

MANAGER COMMENTARY

The beginning of 2022 has seen raised levels of market volatility, the likes of which have not been seen since the start of 2020 at a time when investors were as concerned about their physical health as they were about their portfolios. Amongst the volatility, there has been a significant divergence in the performance of the different asset classes. Equities have come off worst and, in particular, our exposure to growth equities has suffered due to the prospect of rising interest rates, which will lead to an increase in the cost of borrowing. An exception is the UK, where the market has significantly outperformed other foreign indices. This is due to the market's large weighting to the financial and energy sectors, which have produced positive returns. On the other hand, the US market and sustainable equities are skewed towards being more growth in style, which are naturally less likely to perform well in a rising rate environment.

In January, the Fund had a return of 4.9% versus its benchmark, the IA's UK All Companies sector return of negative 3.65%. This period proved to be a bruising one for the small-cap exposure of the Fund, with a loss of 9.58% (in absolute terms) and was the biggest detractor of performance. These losses were offset by the Fund's income funds, which had a positive return for the month and outperformed the sector. However, regretfully, they were insufficient to offset all the losses incurred by the small-cap holdings. Your managers have recently increased the Fund's exposure to the larger income-oriented holdings, which are expected to hold up better in volatile markets and remain cautiously optimistic about the Fund's prospects in the long term.

HOLDINGS AS AT 31/01/2022

JOHCM UK Dynamic	14.3%
Royal London Sustainable Leaders	13.5%
I Shares FTSE 100	10.7%
MI Chelverton UK Equity Growth	9.7%
Royal London UK Dividend Growth	9.0%
Gresham House multicap Income	8.0%
Premier Miton Ethical	7.6%
GAM UK Equity Income	7.5%
Blackrock UK Income	5.1%
SVM UK Growth	4.6%
Octopus Uk Microcap growth	3.7%
Chrysalis Inv Comp Ltd	2.6%
CASH	3.7%

OBJECTIVE

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

PERFORMANCE

	3m	6m	1yr	3yr	Since inception
Fund (B Acc)	-3.28	-1.92	11.23		9.86
Comparator benchmark	-1.89	-0.25	13.93	23.12	9.05
	2017	2018	2019	2020	2021

Fund (B Acc)

Comparator benchmark

Source for all performance: FE analytics as at 31 January 2022.

All figures are in GBP terms.

KEY FACTS

Authorised Corporate Director (ACD): Margetts Ltd

Investment Adviser: Beckett Asset Management Ltd

Managers: Samantha Owen, Tony Yousefian, Elliot Basford

Comparator benchmark: IA UK All Companies

Valuation point: 8.30am

Launch date: 11 January 2021

Yield: TBC

Distribution payment dates: 31 July and 31 January

Ongoing Charges Figure (OCF) B ACC: 0.62%

Fund size as at 31/01/2022: £138.07m

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. 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.