

# TB Saracen UK Income Fund

June 2021

**SARACEN**  
share success

Signatory of:



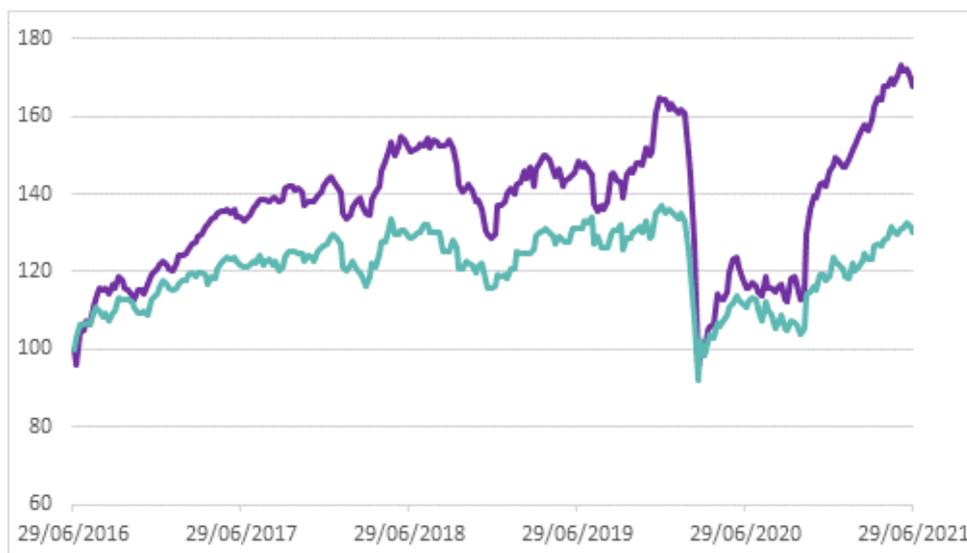
## Fund Overview

- 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 30<sup>th</sup> June 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 30<sup>th</sup> June 2021

	1 month	3 months	1 year	3 years	5 years	Since launch*
<b>TB Saracen UK Income B Acc</b>	-2.4%	5.4%	42.9%	9.6%	65.6%	43.8%
<b>MSCI UK All Cap Index (TR)</b>	-0.01%	5.6%	21.0%	3.8%	33.4%	33.6%
<b>Sector Average</b>	-0.6%	5.0%	25.4%	5.7%	33.7%	30.6%
<b>Quartile Ranking</b>	4	2	1	2	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 30<sup>th</sup> June 2021)

**Fund size:** £2.8m  
**Launch date:** 01/04/15

**No. of holdings:** 32  
**Active share:** 98%

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:** 144.51p  
**B Distribution:** 108.91p

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

**ACD:**  
**T. Bailey Fund Services Limited**



**David Clark**  
Fund Manager

**David Clark** joined the team in March 2019. David has over 30 years' experience managing UK equity funds.

# TB Saracen UK Income Fund

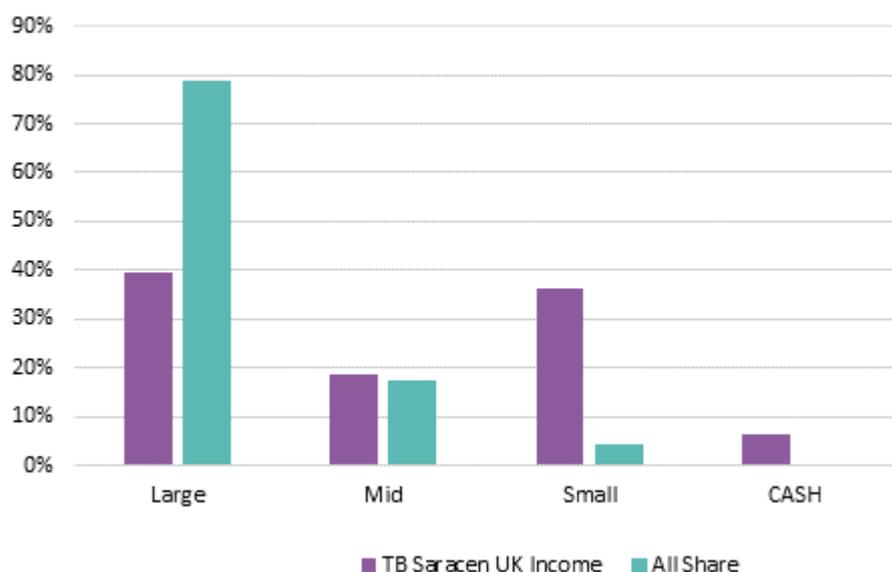
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## Fund Breakdown by Market Capitalisation



Data as of 30<sup>th</sup> June 2021, Source: Saracen Fund Managers

## Monthly Commentary

### Market Background

Performance in the UK market was a bit polarised during June. The FTSE100 index fell by only 0.6% but the Mid 250 and UK Small Cap Indices both fell by 2.2%. The AIM market too returned a small negative during the month. Market commentators were focussing on inflation and the possibility of interest rate rises, as well as the fact that policymakers are likely to scale back both fiscal and monetary support which may lead to a slower recovery and potentially weaker earnings growth. There is little doubt that many are asking what the prospects for markets are after such impressive returns over the last 15 months. Markets act as a discounting mechanism and as such are forward looking all the time. It may be that they have less to look forward to from here. It is interesting that European stocks have begun to outstrip the US in recent weeks and more cyclical markets such as the UK still look comparatively attractive.

### Performance

The UK Income fund posted a disappointing June as its largest holding, Vistry, underperformed. As the fund is underweight FTSE 100 stocks and significantly overweight small caps the month was a tricky one. On the positive side we have enjoyed continued strong performance from Halfords and Gateley and even Palace Capital had a decent month as some property stocks began to show signs of life. Royal Dutch Shell posted a reasonable performance as the oil price continued to edge higher.

### Portfolio Activity

A relatively quiet month for the Income fund in terms of portfolio activity. We topped up on our holding in Headlam Group as trading continues to improve.

## June – Attribution \*

Top Contributors	Positive
Halfords	+0.28%
Gateley	+0.19%
Royal Dutch Shell	+0.19%
Palace Capital	+0.18%
FRP Advisory	+0.16%
Top Detractors	Negative
Vistry	-0.65%
Phoenix	-0.30%
Wood Group	-0.25%
Close Brothers	-0.25%
Tyman	-0.24%

\*Source: Refinitiv Eikon as at 30.6.21

## Fund Breakdown

Top 10 Holdings	Weight (%)
Vistry Group	5.2%
WPP	4.3%
Imperial Brands	4.2%
Aviva	4.0%
FRP Advisory	4.0%
Phoenix Group	3.8%
Smith DS	3.4%
Tyman	3.4%
Lloyds Bank	3.3%
Intermediate Capital	3.2%

Sector breakdown	Weight (%)
Financials	27.4%
Industrials	13.5%
Consumer Discretionary	13.1%
Communication Services	9.4%
Materials	8.9%
Consumer Staples	7.4%
Energy	4.6%
Real Estate	4.4%
Healthcare	2.8%
Information Technology	2.7%
Utilities	0.0%

	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

**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@tbaileyfs.co.uk](mailto:clientservices@tbaileyfs.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 include:**



**Important information:**

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**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](http://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 – 5<sup>th</sup> July 2021**