

# BLENNHEIM

## UK EQUITY FUND B ACC

APRIL 2021

### MANAGER COMMENTARY

The recovery in the UK stock market continued apace in March, and the fund was able to participate in this remarkable recovery, with a positive return of 3.17% for the month. The fund is strategically overweight mid and small cap stocks and has a good exposure to value in the large cap space, enabling it to outperform the UK All Shares index by 0.3%.

The fund enjoyed a positive cash flow for the month and the proceeds were used to maintain the fund's overall longer-term asset allocation between small, mid and large cap exposure. The UK economic outlook remains very favourable for the second half of 2021 as we continue to make good progress with unwinding the lockdown. As a result, we have maintained a bias towards cyclically sensitive sectors and the fund's largest three sectors are industrials, financials and consumer discretionary, with 18.4%, 15.4% and 12.4% exposure respectively.

We remain constructive as far as the outlook for the fund is concerned. The only risk to this optimistic scenario is inflation. However, the current outlook is that, with the lifting of the pandemic restrictions along with pent-up demand, inflation will pick up over the next few months, but this increase is likely to be transitory and will not last. Whilst we agree, we will be diligently looking out for any danger signs that inflation is becoming stickier than market expectations.

### HOLDINGS LIST AS AT 31/03/2021

Royal London Sustainable Leaders Trust	14%
J O Hambro Capital Management UK Dynamic	11%
MI Chelverton UK Equity Growth Fund	10%
Trojan Ethical Income Fund	10%
iShares Core FTSE 100 GBP Dist	10%
Blackrock UK Income	8%
Premier Miton Ethical Fund	8%
Baillie Gifford UK Equity Alpha	7%
FP Octopus UK Micro Cap Growth	6%
LF Gresham House UK Multi Cap Income Fund	6%
SVM UK Growth Institutional	6%
Merian Chrysalis Inv Comp Ltd	3%
<b>CASH</b>	<b>3%</b>

### 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

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

The IA (Investment Association) UK All Companies Sector is used as the comparator. This is considered appropriate for investors to use when comparing performance as the strategy results in the Fund meeting the definition of this sector.

### KEY FACTS

Authorised Corporate Director (ACD): Margetts Fund Management Ltd

Investment Adviser: Beckett Asset Management Ltd

Managers: Samantha Owen, Tony Yousefian, Elliot Basford

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): 0.67%

Fund size as at 31.03.21: £116.2m

### 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.

BECKETT ASSET MANAGEMENT LIMITED

DETTINGEN HOUSE, DETTINGEN WAY, BURY ST EDMUNDS, SUFFOLK, IP33 3TU

T: 01284 754500 E: [INFO@BECKETTINVEST.COM](mailto:INFO@BECKETTINVEST.COM) [WWW.BECKETTINVEST.COM](http://WWW.BECKETTINVEST.COM)