

IFSL Brunsdon Cautious Growth Fund

Fact Sheet 30 June 2018

Fund objective and policy

The aim of the Fund is to increase the value of your investment over the medium to long-term. The fund is actively managed and is known as a “fund of funds” which means that it invests mainly in other investment funds. The Fund uses rigorous performance analysis and risk management techniques when selecting its investments on an ongoing basis. The constituent funds, in turn, invest in a mixture of shares, tradable debt (bonds) and debt issued by UK and overseas governments (UK and overseas gilts).

The Cautious mandate aims to achieve a lower to medium risk profile with a 5% volatility target. Volatility is the measurement of the movement in the price of the fund’s shares over a period of time. Very broadly, a fund with a higher level of volatility is considered a higher risk investment than one with a lower level of volatility. With the Cautious mandate, the 5% target is the acceptable amount of volatility (and hence the investment risk) with which the investment manager can work to achieve the set investment goals. In other words, the aim is to produce a fund with the highest return for the given level of risk.

Income is not distributed but is rolled up (accumulated) into the value of your investment. You can sell all or part of your investment whenever you like, subject to the minimum holding requirements.

Fund Manager's Commentary



Jonathan Webster-Smith

Jonathan has been Fund Manager and Team Director for the IFSL Brunsdon Funds since 2 January 2015. Having joined Brooks Macdonald in 2001, he currently manages both the Brooks Macdonald Asset Management Managed Portfolio Service and Brooks Macdonald Funds Multi-Asset Fund range. He is an affiliate member of the Chartered Institute for Securities & Investment (CISI) and has a BSc / BA in Economics and French from Southampton University.

It was a positive quarter for the Cautious fund which gained 1.90% and outperformed its benchmark IA 0-35% sector which rose by 1.68%.

In the first half of the year we have seen a divergence in growth appear between the US and the rest of the world. Recent economic data suggests that this should continue for the time being with Asia and the Eurozone looking like they are driving the slowdown in momentum. China remains key and the recent slowdown in some metrics such as retail sales suggest that momentum is unlikely to reverse in the shorter term. China is a larger trading partner than the US for 70% of countries around the world and this weakness is already feeding through to these other nations.

Within the fund itself the overweight to equities rather than bonds was positive as fixed income assets, especially in the UK, declined. Global equity funds were also strong as global investor demand for US Dollar assets continued to rise.

Fund information

Investment manager	Brooks Macdonald Funds Ltd.
Fund manager	Jonathan Webster-Smith
Authorised Corporate Director	Investment Fund Services Ltd.
Depository	NatWest
Auditor	Ernst & Young LLP
Custodian	BNP Paribas Securities Services
Registrar / Administrator	Investment Fund Services Ltd.
Structure	Sub fund of IFSL Brunsdon OEIC
Accounting dates	Annual: 28 Feb. Interim: 31 Aug

Fund size	£55.3m	
Sector comparison	IA Mixed Investments 0%- 35% Shares sector	
Minimum investment	£1,000	
Initial charge	0%	
	Retail Share Class	Share Class 'C'
Launch date	3 Oct 2011	2 Jan 2015
AMC	1.05%	0.65%
Ongoing charge	1.73%	1.48%
SEDOL code	B45SPL2	BTLX2C6

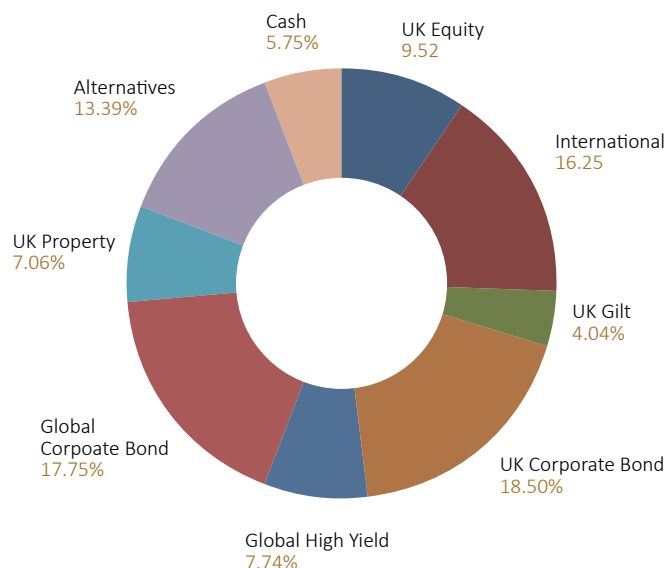
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Portfolio holdings

