

# TB SARACEN UK INCOME FUND

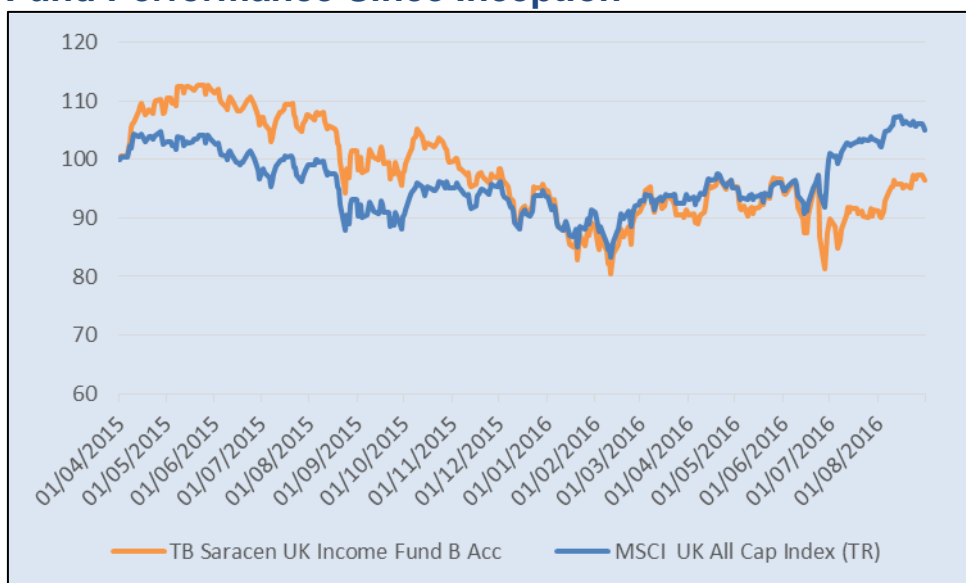
## 31<sup>st</sup> August 2016

**SARACEN**  
share success

### Fund Objective and Policy

The objective is to provide income exceeding 110% of the dividend income of the MSCI UK All Cap index and an overall return (income plus capital growth) which is superior to that index. At least 80% of the fund will be invested in shares of UK Companies.

### Fund Performance Since Inception\*



\*Source: Factset  
Total Return, Bid to Bid, GBP terms. Past performance is not a reliable indicator of future results. The value of your investment and the income derived from it can go down as well as up and you may not get back the money you invested.

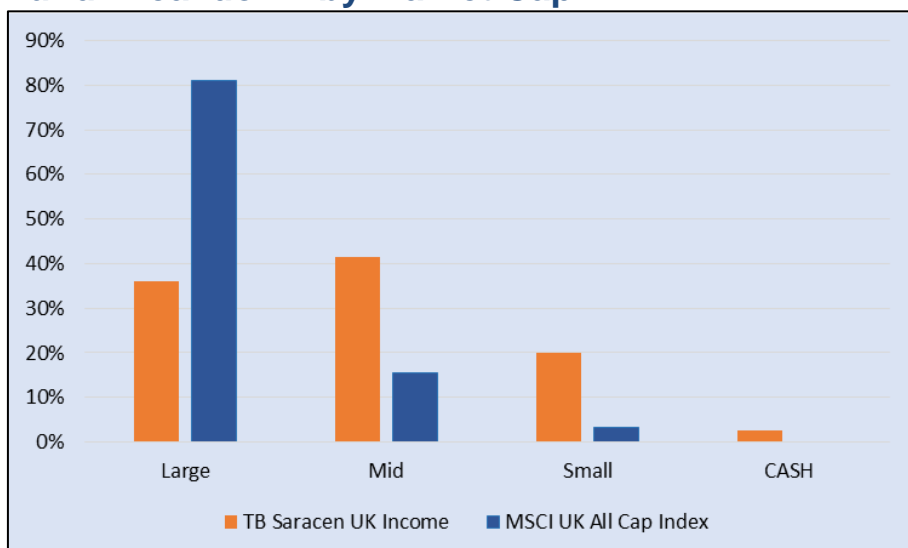
### Cumulative Performance after all ongoing charges 31<sup>st</sup> August 2016

	1 month	3 months	6 months	1 year	Since launch*
<b>TB Saracen UK Income B Acc</b>	6.9%	1.6%	6.2%	-3.7%	-1.3%
<b>MSCI UK All Cap Index (TR)</b>	1.8%	9.1%	13.3%	11.8%	5.9%
<b>Relative</b>	5.1%	-7.5%	-7.1%	-15.5%	-7.2%
<b>Sector Average</b>	3.1%	6.2%	9.8%	9.9%	6.5%
<b>Quartile Ranking</b>	1	4	4	4	4

Source: Financial Express; launch date 01 April 2015

Sector: IA Sector (UK Equity Income)

### Fund Breakdown by Market Cap



Data as of 31 August 2016, Source: Saracen Fund Managers

### FOR PROFESSIONAL INVESTORS ONLY

Retail investors should consult their financial advisers

### FUND DETAILS

(as at 31 August 2016)

**Fund size:** £2.3m  
**Launch date:** 01/04/15  
**Forecast yield:** 4.6%

**No. of holdings:** 33

**Active share:** 84%  
**Beta:** 0.95  
**Source:** Factset as at 31/08/16

**Denomination:** GBP  
**Valuation point:** 12.00 noon

**XD date:** 30 June  
31 Dec

**Pay date:** 28/29 Feb  
31 Aug

**Fund prices:**  
**B Accumulation:** 98.69p  
**B Distribution:** 93.04p

Policy is not to charge a dilution levy except in exceptional circumstances.

