

# BLENNHEIM

## OVERSEAS EQUITY FUND

NOVEMBER 2021

### MANAGER COMMENTARY

October proved to be a positive month for risk assets. In the UK, the largest 100 stocks outperformed medium and smaller companies. This is somewhat a surprise bearing in mind that these companies tend to be negatively correlated to sterling which strengthened throughout October.

The topic at the forefront of all investors during this period continued to be Inflation. Interestingly, the consensus has now changed and market participants expect inflation to be more persistent than transitory. However, much bigger forces such as Technology and demographics will, ultimately, keep the lid on inflation in the long run. US equities had a very good month too with the S&P 500 rising six consecutive days without a break. The same inflationary observations were also prevalent in the US markets but did not upset the strong upside momentum for the stocks.

October was a positive month for the fund with a return of 1.96% outperforming its benchmark, IA's Flexible Investment Sector, by 0.45%. The fund's asset allocation to the US had the biggest contribution to the total return, followed by global large-cap growth and European exposure. In contrast, Japan and Asia were the biggest detractors of performance both with losses of 5% and 1.25% respectively in absolute terms. Your managers are particularly pleased with the way the fund has performed in October, especially as the strength of the pound was a major headwind throughout the month. Looking forward, although we are entering a season of generally positive markets, any further move is likely to be limited as it appears that the best of the gains are already baked in the prices.

### HOLDINGS AS AT 29/10/2021

#### US EQUITY

|                                      |       |
|--------------------------------------|-------|
| Artemis US Extended Alpha            | 13.1% |
| Legg mason CB US Sustainable leaders | 9.1%  |
| T. Rowe Price US Smaller Cos         | 7.6%  |
| Wellington US Dynamic                | 7.5%  |
| Dodge & Cox US Stock Fund            | 12.7% |
| Baillie Gifford US Growth Trust      | 5.4%  |

#### EUROPEAN EQUITY

|                                     |      |
|-------------------------------------|------|
| LF Lightman European Fund I Inc     | 5.0% |
| Carmignac Euro Leaders              | 5.0% |
| MI Chelverton European Select B Inc | 5.0% |

#### ASIA & EMERGING MARKETS EQUITY

|  |      |
|--|------|
| Goldman Sachs Emerging Market Equity Portfolio | 3.9% |
| PGIM Emerging Markets                          | 3.5% |
| Matthews Asia Ex Japan Dividend                | 3.0% |
| Fidelity Asia Pacific Opps                     | 2.5% |
| Somerset EM Discovery                          | 0.9% |

#### JAPANESE EQUITY

|                 |      |
|-----------------|------|
| GAM Star Japan  | 3.0% |
| JPM Japan Trust | 3.0% |

#### GLOBAL EQUITY

|                            |      |
|----------------------------|------|
| Scottish Mortgage          | 4.3% |
| Oakley Capital Investments | 3.2% |

|      |       |
|------|-------|
| CASH | 2.38% |
|------|-------|

### OBJECTIVE

The objective of the sub-fund is to provide capital growth over the medium to long term. The fund will be actively managed to invest in a global portfolio of shares domiciled, incorporated or carrying out a significant part of their business outside of the UK.

### PERFORMANCE

The fund has less than a 1 year track record so no past performance is provided.

The IA (Investment Association) Flexible Sector is used as the comparator. This is considered appropriate for investors to use when comparing performance as the sector is made up of funds with a similar strategy as defined by the IA.

### KEY FACTS

Authorised Corporate Director (ACD): Margetts Fund Management Ltd  
Investment Adviser: Beckett Asset Management Ltd  
Managers: Samantha Owen, Tony Yousefian, Elliot Basford  
IA sector: IA Flexible  
Valuation point: 8.30am  
Fund launch date: 11 January 2021  
Yield: TBC  
Distribution frequency: Semi-annually  
Distribution payment dates: 31 July and 31 January  
Ongoing Charges Figure (OCF) B ACC: 0.61%  
Fund size as at 29/10/2021: £208.96m

### 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.