

MANAGER COMMENTARY

October proved to be a positive month for risk assets. In the UK, the largest 100 stocks outperformed medium and smaller companies. This is somewhat a surprise bearing in mind that these companies tend to be negatively correlated to sterling which strengthened throughout October.

The topic at the forefront of all investors during this period continued to be Inflation. Interestingly, the consensus has now changed and market participants expect inflation to be more persistent than transitory. However, much bigger forces such as Technology and demographics will, ultimately, keep the lid on inflation in the long run. US equities had a very good month too with the S&P 500 rising six consecutive days without a break. The same inflationary observations were also prevalent in the US markets but did not upset the strong upside momentum for the stocks.

The fund had a good month in October with a return of plus 1.58% which compares very favourably with its benchmark, the IA's Targeted Absolute Return sector of a mere 0.21%.

During the month, the fund's exposure to infrastructure assets proved to be amongst the best performing assets with the Gravis UK Infrastructure Fund up just over 2%. However, the top spot has to go to Ruffer Plc whose share price went up by just under 3%. Your managers are very pleased with the way the fund has performed since launch to date and are comfortable with the current asset allocation but will continue to look for investment opportunities outside conventional asset classes, with acceptable levels of risk.

HOLDINGS AS AT 29/10/2021

SVS Church House Tenax AbsRet	11.6%
JPM Global Macro Opportunities	9.9%
Artemis Target Return Bond Fund	8.4%
FTF Clearbridge Global Infrastructure Income	7.5%
VT Gravis UK Infrastructure Income	7.5%
Lazard Rathmore Alternative	7.0%
RM Alternative Income	6.9%
Ruffer Investment Company	7.0%
Vontobel Twentyfour Abs Ret Credit	6.3%
IFSL Brooks Macdonald Def Cap	4.9%
Barclays 3 Year USD Tracker Commodity Basket	4.8%
Protea ECO Advs ESG Abs Ret	4.7%
Hypnosis Songs	3.0%
Renewables Infrastructure Group	3.1%
Gresham House Energy Storage	2.9%
CASH	4.5%

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 29/10/2021: £98.29m

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.