**ACD:**  
**T. Bailey Fund Services Limited**

### Fund Manager



**Scott McKenzie** joined Saracen in 2014 and has managed the Fund since launch. He has over 20 years' experience managing equity income funds.

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## August - Attribution Analysis\*

Top Contributors	Positive
STV	0.79%
Standard Life	0.79%
Amec Foster Wheeler	0.78%
DFS Furniture	0.78%
Eurocell	0.57%
Top Detractors	Negative
Vesuvius	-0.11%
Rio Tinto	-0.14%
Palace Capital	-0.15%
TalkTalk	-0.16%
Tyman	-0.29%

## Fund Breakdown

Top 10 Holdings	Top 10 Sectors
AstraZeneca 4.5%	Financials 32.0%
Standard Life 4.4%	Consumer Services 17.6%
STV 4.2%	Consumer Goods 12.7%
Amec FW 4.2%	Technology 7.6%
Berkeley Group 3.9%	Oil & Gas 7.5%
Tyman 3.9%	Basic Materials 7.4%
Lloyds Bank 3.8%	Industrials 6.3%
Palace Capital 3.7%	Healthcare 4.5%
DFS Furniture 3.5%	Telecoms 1.8%
Aviva 3.5%	Utilities 0.0%

\* Source: Factset as at 31/08/16

## Monthly Commentary

### ► Performance

Markets rose again in August with the FTSE All Share gaining 1.9% over the month. The Mid 250 and Smallcap indices continued to recover, rising 2.8% and 2.9% respectively. Both indices have now more than recovered their post Brexit losses. Given the Fund's bias towards medium and smaller companies, this is a welcome development. The Fund had a strong month and rose 6.9%, well ahead of the index. We continue to make good progress in eradicating the losses the Fund endured post the referendum.

### ► Positives

We enjoyed strong recoveries in a number of holdings, with five stocks rising more than 20% during August. These were Eurocell, DFS, STV, Amec and Standard Life. It was pleasing to note that these improvements came from a variety of different sectors and were in response to trading results no worse than many feared, in some cases a good bit better. We enjoyed a general recovery in financial stocks, with Lloyds, Barclays and Aviva all regaining some lost ground. It was a month where sticking to one's guns generally paid off.

### ► Negatives

Thankfully there were few real disappointments during August with the falls in Rio Tinto, Tyman and Vesuvius representing some profit taking after recent gains. TalkTalk fell 8% as competitive tensions in the broadband markets continued to hinder progress.

### ► Portfolio Activity

There were no holdings bought or sold outright. However, we rebalanced weightings in a number of stocks. Profits were taken in Astra Zeneca, FDM, Jupiter and UBM. We also reduced holdings in BHP and Vesuvius after strong recovery. We added to stocks which had yet to recover such as Amec, DFS, STV and Victrex. These increased positions had a positive initial impact with Amec and DFS rallying sharply on results statements. The portfolio remains a focused one with 33 holdings as before.

	ISIN	SEDOL	Bloomberg	EMX	Initial Charge	Annual Charge	Ongoing** Charge
B Acc Shares	GB00BW9H1K24	BW9H1K2	BBG008D4LJ68	SARUKIFACC33	0%	0.50%	2.29%
B Dis Shares	GB00BW9H1L31	BW9H1L3	BBG008D4LJF8	SARUKIFDIS33	0%	0.50%	2.29%

\*\* From annual audited accounts to 31 December 2015 (for the period 01 April – 31 December 2015)

### To place a deal or for further information contact:

T. Bailey Fund Services Limited (TBFS)  
64 St. James's Street  
Nottingham  
NG1 6FJ

General Enquiries: 0115 988 8200  
Dealing Line: 0115 988 8274  
E-mail Dealing: [clientservices@tbailey.co.uk](mailto:clientservices@tbailey.co.uk)

(Phone and email deals will only be accepted on completion of initial account set up and by prior agreement with TBFS)  
T. Bailey Fund Services Limited is authorised and regulated by the Financial Conduct Authority (No. 190293).

**Important information:**

This information should not be construed as an invitation, offer or recommendation to buy or sell investments, shares or securities or to form the basis of a contract to be relied on in any way and is by way of information only. Taxation levels, benefits and reliefs may all vary depending on individual circumstances and are subject to change. The historic yield reflects distribution payments declared by the fund over the previous year as a percentage of its share price. This document represents the views of Saracen Fund Managers Limited at the time of writing. Subscriptions will only be received and shares issued on the basis of the current Prospectus, Key Investor Information Document (KIID) and Supplementary Information Document (SID). These are available, in English, together with information on how to buy and sell shares, on-line at: [www.tbaileyfs.co.uk](http://www.tbaileyfs.co.uk).

**Risk factors you should consider before investing:**

The value of investments and the income from them may go down as well as up and you may get back less than the amount invested. **Past performance is not a guide to future performance.** A full list of the risks applicable to this Fund can be found in the Prospectus. All fund performance figures calculated on a single price basis. This Fund may not be appropriate for investors who plan to withdraw their money in the short-term (within 5 years). The Fund should be viewed as a medium to long-term investment only.

**Investment Manager:**

Saracen Fund Managers Ltd, 19 Rutland Square, Edinburgh, EH1 2BB. Tel: 0131 202 9100 and on-line at [www.saracenfundmanagers.com](http://www.saracenfundmanagers.com). Saracen Fund Managers Limited is authorised and regulated by the Financial Conduct Authority. Registered in Scotland No. 180545.

Issued by Saracen Fund Managers Limited. Please note that Saracen Fund Managers Limited do not provide financial advice. If you have any doubt whether the Saracen UK Income Fund is suitable for you and you wish to receive advice you should contact your Financial Adviser.

**Regulatory Status:**

FCA Recognised: Yes  
Scheme Type: OEIC (UCITS)

**Issue date** – 31<sup>st</sup> August 2016.