

MANAGER COMMENTARY

August was another month with a positive return for the fund, achieving a total return of 0.77%* compared with the IA Sector return of 0.29% over the same period. In the 'risk on' month of August, it was the higher risk components of the portfolio, which have historically shown higher correlation with equities, which performed best. Specifically, the fund's exposure to Emerging Market Debt (EMD) and high yield, or more subordinated fixed income in developed markets were the top contributors to returns. The stand-out performers from the aforementioned asset classes were investments in Fair Oakes Income, which invests primarily in Collateralised Loan Obligations (CLOs) within developed markets, as well as Eaton Vance's Emerging Markets Opportunities fund, which benefited from looser monetary policy regimes across developing markets given the increasing delta variant cases.

There were no allocation changes for the month of August, with the fund managers continuing to focus on the inflation outlook and resulting monetary policy. The key event was Fed Chair Jerome Powell's Jackson Hole speech, which signalled a very cautious slowing of the US's Quantitative Easing (QE) program; this was partly responsible for the 'risk on' market environment seen in the month.

*B Acc Shares Total Return, net of OCF. Data provided by FE Analytics.

HOLDINGS AS AT 31/08/2021

Nomura Global Dynamic Bond Fund	9.9%
Aegon European ABS	9.8%
Artemis Corporate Bond	7.9%
American Century EMD TR	7.6%
GAM Credit Opps	7.1%
iShares \$Treasuries 1-3 yr Hedged	7.1%
Wellington Global Impact Bond	6.9%
HSBC GIF RMB Fixed Income	6.9%
Allianz Strategic Bond	6.8%
SPDR Bloomberg \$ TIPS	6.7%
Lazard Global Convertible Recovery	5.0%
Eaton Vance EMD Opps	4.7%
Fair Oakes Income	3.2%
Real Estate Credit Investments Ord	3.0%
Honeycomb Investment Trust Plc	2.1%
CASH	5.3%

OBJECTIVE

The objective of the fund is to provide income. The fund will be actively managed to provide a diversified portfolio of Sterling denominated (or hedged back to Sterling) bonds. The type of bonds held may include government, investment grade, sub-investment grade and asset backed bonds.

PERFORMANCE

The fund has less than a 1 year track record so no past performance is provided.

The IA (Investment Association) Sterling Strategic Bond Sector is used as the comparator. This is considered appropriate for investors to use when comparing performance as the sector is made up of funds with a similar strategy as defined by the IA.

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 Sterling Strategic Bond

Valuation point: 8.30am

Fund launch date: 11 January 2021

Yield: TBC

Distribution frequency: Quarterly

Distribution payment dates: 30 April, 31 July, 31 October, 31 January

Ongoing Charges Figure (OCF) B ACC: 0.51%

Fund size as at 31.08.2021: £83.58m

RISK WARNINGS AND IMPORTANT INFORMATION

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. 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.