

TB Saracen Global Income and Growth Fund

March 2020

SARACEN
share success

Signatory of:
PRI Principles for Responsible Investment

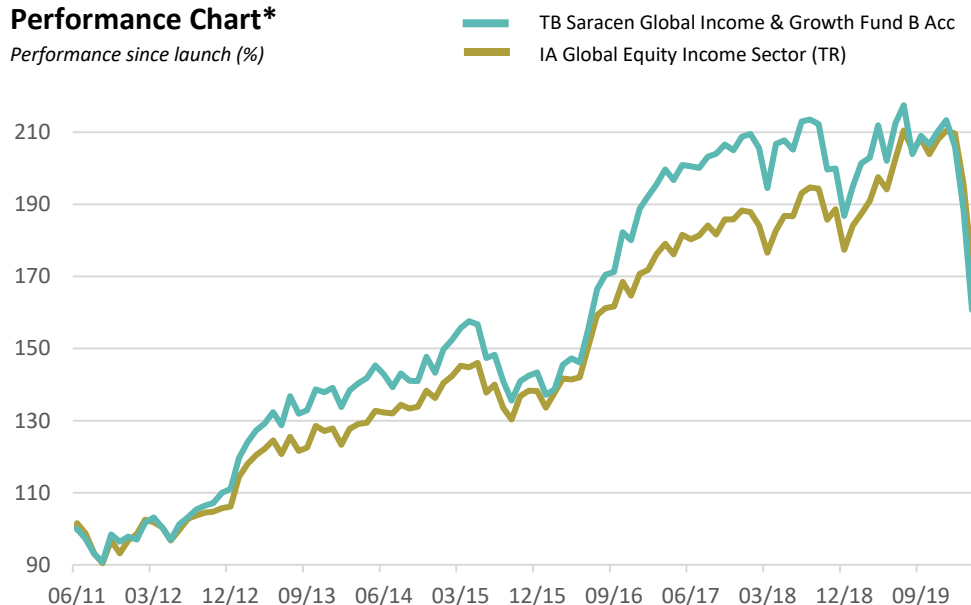


Fund Overview

- Objective: to provide a degree of income to investors with the aim of building capital through investing in a portfolio of primarily global equities.
- Focus: on identifying leading global businesses with lower risk and share valuations that underestimate their prospects.
- Research: we conduct intensive proprietary research focusing on businesses' long-term earnings potential.
- Risk: we model a 'worst-case' scenario into our share valuation methodology and abide by strict sector limits.
- Process: Disciplined, structured and repeatable.
- Conviction Portfolio: high active share and highly differentiated.
- Both fund managers have significant personal investments in the fund.

Performance Chart*

Performance since launch (%)



*Source: Financial Express, as at 31st March 2020

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 to 31 March 2020

| | 1 month | 3 months | 1 year | 3 years | 5 years | Since launch* |
|-------------------------|---------|----------|--------|---------|---------|---------------|
| TB SGIG B Acc | -14.7% | -24.7% | -20.8% | -19.5% | +3.2% | +61.1% |
| Sector Average | -11.7% | -17.9% | -9.8% | -3.5% | +18.8% | +72.7% |
| Quartile Ranking | 4 | 4 | 4 | 4 | 4 | 3 |

Source: Financial Express; *launch date 07 June 2011

Sector: IA Sector (Global Equity Income)

FOR PROFESSIONAL INVESTORS ONLY

Retail investors should consult their financial advisers

FUND DETAILS

(as at 31st March 2020)

Fund size: £80m
Launch date: 07/06/11
Historic yield: 5.5%

No. of holdings: 39
Active share: 94%
Beta: 1.07

Source: Bloomberg as at 31/03/20

Turnover: <20%
Denomination: GBP
Valuation point: 12:00 noon

XD date: 2 Jan
 1 July

Pay date: 28/29 Feb
 31 Aug

Fund prices:
B Accumulation: 160.68p
B Distribution: 122.92p

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

ACD:
T. Bailey Fund Services Limited

Graham Campbell
Executive Director

David Keir
Chief Executive Officer



Graham Campbell joined Saracen in 2011 from Edinburgh Partners, where he was one of the founding partners and director. He has managed the Fund since launch. Graham has over 30 years of industry experience.

David Keir joined Saracen in 2013 and has managed the Fund since 2014. He has over 20 years of industry experience.



