolidate the positioning within the lower risk component of the fund; this saw the sale of an equity long/short position held since launch, allocating the proceeds across existing positions with better prospects for a superior risk adjusted return.

The fund continues to achieve its overall goal of providing investors with a low volatility return, uncorrelated to major asset classes. The perfect demonstration during a mid-month drawdown in UK Equities of around -1.45% as measured by the IA UK All Companies sector, whilst the fund was able to achieve a positive return of 0.36%.

*B Acc Shares Total Return, net of OCF. Data provided by FE Analytics.

HOLDINGS AS AT 31/08/2021

SVS Church House Tenax AbsRet	11.8%
JPM Global Macro Opportunities	10.0%
Artemis Target Return Bond Fund	8.5%
FTF Clearbridge Global Infrastructure Income	7.5%
VT Gravis UK Infrastructure Income	7.5%
RM Alternative Income	7.0%
Lazard Rathmore Alternative	6.9%
Ruffer Total Return	6.8%
Vontobel Twentyfour Abs Ret Credit	6.4%
IFSL Brooks Macdonald Def Cap	5.0%
Protea ECO Advs ESG Abs Ret	4.9%
Barclays 3 Year USD Tracker Commodity Basket	4.9%
Hypnosis Songs	3.0%
Renewables Infrastructure Group	2.9%
Gresham House Energy Storage	2.8%
CASH	4.2%

OBJECTIVE

The objective of the fund is to provide a positive total return over any 3 year period. The fund will be actively managed to provide a diversified portfolio of alternative assets, which behave differently to traditional forms of investment.

PERFORMANCE

The fund has less than a 1 year track record so no past performance is provided.

The IA (Investment Association) Targeted Absolute Return Sector is used as the comparator. The IA sector definition requires funds classified within its sector, to have an objective that delivers a positive return over a period not exceeding three years, which aligns with the funds objective.

KEY FACTS

Authorised Corporate Director (ACD): Margetts Fund Management Ltd
Investment Adviser: Beckett Asset Management Ltd
Managers: Samantha Owen, Tony Yousefian, Elliot Basford
IA sector: IA Targeted Absolute Return
Valuation point: 8.30am
Fund launch date: 11 January 2021
Yield: TBC
Distribution frequency: Semi-annually
Distribution payment dates: 31 July and 31 January
Ongoing Charges Figure (OCF) B ACC: 0.66%
Fund size as at 31.08.2021: £96.37m

RISK WARNINGS AND IMPORTANT INFORMATION

Risk factors should be taken into account and understood, including (but not limited to) currency movements, market risk, liquidity risk, concentration risk, lack of certainty risk, inflation risk, performance risk, local market risk and credit risk. Past performance is no guarantee of future performance. The value of an investment and the income from it can fall as well as rise and investors may get back less than they invested. The information on this factsheet is intended to provide information only and should not be interpreted as advice. Current fund prices and the latest copy of the prospectus and Key Investor Information Documents can be found at Margetts.com. Margetts Fund Management Ltd is the operator of the fund. This document is issued and approved by Beckett Asset Management Ltd. The opinions stated are those of Beckett Asset Management Ltd, which is authorised and regulated by the Financial Conduct Authority.