

MANAGER COMMENTARY

In August, global inflationary pressures, the war in Eastern Europe, and the high cost of living continued to preoccupy investors' minds. These factors, and the traditional holiday period of unreliable trade volumes, led to a negative month for developed markets equities and government bonds. In the UK, the index of the largest 100 companies lost 1.75% in the month. This negative return was surpassed by S&P 500 losses of 3.96%.

Government bonds did not fare much better, with the ten-year Treasury yields ending the month at 3.132%, having started at 2.605%. The ten-year Gilts suffered bigger losses, with the yields starting at 1.808% and ending the month at 2.803%. Sterling continued to lose ground against the Dollar amongst the political uncertainty, and the eye-watering future energy price caps that were banded around. Starting at \$1.2248, Sterling ended the month at \$1.1622, a loss of 5.11%.

Despite the rising bond yields in August and a negative month for fixed income as an asset class, the Fund had a positive return of 0.12%* versus its benchmark return of negative 2.29%*. The Fund's exposure to emerging markets, convertibles and Chinese government bonds contributed positively to the performance, whereas the main detractor was the Fund's exposure to corporate bonds. At the holdings level, the star performer was the Eaton Vance Emerging markets Debt Fund with a return of circa 8%; in contrast, the Artemis Corporate Bond Fund was the worst performer with a negative return of 4.5%. This is not a surprise considering the increase in the UK Gilt yields. Your managers continue to remain cautiously positioned for the time being. *DATA SOURCE: FE ANALYTICS, 01/08/2022 TO 31/08/2022

HOLDINGS AS AT 31/08/2022

IShares \$Treasures 1-3 yr Hedged	14.4%
Aegon European ABS	9.9%
Premier Miton Financials Capital Securities	9.7%
Nomura Global Dynamic Bond Fund	9.6%
HSBC GIF RMB Fixed Income	7.1%
Lazard Global Convertible Recovery	5.0%
Artemis Target Return Bond Fund	4.9%
Wellington Global Impact Bond	4.8%
Artemis Corporate Bond	4.7%
Eaton Vance EMD Opps	3.0%
SPDR Bloomberg 7-10y US Treasury Bond ETF	3.0%
Real Estate Credit Investments Ord	2.8%
Fair Oaks Income	2.7%
AXAWF Asian High Yield Bonds	2.5%
GCP Asset Backed Income Fund	1.8%
PGIM Emerging Market Total Return Bond Fund	1.5%
CASH	12.7%

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

	3m	6m	1yr	3yr	Since inception
Fund (B Acc)	-1.61%	-3.83%	-6.32%		-5.33%
Comparator benchmark	-3.35%	-6.51%	-10.53%	-2.37%	-9.23%

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

Source: FE Analytics, all data to 31/08/2022.

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 Sterling Strategic Bond

Valuation point: 8.30am

Launch date: 11 January 2021

Yield: TBC

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

Ongoing Charges Figure B ACC: 0.58%

Fund size as at 31/08/2022: £88.82m

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](https://www.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.