

### MANAGER COMMENTARY

Global equity markets made headway in June, with the United States leading the pack with notable gains in the technology sector because of the AI frenzy. However, it was a different story for the bond markets, especially in the US, as Treasury prices fell on the back of the Fed Chairman warning that monetary policy has not been restrictive for long enough. The 2-year Treasury yields increased by 0.53%, ending the month at 4.88%. In the UK, 10-year Gilt yields surpassed the peak of September 2022 and reached 5.263%. In the equity markets, the top 500 companies index in the US had a much better month ending up 5.43%, narrowly beaten by the performance of the Japanese market Topix index gain of 6.48%. The UK's all companies' return was barely positive, with an increase of 0.14%. *Source of data: Uptata Professional*

June proved to be a good month for the Fund with a return of minus 0.05%\* versus a negative return of 0.40%\* for its benchmark. The defensive positioning of the Fund once again proved to be an asset, followed by security selection. During the month, the Fund's exposure to high-yield assets was reduced by selling out of GCP Asset-backed Securities (GABI). The sale of Fair Oaks was also instigated, as well as the AXA Asia High Yield Fund. As and when these sales are complete, the Fund's exposure to high yield will be reduced, pending due diligence for a replacement with a lower risk profile. Meanwhile, all the proceeds will be invested in the iShares Ultra Short-dated Bonds with a yield of around 5%. Owing to the nature of the bonds, this ETF is classed as a near-cash item but currently offers a handsome yield.

\* Data source: FE Fundinfo, 01/06/2023 to 30/06/2023

### HOLDINGS AS AT 30/06/2023

Artemis Corporate Bond	10.2%
Premier Miton Financials Capital Securities	10.1%
Nomura Global Dynamic Bond Fund	9.9%
iShares \$Treasuries 1-3 yr	9.0%
Wellington Global Impact Bond	7.1%
Lyxor US Treasury 7-10Y ETF	6.2%
Variety CKC Credit Opportunity	5.5%
Lazard Global Convertible Recovery	5.0%
AXAWF Asian High Yield Bonds	4.9%
Muzinich Dynamic Credit Income Fund	5.0%
IFSL Church House Investment Grade Fixed Income	4.9%
Jupiter Corporate Bond	4.8%
Eaton Vance EMD Opps	4.5%
Sequoia Economic Infrastructure Inc Ord	2.8%
PGIM Emerging Market Total Return Bond Fund	2.4%
Real Estate Credit Investments Ord	1.9%
Fair Oaks Income	1.4%
GCP Asset Backed Income Fund	0.9%
<b>CASH</b>	<b>3.7%</b>

### 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)	0.11%	0.52%	-0.70%		-6.11%
Comparator benchmark	-1.06%	0.51%	-0.19%	-4.88%	-9.89%

  

	2022	2021	2020	2019	2018
Fund (B Acc)	-7.21%				
Comparator benchmark	-11.01%				

Source: FE Analytics, all data to 30/06/2023. 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 B Acc:** 3.53%  
**Prospective Yield†:** 6.75%  
**Distribution payment dates:** 30 April, 31 July, 31 October, 31 January  
**Ongoing Charges Figure B Acc:** 0.58%  
**Fund size as at 30/06/2023:** £114.3m

### RISK WARNINGS AND IMPORTANT INFORMATION

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. 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. 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.

†Prospective yield is not guaranteed and does not include deductions for expenses, equalisation, or tax. It is calculated using the holdings' expected distributions over the next 12 months (data as at 30 June 2023). Any variation in the actual amounts paid will impact the total yield. This impact could be positive or negative.