

TB Saracen UK Alpha Fund

September 2018

SARACEN
share success

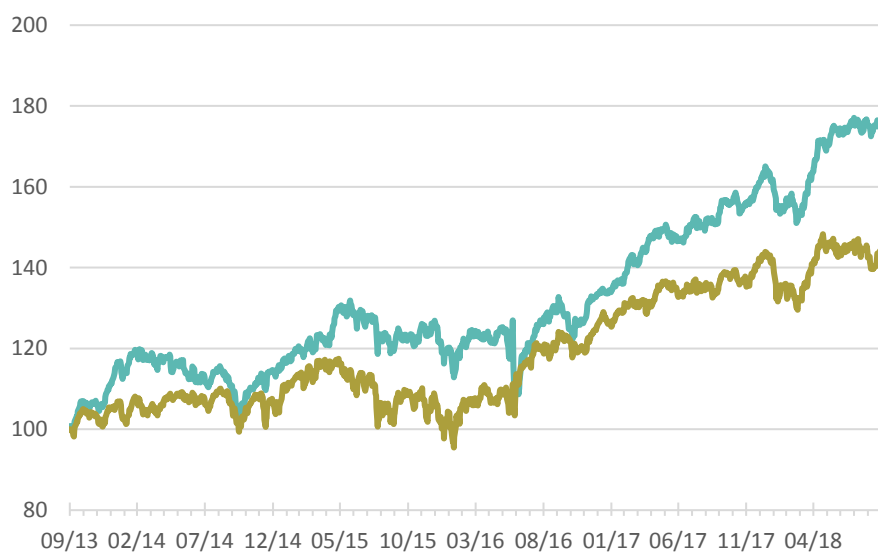
Fund Overview

- Objective: to achieve a higher rate of return than the MSCI UK All Cap Index by investing in a portfolio of primarily UK equity securities with the potential for long term growth.
- The portfolio has a bias towards small and medium sized companies and a high active share compared to the benchmark.
- The fund has significant capacity and liquidity at a competitive annual charge.
- Since launch in March 1999, the fund has outperformed its benchmark in 15 out of 19 years and in 7 out of the last 9 calendar years.
- A concentrated portfolio of 25-35 holdings, with a focus on capital growth, backed by the Saracen research process.

Performance Chart*

5 Year Performance (%)

— TB Saracen UK Alpha Fund B Acc
— MSCI UK All Cap Index (TR)



*Source: Bloomberg, as at 28th September 2018

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 charges to 28 September 2018

	1 month	3 months	1 year	3 years	5 years	Since launch*
TB Saracen UK Alpha B Acc	-0.5%	0.0%	14.0%	45.2%	74.5%	718.7%
MSCI UK All Cap Index (TR)	0.8%	-0.8%	5.9%	38.8%	42.0%	
Sector Average	-0.5%	-1.2%	5.5%	34.0%	44.8%	185.6%
Quartile Ranking	3	1	1	1	1	1

Source: Financial Express; *launch date 05 March 1999

Sector: IA Sector (UK All Companies)

FOR PROFESSIONAL INVESTORS ONLY

Retail investors should consult their financial advisers

FUND DETAILS

(as at 28th September 2018)

Fund size: £11m
Launch date: 05/03/99

No. of holdings: 30
Active share: 93%
Source: Bloomberg

Denomination: GBP

Valuation point: 12 noon

Fund prices:

A Accumulation: 504.77p
B Accumulation: 818.72p

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

ACD:

T. Bailey Fund Services Limited



Scott McKenzie
Fund Manager

Scott McKenzie joined Saracen in August 2014.

Scott had been deputy manager of the fund since August 2014 and was appointed lead manager in June 2017. He has over 25 years' experience managing UK equity funds.

