

TB SARACEN UK INCOME FUND

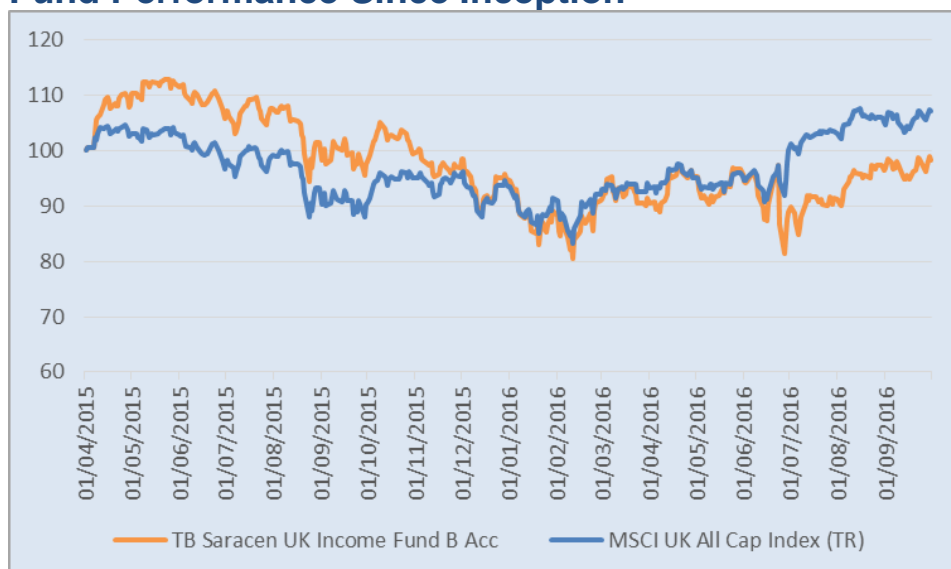
30 September 2016

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.

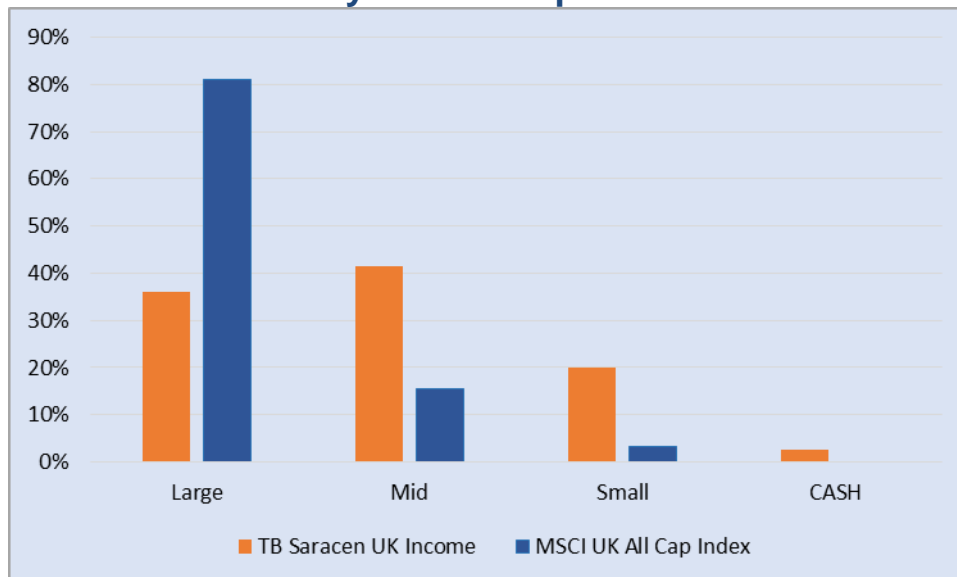
Cumulative Performance after all ongoing charges 30 September 2016

