

MANAGER COMMENTARY

In July, the Bond markets in the UK and the US were generally positive, with the yields in the 2 and the 10-year yields ending the month lower. However, it was a roller coaster ride. In the UK, the 2-year gilts started the month on a yield of 5.343%* and peaked at 5.56%*. It ended the month at 4.936%*. In the US, the yield reduction was more muted, with the 2-year Treasury yields ending the month less than ten bps lower at 4.874%*. In contrast, the index of the top 500 companies in the US was the best-performing equity index in the developed markets, with a gain of 2.99%*, followed closely by the UK all-stocks index of 2.45%*. Sterling had a good month too, rising by 1.15%*, and ended the month at \$1.2837* *Source: Updata Analytics Pro, 03/07/2023 to 31/07/2023

July proved to be a good month for the Fund with a positive return of 0.35%* versus its benchmark of 0.31%*. At asset allocation level, fixed income absolute returns were the most significant positive contributor to performance, with a return of circa 1.4%, followed by macro alternative strategies of just over 1. In contrast, the biggest detractor of performance was the Fund's exposure to real assets, with a negative return of 0.4% for the month.

There were no changes during the month, and your managers remain comfortable with the holdings. They fully acknowledge that, once interests have peaked and inflation is firmly under control, the Fund will likely make positive headway, sufficiently to justify the current shape of the Fund. *Source: FE Fund info, 03/07/2023 to 31/07/2023

HOLDINGS AS AT 31/07/2023

SVS Church House Tenax AbsRet	10.61%
Lazard Rathmore Alternative	9.91%
Artemis Target Return Bond Fund	9.57%
FTF Clearbridge Global Infrastructure Income	7.65%
VT RM Alternative Income	6.96%
Vontobel Twentyfour Abs Ret Credit	6.57%
Goldman Sachs Alternative Trend	6.31%
Protea UCITS II Eco Advisors ESG Abs Ret	5.12%
IFSL Brooks Macdonald Def Cap	4.96%
Barclays 3 Year USD Tracker Commodity Basket	4.71%
Ruffer Investment Company	4.64%
Gresham House Energy Storage	2.51%
Royal Mint Physical Gold ETC	2.47%
Cordiant Digital Infrastructure	1.96%
Renewables Infrastructure Group	1.91%
NextEnergy Solar Fund	1.73%
BNP Paribas 2Y Capital Protected NKY SPX Certificate	1.55%
iShares £ Ultrashort Bond UCITS ETF	8.03%
CASH	2.85%

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

	3m	6m	1yr	3yr	Since inception
Fund (B Acc)	-2.52%	-3.35%	-3.07%		0.33%
Comparator benchmark	-0.39%	-0.41%	1.53%	7.94%	0.45%
	2022	2021	2020	2019	2018
Fund (B Acc)	-2.49%				
Comparator benchmark	-0.37%				

Source: FE Analytics, all data to 31/07/2023. All figures are in GBP terms.

KEY FACTS

Authorised Corporate Director (ACD): Margetts Fund Management Ltd
Investment Adviser: Beckett Asset Management Ltd
Managers: Samantha Owen, Tony Yousefian, Elliot Basford
Comparator benchmark: IA Targeted Absolute Return
Valuation point: 8.30am
Launch date: 11 January 2021
Yield B Acc: 2.33%
Prospective Yield†: 4.02%
Distribution payment dates: 31 July and 31 January
Ongoing Charges Figure B Acc: 0.89%
Fund size as at 31/07/2023: £100.05m

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.

†Prospective yield is not guaranteed and does not include deductions for expenses, equalisation, or tax. It is calculated using the holdings' expected distributions over the next 12 months (data as at 30 June 2023). Any variation in the actual amounts paid will impact the total yield. This impact could be positive or negative.