

MANAGER COMMENTARY

Global equity markets made headway in June, with the United States leading the pack with notable gains in the technology sector because of the AI frenzy. However, it was a different story for the bond markets, especially in the US, as Treasury prices fell on the back of the Fed Chairman warning that monetary policy has not been restrictive for long enough. The 2-year Treasury yields increased by 0.53%, ending the month at 4.88%. In the UK, 10-year Gilt yields surpassed the peak of September 2022 and reached 5.263%. In the equity markets, the top 500 companies index in the US had a much better month ending up 5.43%, narrowly beaten by the performance of the Japanese market Topix index gain of 6.48%. The UK's all companies' return was barely positive, with an increase of 0.14%. *Source of data: Uptata Professional*

June proved difficult for the Fund, with a return of minus 1.15%* versus its benchmark of negative 0.41%*. The Gravis UK Infrastructure Fund was sold during this period due to its relative underperformance. The Church House Tenax Fund holding was trimmed for risk control purposes, and the proceeds raised by the two sales were used to buy the iShares Ultra Short dated Bond ETF, currently yielding around 5%, acting as the Fund's parking bay for now.

Your managers remain content with the overall positioning of the Fund. They are confident that as and when the UK inflation outlook becomes more promising, the Fund's prospects will also become much more favourable.

* Data source: FE Fundinfo, 01/06/2023 to 30/06/2023

HOLDINGS AS AT 30/06/2023

SVS Church House Tenax AbsRet	10.5%
Lazard Rathmore Alternative	9.7%
Artemis Target Return Bond Fund	9.5%
FTF Clearbridge Global Infrastructure Income	7.8%
VT RM Alternative Income	7.1%
VT Gravis UK Infrastructure Income Fund I GBP Inc	5.4%
Vontobel Twentyfour Abs Ret Credit	6.5%
Goldman Sachs Alternative Trend	6.0%
Protea UCITS II Eco Advisors ESG Abs Ret P Class	5.1%
IFSL Brooks Macdonald Def Cap	5.1%
Barclays 3 Year USD Tracker Commodity Basket	4.8%
Ruffer Investment Company	4.6%
Gresham House Energy Storage	3.0%
Royal Mint Physical Gold ETC	2.6%
Cordiant Digital Infrastructure	2.0%
Renewables Infrastructure Group	1.8%
NextEnergy Solar Fund	1.9%
BNP Paribas 2Y Capital Protected NKY SPX Certificate	1.6%
CASH	5.3%

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)	-1.71%	-2.33%	-3.32%		0.54%
Comparator benchmark	-0.50%	0.06%	1.53%	8.08%	2.57%
	2022	2021	2020	2019	2018
Fund (B Acc)	-2.49%				
Comparator benchmark	-0.37%				

Source: FE Analytics, all data to 30/06/2023. 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: 0.88%
Fund size as at 30/06/2023: £100.0m

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.