

MANAGER COMMENTARY

September proved to be a tumultuous month for both risk-on and risk-off assets. In the US, the S&P 500 was down by 10.38%, and the traditional risk-off asset class of choice, the 10-year US treasuries, ended the month down by some 3.38%. In the UK, thanks to the new Prime Minister and her Chancellor's ill thought-out 'Mini Budget', The UK 10-year Gilts suffered their most significant monthly loss in the last 20 years with a return of minus 11.2%. Sterling did not surprise and fell in sympathy with a loss of 4% during the month. As for the equity market, the All-Share Index ended the month down just over 6%. As far as the UK is concerned, the sooner September is committed to the history books, the better!

The Fund had a negative return of minus 2.54%* versus its benchmark return of negative 4.56%*. As alluded to earlier, Fixed Income was hit particularly hard in September. However, the Fund's defensive positioning continued to pay off by outperforming its benchmark. There were very few bright sparks of performance during this period. Still, one notable holding is the Fund's exposure to the Chinese Government Bonds via the HSBC Fund, which had a positive return of approximately 0.5%, followed by the Fund's Emerging Markets exposures with similar returns. Whilst these assets are deemed high risk, they are offset at the Fund level by holding very high levels of cash and near-cash investments.

*SOURCE: FE ANALYTICS, 01/09/2022 TO 30/09/2022

HOLDINGS AS AT 30/09/2022

IShares \$Treasuries 1-3 yr Hedged	14.4%
Aegon European ABS	10.0%
Premier Miton Financials Capital Securities	9.2%
Nomura Global Dynamic Bond Fund	9.2%
HSBC GIF RMB Fixed Income	7.3%
Lazard Global Convertible Recovery	4.8%
Artemis Target Return Bond Fund	4.7%
Wellington Global Impact Bond	4.7%
Artemis Corporate Bond	4.3%
SPDR Bloomberg 7-10y US Treasury Bond ETF	3.0%
Fair Oaks Income	3.0%
Eaton Vance EMD Opps	2.9%
Real Estate Credit Investments Ord	2.5%
AXAWF Asian High Yield Bonds	2.4%
GCP Asset Backed Income Fund	1.6%
PGIM Emerging Market Total Return Bond Fund	1.5%
CASH	14.5%

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)	-2.58%	-5.32%	-8.72%		-7.89%
Comparator benchmark	-4.40%	-10.63%	-14.49%	-7.32%	-13.69%

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

Source: FE Analytics, all data to 30/09/2022.

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 30/09/2022: £87.53m

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.