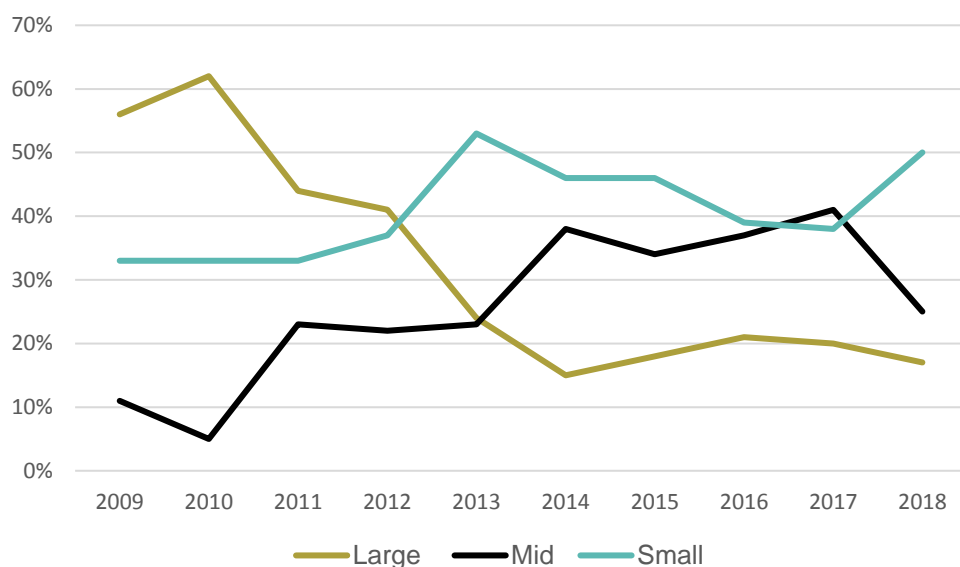


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Fund Breakdown by Market Capitalisation



Data as of 28th September 2018, Source: Saracen Fund Managers

Monthly Commentary

Performance

Despite a promising start, the Fund had a lacklustre month overall, falling by 0.5% against a rise in the MSCI UK All Cap index of 0.8%. In a reversal of the August trend, the midcap index was down, smallcaps generally flat and largecaps up, all of which proved to be headwinds for the Fund.

Positives

There was a tentative takeover approach for RPC which saw the shares bounce 11%. We await further developments imminently. Vitec continued their run of good figures and sensible acquisitions and also rose by 11%. Wood Group benefitted from a more positive outlook in the oil sector as well as ongoing cost cutting and this saw the shares rise by 7%. There was some relief that results from our housebuilders MJ Gleeson and Galliford Try were solid, and both shares enjoyed some recovery in a generally weak sector.

Negatives

The biggest faller was Victoria, which fell 17% in response to concerns about the pace of M&A activity taking place. TI Fluid, Alpha FMC and Avon Rubber all suffered from profit taking after seeing good share price performance over the summer. Superdry continues to struggle against negative sentiment towards retailers and Dialight had yet more disappointing restructuring, with the shares off another 8%. Our low exposure to the oil sector was unhelpful during a month of strong oil prices.

Portfolio Activity

The main activity was to use some of the cash balance to add to a number of holdings after price weakness. These included Superdry, Premier Asset Managers and Victoria. We also continued to add to Rio Tinto and Clipper Logistics, having bought some of each during August. We completed the purchase of TI Fluid Systems after a stock placing and also bought more STV. Some profit was taken in Galliford Try after a recovery in recent months. The Fund currently holds 5% in cash.

September – Attribution *

Top Contributors	Positive
RPC	+0.42%
Wood Group	+0.30%
Vitec	+0.30%
Galliford Try	+0.28%
MJ Gleeson	+0.23%
Top Detractors	Negative
Victoria	-0.57%
TI Fluid Systems	-0.40%
Alpha FMC	-0.27%
Superdry	-0.22%
Avon Rubber	-0.16%

*Source: Bloomberg as at 28/9/18

Fund Breakdown

Top 10 Holdings	
Shire	5.8%
Alpha Financial Markets Consulting	4.8%
Standard Life Aberdeen	4.7%
Wood Group	4.6%
Tyman	4.5%
MJ Gleeson	4.4%
Rio Tinto	4.3%
RPC	4.1%
Palace Capital	4.1%
Prudential	3.7%

Sector breakdown	
Industrials	31.7%
Financials	19.7%
Consumer Goods	18.8%
Consumer Services	6.8%
Basic Materials	6.3%
Healthcare	5.7%
Oil & Gas	4.5%
Telecoms	1.9%
Technology	0.0%
Utilities	0.0%

	ISIN	SEDOL	Bloomberg	EMX	Initial Charge	Annual * Charge	Ongoing ** Charge
B Acc Shares	GB0005711196	0571119	SFMGRBA LN	SARGFB	0%	0.75%	1.20%

* reduced from 1.00% as at 3/4/18, ** Source: T Bailey Fund Services Ltd.

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).

Platform Partners



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. 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 – 28th September 2018