

TB Saracen UK Alpha Fund

October 2020

SARACEN
share success

Signatory of:

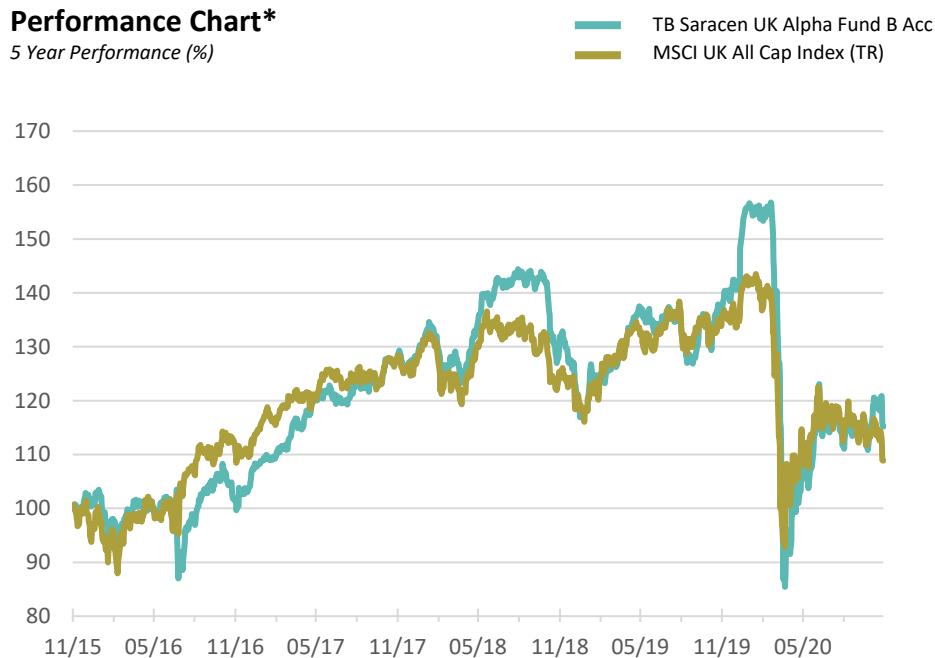


Fund Overview

- 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.
- The Fund has, since launch in March 1999, outperformed its benchmark in 17 out of 21 years and in 8 out of the last 10 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 (%)



*Source: Bloomberg, as at 30th October 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 charges to 30th October 2020

	1 month	3 months	1 year	3 years	5 years	Since launch*
TB Saracen UK Alpha B Acc	1.7%	2.6%	-15.2%	-9.6%	15.5%	562.9%
MSCI UK All Cap Index (TR)	-4.3%	-3.8%	-20.5%	-17.0%	5.8%	
Sector Average	-3.2%	-2.0%	-15.3%	-12.8%	8.7%	141.0%
Quartile Ranking	1	1	2	2	2	1

Source: Financial Express; *launch date 05 March 1999

Sector: IA Sector (UK All Companies)

Note – MSCI AllCap Index returns shown are at market close whilst fund and sector returns are at noon pricing points.

FOR PROFESSIONAL INVESTORS ONLY

Retail investors should consult their financial advisers

FUND DETAILS

(as at 30th October 2020)

Fund size: £10.3m
Launch date: 05/03/99

No. of holdings: 34
Active share: 93%
Source: Bloomberg

Denomination: GBP

Valuation point: 12 noon

Fund prices:

A Accumulation: 402.32p
B Accumulation: 662.90p

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

ACD:

T. Bailey Fund Services Limited

Scott McKenzie
Fund Manager

David Clark
Fund Manager



Scott McKenzie joined Saracen in August 2014 and has managed the fund since June 2017. **David Clark** joined the team in March 2019. Both David and Scott have over 25 years' experience managing UK equity funds.



