

TB Saracen UK Income Fund

November 2018

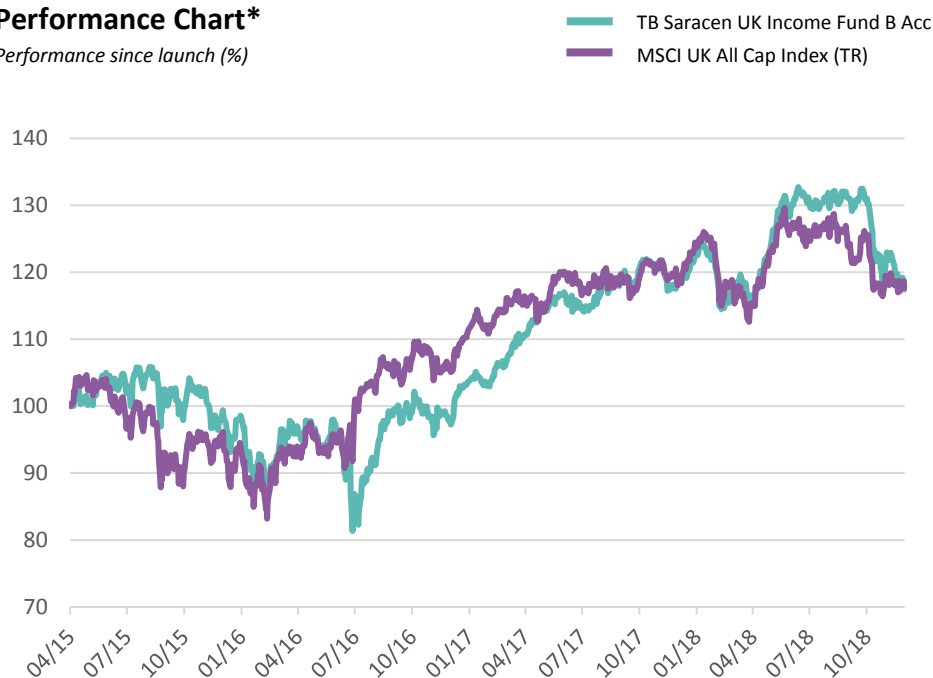
SARACEN
share success

Fund Overview

- Objective: to provide income exceeding 110% of the dividend income of the MSCI 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 the shares of UK companies.
- 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.
- The investment philosophy is value-based, combining high yield and superior dividend growth strategies.
- A concentrated portfolio of 25-35 holdings, with a focus on high and growing dividend income.

Performance Chart*

Performance since launch (%)



*Source: Bloomberg, as at 30th November 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 30 November 2018

	1 month	3 months	1 year	3 years	Since launch*
TB Saracen UK Income B Acc	-3.0%	-10.5%	-1.3%	19.6%	17.4%
MSCI UK All Cap Index (TR)	-1.9%	-6.3%	-1.6%	22.6%	18.8%
Sector Average	-1.5%	-7.1%	-4.2%	12.9%	13.6%
Quartile Ranking	4	4	1	1	2

Source: Financial Express; * launch date 01 April 2015

Sector: IA Sector (UK Equity Income)

FOR PROFESSIONAL INVESTORS ONLY

Retail investors should consult their financial advisers

FUND DETAILS

(as at 30th November 2018)

Fund size: £3.2m
Launch date: 01/04/15

Forecast yield: 5.3%

No. of holdings: 33
Active share: 86%

Source: Bloomberg

Denomination: GBP

Valuation point: 12.00 noon

XD date: 2 Jan
 1 July

Pay date: 28/29 Feb
 31 Aug

Fund prices:

B Accumulation: 117.41p
B Distribution: 100.62p

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 and has managed the fund since launch. He has over 25 years' experience managing UK equity funds.

