

MANAGER COMMENTARY

December proved to be a negative month for equities. In the United States, the S&P 500 ended the month down by 6.07% at 3839. The UK's largest 100 companies index fared a little better and was down only 1.61% for the month. The biggest news to hit the headlines in December was the Chinese government's reversal of the Zero Covid policy, but it didn't help their equity market, which ended the month with a loss of 3.075%, as measured by the China Shanghai index.

It was the same story of negative returns in the government bonds world, with the US 10-year Treasury yields increasing from 3.62% to 3.831%. In the UK, 10-year Gilts started the month at 3.084% and ended at 3.669%. Sterling proved relatively stable in the FX markets, rising a mere 0.36% against the Dollar.

The Fund ended the month negative with a return of minus 0.78%*, although it outperformed its benchmark, which returned negative 1.21%*. At asset allocation level, the Fund benefited from all the different asset classes adding value to the total return by losing less than the Fund's benchmark. At security selection level, the property sector had the best and the worst returning holdings: the best was Civitas Social Housing, with a return of just under 6%, and the worst was Legal & General Property Fund, with a negative return of 1.6%.

*Data: FE Trustnet, to 30 December 2022

HOLDINGS AS AT 31/12/2022

ALTERNATIVE

	TOTAL
JPM Global Macro Sustainable	13.9%
Gresham House Energy Storage Ord	4.9%
Protea ECO Adv ESG Abs Ret	3.3%
Renewables Infrastructure Group	2.5%

FIXED INCOME

EdenTree Responsible and Sust Short Dated Bond	28.9%
Vontobel Sustainable Short Term Bond	9.8%
Wellington Global Impact Bond	6.9%
RLBF II Royal London Ethical Bond	6.8%
	5.3%

PROPERTY

ARC TIME Social Long Income	14.3%
L&G UK Property	6.0%
Civitas Social Housing Plc	4.7%
Schroder Real Estate Investment Trust	1.9%
	1.6%

UK EQUITY

Janus Henderson UK Responsible Income	10.8%
Royal London Sustainable Leaders	5.8%
	5.0%

OVERSEAS EQUITY

BNY Mellon Sust Global Equity Income	25.9%
Janus Henderson Global Sustainable Equity	8.8%
Regnan Global Equity Impact Solutions	8.8%
Aikya Global Emerging Markets	6.2%
	2.1%

CASH

6.1%

OBJECTIVE

The objective of the fund is to provide capital growth over time through investments considered by the Investment Manager to be ethical investment choices, across multiple asset classes, as defined in the Ethical Investment Policy, which is published on the ACD's website under prices and literature <https://advisers.mgtsfunds.com/literature-and-prices-2>. A minimum of 70% of the portfolio will be invested in collective investment schemes and overall exposure to equities will be a minimum of 20% and a maximum of 60%.

PERFORMANCE

	3m	6m	1yr	3yr	Since inception
Fund (B Acc)	1.50%	-0.58%	-7.25%		-0.71%
Comparator benchmark	3.05%	-0.03%	-9.47%	0.46%	-4.28%

	2017	2018	2019	2020	2021
Fund (B Acc)					
Comparator benchmark					

Source: FE Analytics, all data to 30/12/2022.

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 Mixed Investment 20-60% Shares

Valuation point: 8.30am

Launch date: 11 January 2021

Yield: 1.38%

Distribution payment dates: 31 July and 31 January

Ongoing Charges Figure B ACC: 0.83%

Fund size as at 31/12/2022: £76.10m

RISK WARNINGS AND IMPORTANT INFORMATION

Filtering investments for ESG and SRI criteria will reduce the investment universe available. Whilst there is a risk of losing some diversification from a smaller universe, the risk profile of the fund is not expected to be materially affected due to the multi-asset class nature of the strategy and other mitigating factors that are not considered by traditional financial analysis. 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. 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. 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](https://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.