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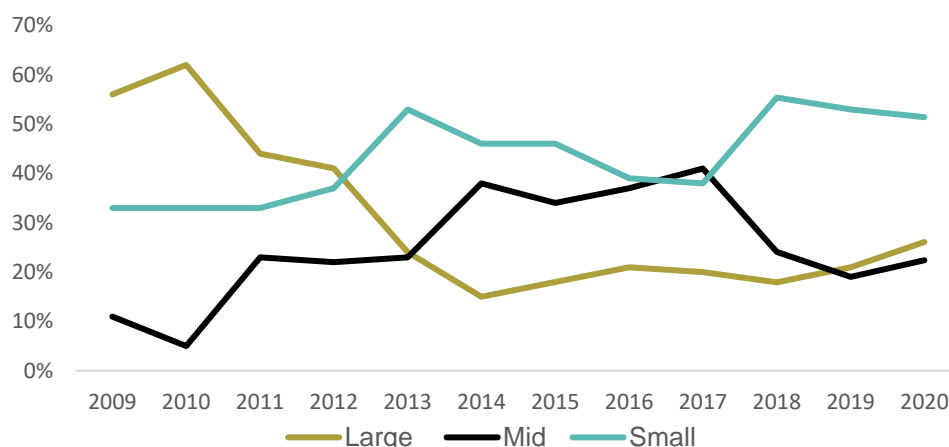
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Fund Breakdown by Market Capitalisation



Data as of 30th October 2020 Source: Saracen Fund Managers

Monthly Commentary

Market Background

Global markets had another difficult month in October as more severe lockdown restrictions were imposed across a number of countries, including the UK. The last week of the month was particularly weak and affected virtually all of the major markets. Despite this gloomy background we continued to detect a more solid tone to company statements in general, but the second wave of lockdowns could make this a somewhat fragile trend.

Performance

The Fund held up very well and managed a pleasing gain of 1.7% compared to the UK index return of -3.7% and the sector average of -3.8%. This was a strong result in difficult circumstances, with our large weighting towards mid and smallcap companies helping our returns. The FTSE100 bore the brunt of the market falls, declining by 4.8% whilst smallcap indices were broadly flat.

Several of our holdings delivered strong trading updates during the month, most notably Premier Miton, Tyman, Halfords and Synthomer, all of whom are now exceeding fairly modest market expectations. Kin & Carta and DFS both saw strong recoveries from depressed levels, with the latter guiding to a very strong year ahead. For once banks were a positive feature with Barclays rising in response to a solid set of quarterly results. Our main detractors tended to be more defensive shares such as Imperial Brands and Clinigen but, in both cases, there was limited new news to focus on. Likewise Prudential and Johnson Matthey both came back, again with no material new developments to report. Inspects was weaker, mainly due to a stock overhang. We have now increased our holding.

Portfolio Activity

It was a busier month with a new holding in TT Electronics purchased and positions increased in Mattioli Woods, Wood Group and Inspects. These investments were funded by reducing the holdings in Melrose, DiscoverIE, Rio Tinto and Chemring. The Fund is currently fully invested, reflecting the considerable opportunities we now see across the UK equity market.

October – Attribution *

Top Contributors	Positive
Halfords	+0.72%
Kin and Carta	+0.68%
Premier Miton	+0.66%
Synthomer	+0.57%
DFS Furniture	+0.53%
Top Detractors	Negative
Clinigen	-0.33%
Prudential	-0.31%
Imperial Brands	-0.29%
Johnson Matthey	-0.29%
Inspects	-0.28%

*Source: Bloomberg as at 30/10/20

Fund Breakdown

Top 10 Holdings	
Barclays	4.7%
Premier Foods	4.4%
Premier Miton	4.4%
Standard Life Aberdeen	4.3%
Synthomer	3.6%
Kin & Carta	3.6%
MJ Gleeson	3.6%
Johnson Matthey	3.3%
Imperial Brands	3.2%
National Express	3.2%

Sector breakdown	
Industrials	27.2%
Financials	26.1%
Consumer Goods	17.0%
Consumer Services	15.4%
Basic Materials	9.2%
Oil & Gas	3.1%
Healthcare	2.1%
Telecoms	0.0%
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%	1.19%

* 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.

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 October 2020