

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.

In December, the Fund outperformed with a return of minus 0.26%* versus its benchmark return of negative 0.68%*. At asset allocation level, emerging markets were the most significant contributor to the total return and UK corporate bonds the biggest detractor, with returns of +2.1% and -2%, respectively. Elsewhere, high yielders were the second best-performing asset class, followed by actively managed funds. The Fund's best performer at the holdings level was the PGIM Emerging Markets Fund, with a return of 2.5%.

*Data: FE Trustnet, to 30 December 2022

HOLDINGS AS AT 31/12/2022

iShares \$Treasuries 1-3 yr Hedged	15.1%
Premier Miton Financials Capital Securities	10.0%
Nomura Global Dynamic Bond Fund	9.9%
Aegon European ABS	8.0%
Artemis Corporate Bond	7.6%
Wellington Global Impact Bond	6.8%
SPDR Bloomberg 7-10y US Treasury Bond ETF	6.0%
IFSL Church House Investment Grade Fixed Income	5.0%
Lazard Global Convertible Recovery	5.0%
Jupiter Corporate Bond	4.9%
Artemis Target Return Bond Fund	4.9%
Eaton Vance EMD Opps	2.9%
AXAWF Asian High Yield Bonds	2.6%
Fair Oaks Income	2.1%
Real Estate Credit Investments Ord	2.1%
PGIM Emerging Market Total Return Bond Fund	1.5%
GCP Asset Backed Income Fund	1.3%
CASH	4.4%

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)	1.40%	-1.22%	-7.21%		-6.60%
Comparator benchmark	3.87%	-0.70%	-11.01%	-4.45%	-10.34%

	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 Sterling Strategic Bond

Valuation point: 8.30am

Launch date: 11 January 2021

Yield: 2.24%

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

Ongoing Charges Figure B ACC: 0.58%

Fund size as at 31/12/2022: £108.58m

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](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.