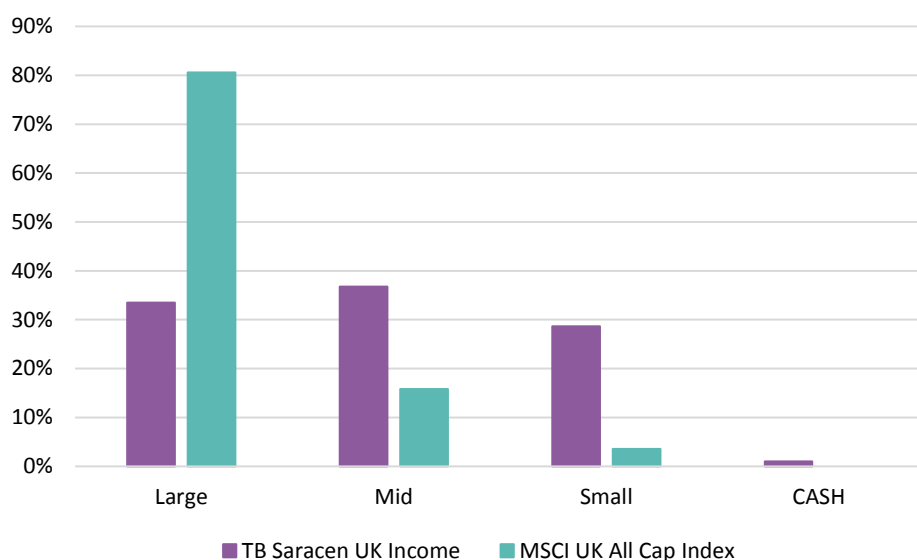


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November 2018



Fund Breakdown by Market Capitalisation



Data as of 30th November 2018, Source: Saracen Fund Managers

Monthly Commentary

Performance

The Fund continued to struggle in November, falling by 3.0% against a decline in the MSCI UK All Cap index of 1.9%. The ongoing Brexit saga is taking its toll on many of our mid and smallcap investments with our high weightings in financial and industrial stocks also detracting from returns. The Fund has limited exposure to largecap and the more defensive sectors and these areas held up relatively well.

Positives

A number of this month's positives were recoveries in businesses which had fallen sharply during October. Alpha FMC delivered earnings upgrades again on results whilst Clipper Logistics rose 15% from a depressed level. Greene King finally posted better interims after a few tough years and Intermediate Capital delivered further strong growth in assets managed. Kin and Carta rose another 12%, continuing its recent rehabilitation.

Negatives

The 13% fall in Gateley was puzzling given that they upgraded expectations again. The holding in Wood Group suffered from weak oil markets and fell 11%. Imperial Brands declined further despite solid final results. Galliford, NewRiver and Palace Capital suffered as UK domestic sectors continue to be impacted by Brexit concerns. Cyclical stocks were weak across the board with TI Fluid Systems and Tyman falling. RPC slipped as takeover hopes began to fade.

Portfolio Activity

We completed the sale of Vitec which had delivered strong returns in recent years. A new holding was bought in Greencore, a food services business who recently disposed of their US operations, strengthening their balance sheet. The small position in TalkTalk was sold after results confirmed that the dividend is unlikely to be rebuilt any time soon. We added to DiscoverIE after a period of price weakness. The Fund remains fully invested and offers a high dividend yield at current prices.

November – Attribution *

Top Contributors	Positive
Greene King	+0.41%
Alpha FMC	+0.39%
Clipper Logistics	+0.22%
Kin & Carta	+0.20%
Intermediate Capital	+0.10%
Top Detractors	Negative
Gateley	-0.47%
Wood Group	-0.41%
Galliford Try	-0.39%
Imperial Brands	-0.26%
Palace Capital	-0.22%

*Source: Bloomberg as at 30/11/18

Fund Breakdown

Top 10 Holdings	
Alpha FMC	4.8%
Standard Life Aberdeen	4.8%
Lloyds Banking	4.8%
Imperial Brands	4.8%
Aviva	4.7%
Rio Tinto	3.9%
Palace Capital	3.9%
Wood Group	3.7%
Greene King	3.6%
Gateley	3.5%

Sector breakdown	
Financials	30.5%
Industrials	22.4%
Consumer Goods	16.7%
Consumer Services	13.6%
Basic Materials	6.6%
Oil & Gas	6.5%
Healthcare	2.8%
Telecoms	0.0%
Technology	0.0%
Utilities	0.0%

	ISIN	SEDOL	Bloomberg	EMX	Initial Charge	Annual Charge	Ongoing** Charge
B Acc Shares	GB00BW9H1K24	BW9H1K2	BBG008D4LJ68	SARUKIFACC33	0%	0.50%	1.41%
B Dis Shares	GB00BW9H1L31	BW9H1L3	BBG008D4LJF8	SARUKIFDIS33	0%	0.50%	1.41%

** 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
(Phone and email deals will only be accepted on completion of initial account set up and by prior agreement with TBFS)

General Enquiries: 0115 988 8200
Dealing Line: 0115 988 8274
E-mail Dealing: clientservices@tbailey.co.uk

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. 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 – 30th November 2018