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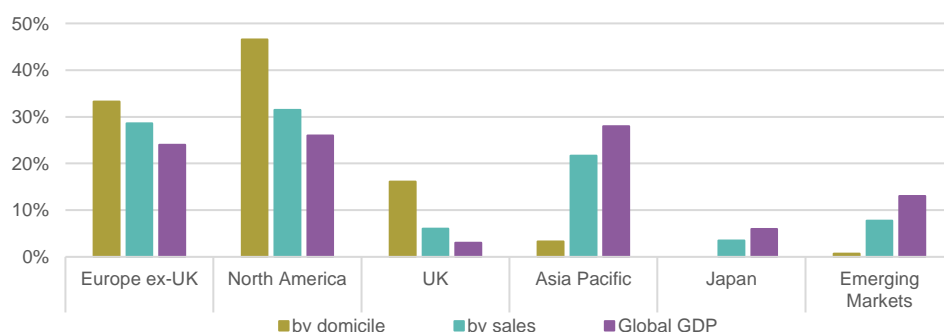
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Fund Breakdown by Geography



Data as of 31st March 2020, Source: Bloomberg/Saracen Fund Managers

Monthly Commentary

Performance

Global equities suffered one of the sharpest drawdowns in history during March as most developed nations went into lockdown to prevent the continued spread of the coronavirus. The situation was exacerbated by a spat between Saudi Arabia and Russia which saw the oil price fall to an 18-year low. Despite further interest rate cuts in both the US and UK and significant provision of liquidity by central banks, we have reached the limits of monetary policy and western countries swiftly launched unprecedented fiscal stimulus to boost economies for example the US launched a \$2 trillion package. The extreme 'risk off' environment was a headwind to Fund performance. The Corona virus has created massive uncertainty for both businesses, consumers and investors and the impact on the global economy will be significant. However, the impact of the virus will be finite and the massive globally co-ordinated policy response should see growth rebound during the second half of 2020.

We have been surprised that value stocks have continued to underperform during the market collapse, despite having materially underperformed in recent years. We observe that the underperformance of value is significantly above TMT levels. Given the extremities in valuations across markets, a sharp, short recession may be the catalyst for a long-awaited change in market leadership to value stocks. Bear markets end with recessions, they don't begin with them! We haven't changed our style or process and expect the fund to materially outperform and recover lost ground when this change occurs.

FX

Currency movements had a significant positive impact on the fund's performance. Sterling was down between 3.5% and 5% against the against all major currencies.

Portfolio activity

As usual, we tend to be much more active during times of market dislocation and this time is no different. We have used the collapse in markets to significantly upgrade the portfolio - buying high quality companies that we have always wanted to own but had never been cheap enough nor yielded enough. We bought American Express, Danone, Fuchs Petrolub, Prudential and Rockwell during the month. All of these are companies whose share price had fallen by between 30% and 55% in just 4 weeks! We also topped up core positions that had been badly impacted by the market weakness such as AiB, Barclays, Axa, BP, Cisco, Du Pont De Nemours, eBay, Intel and Rio Tinto. We funded the purchases by selling ABB, Asahi, AstraZeneca, Dow, HSBC, Pandora and ProSieben. We also switched our Carnival into Sabre, which as a software company selling into the travel industry is less operationally and financially geared and will benefit instantaneously when demand returns. We provide much more detail on these changes in the Quarterly commentary.

Negatives

Given the market backdrop, many of our holdings had a difficult month particularly those in the Oil (Schlumberger), Financial (Allied Irish Bank), Industrial (Saint Gobain) and travel sector (Sabre).

March – Attribution *

| Top Contributors | Positive |
|-------------------|----------|
| Prudential | +0.45% |
| Roche | +0.05% |
| Novo Nordisk | +0.03% |
| Cisco | +0.03% |
| Rio Tinto | +0.02% |
| Top Detractors | Negative |
| Saint Gobain | -0.96% |
| InterPublic Group | -0.83% |
| Johnson Matthey | -0.83% |
| DBS Group | -0.77% |
| Schlumberger | -0.72% |

*Source: Bloomberg as at 31/03/20

Fund Breakdown

| Top 10 Holdings | |
|-----------------------------|------|
| Philip Morris International | 4.4% |
| IBM | 4.4% |
| Intel | 4.3% |
| Cisco | 4.2% |
| Roche | 4.2% |
| Johnson & Johnson | 3.7% |
| Svenska Handelsbanken | 3.7% |
| Rio Tinto | 3.5% |
| eBay | 3.4% |
| Imperial Brands | 3.4% |

| Sector breakdown | |
|-------------------|-------|
| Financials | 19.2% |
| Technology | 17.6% |
| Healthcare | 17.0% |
| Industrials | 13.1% |
| Basic Materials | 11.8% |
| Consumer Goods | 10.0% |
| Oil & Gas | 5.7% |
| Consumer Services | 5.3% |
| Utilities | 0.0% |
| Cash | 0.3% |

| | ISIN | SEDOL | Bloomberg | EMX | Initial Charge | Annual Charge | Ongoing ** Charge |
|--------------|--------------|---------|------------|----------|----------------|---------------|-------------------|
| B Acc Shares | GB00B5B35X02 | B5B35X0 | SARBACC LN | SARGGIFA | 0% | 0.75% | 0.99% |
| B Dis Shares | GB00B3XPLG55 | B3XPLG5 | SARGIGA LN | SARGGIFD | 0% | 0.75% | 0.99% |

** 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. 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 – 31st March 2020