

### MANAGER COMMENTARY

The beginning of 2022 has seen raised levels of market volatility, the likes of which have not been seen since the start of 2020 at a time when investors were as concerned about their physical health as they were about their portfolios. Amongst the volatility, there has been a significant divergence in the performance of the different asset classes. Equities have come off worst and, in particular, our exposure to growth equities has suffered due to the prospect of rising interest rates, which will lead to an increase in the cost of borrowing. An exception is the UK, where the market has significantly outperformed other foreign indices. This is due to the market's large weighting to the financial and energy sectors, which have produced positive returns. On the other hand, the US market and sustainable equities are skewed towards being more growth in style, which are naturally less likely to perform well in a rising rate environment. January proved to be a difficult month for the Fund, with a negative return of 3.95%, versus its benchmark of minus 3.05%. Ethical equities tend towards being a growth-oriented type of investment. In January, where there was a substantial rotation away from growth into a value style of investing, this level of underperformance is not a surprise. Indeed, the two asset classes that led to the underperformance in the month were overseas and UK equities. All the other asset classes outperformed their relative sectors helped contain the Fund's overall downside. Although the rotation into value stocks may well continue in the short term, your managers remain comfortable with the Fund's overall asset allocation. They remain confident in the Fund's prospects in the long term.

### HOLDINGS AS AT 31/01/2022

#### ALTERNATIVE

	TOTAL
JPM Global Macro Sustainable	5.5%
Protea ECO Advs ESG Abs Ret	3.7%
Gresham House Energy Storage Ord	3.1%
Renewables Infrastructure Grp	3.0%
SparkChange Physical Carbon EUA	2.1%

#### FIXED INCOME

	TOTAL
EdenTree Responsible and Sust Short Dated Bond	10.3%
Vontobel Sustainable Short Term Bond	9.0%
Wellington Global Impact Bond	2.6%
RLBF II Royal London Ethical Bond	2.6%

#### PROPERTY

	TOTAL
ARC TIME Social Long Income	6.1%
L&G UK Property	5.4%
Civitas Social Housing Plc	2.1%
Schroder Real Estate Investment Trust	2.0%

#### UK EQUITY

	TOTAL
Janus Henderson UK Responsible Income	6.0%
Premier Miton Ethical	5.6%
Royal London Sustainable Leaders	4.8%

#### OVERSEAS EQUITY

	TOTAL
Janus Henderson Global Sustainable Equity	8.8%
BNY Mellon Sust Global Equity Income	5.0%
Regnan Global Equity Impact Solutions	4.6%
FP Carmignac European Leaders	2.6%

#### CASH

	5.3%
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### 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://mgtfunds.com/prices-literature>. 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)	-2.30	-1.42	3.69		2.82
Comparator benchmark	-1.84	-1.12	4.30	17.16	2.50
	2017	2018	2019	2020	2021

Fund (B Acc)

Comparator benchmark

Source for all performance: FE analytics as at 31 January 2022.

All figures are in GBP terms.

### KEY FACTS

**Authorised Corporate Director (ACD):** Margetts 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:** TBC

**Distribution payment dates:** 31 July and 31 January

**Ongoing Charges Figure (OCF) B ACC:** 0.69%

**Fund size as at 31/01/2022:** £65.24m

### 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](http://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.