

MANAGER COMMENTARY

February saw the continuation of market volatility with geopolitical uncertainty front and centre of investors' minds. The worst-case scenario for geopolitical tensions has come to fruition as Russian military personnel have crossed Ukraine's sovereign borders. The human cost is horrific, and this comes above any comments we could make regarding the financial and investment implications.

Historically, war has the most severe economic consequences for nations directly involved but often negatively affects global markets. The most frequently occurring trend is that market downturns are significant but short-lived and it is not unusual for market indices to have fully recovered within 12-18 months of the initial outbreak of a conflict. Whilst this might suggest that markets move with a degree of predictability, we maintain that time in the market is more effective than timing the market.

The Fund performed more or less in line with its benchmark in February, with a return of negative 1.72% versus 1.62% for the IA's Sterling Strategic Bond Fund sector. The biggest detractor of performance was the Fund's exposure to Emerging Markets Debt which had a negative return of 4.80%. Except for Corporate Bonds, all the other sub-asset classes outperformed their relative benchmarks; however, they were insufficient to negate the Fund's overall negative return.

HOLDINGS AS AT 28/02/2022

IShares \$Treasury 1-3 yr Hedged	12.9%
Aegon European ABS	10.0%
GAM Credit Opps	9.7%
Nomura Global Dynamic Bond Fund	9.7%
American Century EMD TR	7.7%
HSBC GIF RMB Fixed Income	7.2%
Lazard Global Convertible Recovery	5.0%
Artemis Target Return Bond Fund	5.0%
Wellington Global Impact Bond	4.9%
Artemis Corporate Bond	4.8%
Eaton Vance EMD Opps	4.7%
Fair Oaks Income	3.2%
Real Estate Credit Investments Ord	2.9%
Honeycomb Investment Trust Plc	1.8%
CASH	10.5%

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)	-2.62	-2.59	0.02		-1.74
Comparator benchmark	-3.57	-4.30	-1.79	10.57	-2.51

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

Fund (B Acc)

Comparator benchmark

Source for all performance: FE analytics as at 28/02/2022.

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 (OCF) B ACC: 0.51%

Fund size as at 28/02/2022: £84.41m

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.