	1 month	3 months	6 months	1 year	Since launch*
TB Saracen UK Income B Acc	0.3%	13.9%	2.4%	-0.3%	-1.0%
MSCI UK All Cap Index (TR)	1.8%	7.7%	13.2%	17.2%	7.8%
Sector Average	0.1%	9.2%	7.9%	11.4%	6.6%
Quartile Ranking	3	1	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 30 September 2016, Source: Saracen Fund Managers

FOR PROFESSIONAL INVESTORS ONLY

Retail investors should consult their financial advisers

FUND DETAILS

(as at 30 September 2016)

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

No. of holdings: 33

Active share: 84%
Beta: 0.99
Source: Factset as at 30/09/16

Denomination: GBP
Valuation point: 12.00 noon

XD date: 30 June
31 Dec

Pay date: 28/29 Feb
31 Aug

Fund prices:

B Accumulation: 98.98p
B Distribution: 93.28p

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.

September - Attribution Analysis*

Fund Breakdown

Top Contributors	Positive
Galliford Try	0.46%
BHP Billiton	0.40%
Rio Tinto	0.29%
Eurocell	0.25%
Amec Foster Wheeler	0.22%
Top Detractors	Negative
Greene King	-0.15%
Standard Life	-0.17%
DFS Furniture	-0.23%
Next	-0.27%
Lloyds Banking Group	-0.30%

Top 10 Holdings	
AstraZeneca	4.5%
STV	4.2%
Standard Life	4.1%
Tyman	4.0%
Palace Capital	3.8%
Berkeley Group	3.6%
Aviva	3.5%
Phoenix Group	3.4%
DFS Furniture	3.4%
Lloyds Bank	3.4%

Top 10 Sectors	
Financials	31.1%
Consumer Services	15.3%
Consumer Goods	12.5%
Industrials	9.0%
Basic Materials	8.0%
Technology	7.6%
Oil & Gas	6.1%
Healthcare	4.5%
Telecoms	1.7%
Utilities	0.0%

* Source: Factset as at 30/09/16

Monthly Commentary

► **Performance**

After the dramas we endured over the summer September was more calming. Markets rose a little with the FTSE All Share gaining 1.7% over the month and the FTSE100 gaining 1.8%. The Mid 250 and small cap indices also increased, rising 1.2% and 1.9% respectively. Both indices have now more than recovered their post-Brexit losses. After a strong recovery in August, the Fund also had a fairly uneventful month and rose 0.3%, lagging the main index. We continue to focus on recovering the lost ground following the referendum whilst at the same time growing our dividend income.

► **Positives**

We saw further progress in some of our mid and small cap holdings. St Ives and Galliford Try continued their recent strong recoveries and Kainos rose 7% during September. Our mining holdings, Rio Tinto and BHP Billiton rose by around 10%, reflecting continued firmness in commodity prices. Phoenix Group responded positively to the £935m acquisition of Abbey Life. This will be mainly funded by an equity issue, but it is pleasing to note their ongoing commitment to rising dividends.

► **Negatives**

Disappointments were mainly in stocks exposed to the UK consumer. Next fell 14% in response to lacklustre interim results whilst Greene King, Lloyds Bank and Berkeley Group were also down, as investors continue to worry about a UK economic slowdown post Brexit. TalkTalk fell another 6% as competitive tensions in the broadband markets continued to impact the telecoms sector.

► **Portfolio Activity**

We initiated a new holding in Vitec, a global leader in equipment for the broadcast and photography industries. This is a small company on a low valuation and high dividend yield where growth looks set to improve. It was financed by the sale of UBM which had enjoyed a significant re-rating post its recent asset sales. We reduced a large position in Amec after a recent strong share price recovery.

	ISIN	SEDOL	Bloomberg	EMX	Initial Charge	Annual Charge	Ongoing**
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

(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.

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. Saracen Fund Managers Limited is authorised and regulated by the Financial Conduct Authority. Registered in Scotland No. 180545.

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Regulatory Status:

FCA Recognised: Yes
Scheme Type: OEIC (UCITS)

Issue date – 30 September 2016.