

TB Saracen UK Income Fund

February 2021

Signatory of:



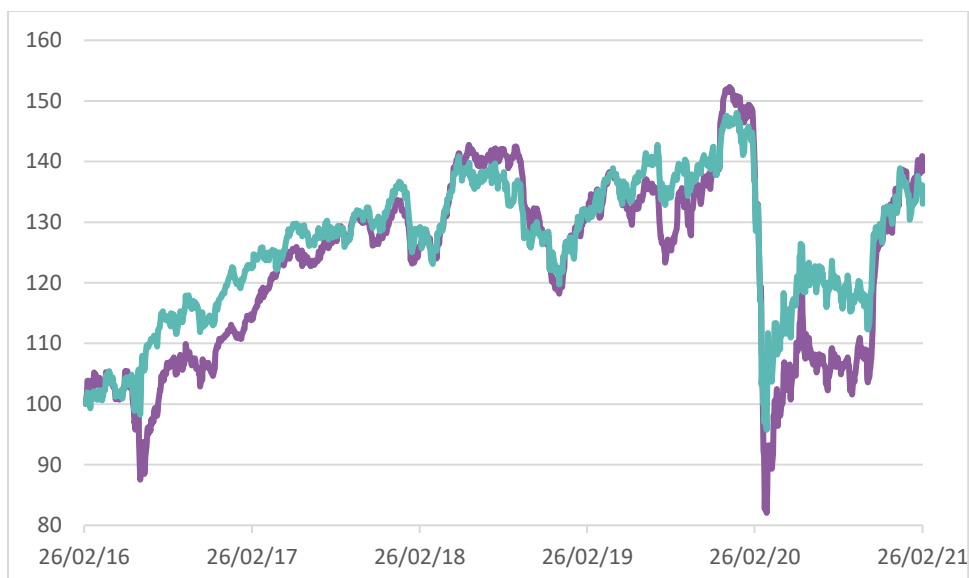
Fund Overview

- 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.
- 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*

5 Year Performance (%)

— MSCI UK AllCap Index (TR)
— TB Saracen UK Income Fund B Acc



*Source: Refinitiv Eikon, as at 26th February 2021

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 26th February 2021

	1 month	3 months	1 year	3 years	5 years	Since launch*
TB Saracen UK Income B Acc	3.8%	9.3%	6.6%	10.2%	38.5%	28.7%
MSCI UK All Cap Index (TR)	2.2%	5.4%	2.3%	1.3%	30.2%	21.7%
Sector Average	2.7%	5.7%	3.5%	1.7%	22.5%	18.7%
Quartile Ranking	1	1	1	1	1	1

Source: Financial Express; * launch date 01 April 2015

Sector: IA Sector (UK Equity Income)

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 26th February 2021)

Fund size: £3.1m
Launch date: 01/04/15

No. of holdings: 32
Active share: 85%

Source: Refinitiv Eikon

Denomination: GBP

Valuation point: 12.00 noon

XD date: 2 Jan
1 July

Pay date: 28/29 Feb
31 Aug

Fund prices:
B Accumulation: 128.70p
B Distribution: 98.33p

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 launch. **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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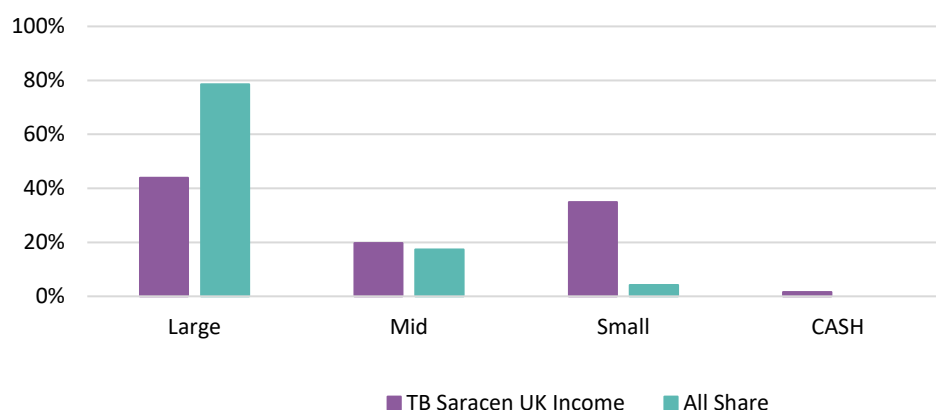
February 2021

