

### MANAGER COMMENTARY

Investors regained their risk appetite in November as the belief widened that we had reached the peak in the current interest rate cycle, resulting in both equities and bonds rallying strongly. This change towards a more favourable investment outlook was precipitated by sharp falls in the latest inflation figures. The latest CPI reading in the UK of 4.7% is marginally less than market expectations of 4.8%. The same was true for the US, where the CPI figure came in at 3.2% versus expectations of 3.3%. The undershoot for the EU inflation was more dramatic, with 2.4% versus 2.7% market consensus. In the UK, Chancellor Jeremy Hunt presented his autumn statement, and tax cuts were the order of the day in the form of NI reduction for employees. But the most significant item is making full expensing for business investment permanent. Hopefully, this will herald a new dawn of productivity gain and is welcome news as the OECD has the lowest G7 GDP growth pencilled in for the UK for the next two years!

The Fund had a positive return of 2.78%\* for the month versus its benchmark of 3.39%\*, capturing 82% of the upside; considering the lower risk profile of the Fund versus the benchmark, this is a good outcome. However, with the macro picture becoming more favourable for this asset class, changes were made in the month to increase risk (albeit selectively). Jupiter Corporate Bond was sold due to poor performance, and the proceeds were used to top up the Church House Investment Grade and the iShares Ultrashort ETF. The Fund's duration was increased by purchasing Amundi Lyxor UK Government Bond ETF. There were no other significant changes. Looking forward, your managers have become increasingly more optimistic about the prospects for this Fund and expect 2024 to be a good year as long as inflation and interest rate expectations come to fruition. \* Source: FE Fundinfo, 31/10/2023 to 30/11/2023

### HOLDINGS AS AT 30/11/2023

Artemis Corporate Bond	10.74%
Premier Miton Financials Capital Securities	10.12%
Nomura Global Dynamic Bond Fund	10.12%
iShares \$Treasuries 1-3 yr	8.98%
IFSL Church House Investment Grade Fixed Income	7.54%
Wellington Global Impact Bond	6.94%
Lyxor US Treasury 7-10Y ETF	6.10%
Variety CKC Credit Opportunity	5.54%
Muzinich Dynamic Credit Income Fund	5.10%
Lyxor Core UK Government Bond (DR) UCITS ETF Dist GBP	5.00%
Lazard Global Convertible Recovery	4.90%
Emerging Markets Debt Opportunities Fund Class JHR GBP	4.42%
Sequoia Economic Infrastructure Income	3.36%
PGIM Emerging Market Total Return Bond Fund	2.52%
iShares £ Ultrashort Bond UCITS ETF	6.44%
<b>CASH</b>	<b>2.18%</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)	2.05%	3.09%	3.16%		-3.40%
Comparator benchmark	2.38%	3.06%	3.55%	-5.86%	-6.77%

  

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

Source: FE Fundinfo, to 30 November 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 CFA

**Comparator benchmark:** IA Sterling Strategic Bond

**Valuation point:** 8.30am

**Launch date:** 11 January 2021

**ISIN B Acc:** GB00BNDQ8V21

**Yield B Acc:** 3.36%

**Prospective Yield†:** 6.69%

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

**Ongoing Charges Figure B Acc:** 0.63%

**Fund size as at 30/11/2023:** £115.50m

### 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. Please note some figures shown above have been rounded for ease of illustration and understanding. Therefore, figures may not total 100%.

†Prospective yield is not guaranteed and does not include deductions for expenses and tax. It is calculated using the holdings' expected distributions over the next 12 months (data as at 29 September 2023). Any variation in the actual amounts paid will impact the total yield. This impact could be positive or negative.