SARACEN
share success

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Fund Breakdown by Market Capitalisation



Data as of 26th February 2021, Source: Saracen Fund Managers

Monthly Commentary

Market Background

Overall markets made further progress in February with the broader UK index rising by over 2%, as investors focussed on potential reflation of the global economy post the worst of the COVID pandemic and the 'opening-up' trade that looks likely given high savings ratios and evidence of pent up demand. We also saw a major sell-off in government bonds as inflation concerns escalated. However, after a strong start markets came off the boil towards the end of the month as NASDAQ and other high momentum assets saw some profit taking. All of the main UK equity indices were in positive territory with small and midcap leading the way and the market benefitting from its lower exposure to higher growth sectors, especially tech. We continue to believe that the UK market offers great value in a global context and we have started 2021 with cautious optimism.

Performance

The Fund continued its strong recent recovery in February, rising by 3.8%, ahead of the UK index and the sector average, which rose by 2.2% and 2.7% respectively. Our focus on financials, consumer and industrial sectors remains as well as a broad bias towards smaller companies in general. All of these factors combined to make it a positive month for the Fund

Our overweight position in banks helped with Lloyds (+18%) and Close Brothers (+10%) recovering well and NewRiver REIT (+18%) also rallying from a low valuation as investors looked towards re-opening beneficiaries. In a similar vein National Express continued its recovery, rising by 20%. In general our more cyclical bias helped with holdings such as WPP rising from low valuation levels. The Fund also benefitted from having only modest exposure to staples and healthcare, both of which underperformed materially as investors looked beyond COVID and away from bond-proxy sectors. Our two worst contributors were Glaxo and Imperial Brands, with both stocks also going XD of their dividends during the month.

Portfolio Activity

We sold the holding in Johnson Matthey after a strong recovery in recent months. No purchases were made and cash stood at 1.5% at the month end.

	ISIN	SEDOL	Bloomberg	EMX	Initial Charge	Annual Charge	Ongoing**
B Acc Shares	GB00BW9H1K24	BW9H1K2	BBG008D4LJ68	SARUKIFACC33	0%	0.50%	1.36%
B Dis Shares	GB00BW9H1L31	BW9H1L3	BBG008D4LJF8	SARUKIFDIS33	0%	0.50%	1.36%

** Source: T Bailey Fund Services Ltd

February – Attribution *

Top Contributors	Positive
Lloyds Banking	+0.54%
National Express	+0.44%
WPP	+0.43%
BHP Group	+0.43%
NewRiver REIT	+0.41%
Top Detractors	Negative
Glaxo Smithkline	-0.31%
Imperial Brands	-0.28%
Paypoint	-0.16%
STV	-0.13%
Alpha FMC	-0.12%

*Source: Refinitiv Eikon as at 26/2/21

Fund Breakdown

Top 10 Holdings	
WPP	4.4%
Vistry Group	4.3%
Imperial Brands	4.3%
Aviva	4.2%
Phoenix Group	4.2%
Standard Life Aberdeen	4.0%
BHP Group	4.0%
DS Smith	3.7%
FRP Advisory	3.7%
Close Brothers	3.6%

Sector breakdown	
Financials	28.9%
Industrials	14.9%
Consumer Discretionary	11.9%
Basic Materials	11.1%
Communication Services	9.7%
Consumer Staples	7.8%
Energy	6.2%
Real Estate	5.2%
Healthcare	2.7%
Technology	0.0%
Utilities	0.0%

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 – 4th March 2021