Fund	%	Asset
Vanguard FT-SE All Share Index	3.73%	UK Equity
Liontrust Special Situations	2.91%	UK Equity
JO Hambro UK Equity Income	2.88%	UK Equity
Artemis Global	3.32%	International
Fidelity Index World Fund	4.82%	International
Newton Global Income	3.00%	International
Fundsmith Equity	2.61%	International
Guinness Global Equity Income	2.50%	International
UK Treasury 0.75% 22/07/2023	2.01%	UK Gilt
UK Treasury 1.25% 22/07/2027	2.03%	UK Gilt
M&G Optimal Income	3.96%	UK Corporate Bond
Fidelity Moneybuilder Income	4.17%	UK Corporate Bond
Pimco UK Income Bond	4.45%	UK Corporate Bond
Royal London Sterling Credit	5.92%	UK Corporate Bond
Legg Mason Global Macro Opportunities	4.75%	Global High Yield
AXA Short Duration High Yield bond	3.00%	Global High Yield
Jupiter Dynamic Bond	5.52%	Global Corporate Bond
Lombard Odier Global Corporate Bond	6.46%	Global Corporate Bond
JP Morgan Strategic Bond	5.76%	Global Corporate Bond
F&C Commercial Property Trust	2.71%	UK Property
F&C Real Estate Securities	4.34%	UK Property
Neuberger Berman Uncorrelated Strat. Fund	4.34%	Alternatives
Investec Diversified Income	4.62%	Alternatives
Old Mutual Global Equity Absolute Return	4.43%	Alternatives
Cash	5.75%	Cash

Asset allocation



Discrete performance (Share Class 'C')

	01/07/17-30/06/18	01/07/16-30/06/17	01/07/15-30/06/16	01/07/14-30/06/15	01/07/13-30/06/14
IFSL Brunson Cautious Growth	2.68%	11.49%	3.36%	3.37%	4.07%
Sector Comparison † IA Mixed Investments 0%- 35% Shares	1.34%	7.50%	3.34%	3.40%	4.78%

Cumulative performance

	'C' Class since launch 02/01/15 - 30/06/18*	Retail since launch 03/10/11 - 30/06/18
IFSL Brunson Cautious Growth	12.80%	28.37%
Sector Comparison † IA Mixed Investments 0%- 35% Shares	13.48%	32.67%

* Represents the period since Brooks Macdonald assumed management of the IFSL Brunson Funds

† Source: FE Trustnet

Important information

Please note that past performance is not a reliable indicator of future performance. The value of your investment and any income from it can go down as well as up. You may not get back the amount originally invested. Please also note that tax treatment depends on individual circumstances and may be subject to change in the future. Changes in rates of exchange may have an adverse effect on the value of an investment. Changes in interest rates may impact the value of fixed interest investments within the fund. The value of your investment may be impacted if the issuers of underlying fixed interest holdings default, or market perception of their credit risk changes. The information in this Fact Sheet does not constitute advice or recommendation and does not form part of any contract for the sale or purchase of any investment. Potential investors should read the Key Investor Information Document before investing. The Prospectus is available on request.

Investment Fund Services Ltd. (IFSL)

Investment Fund Services Limited (IFSL) acts as Authorised Corporate Director (ACD) and provides fund hosting services to the Brunson Investment Funds. IFSL is authorised and regulated by the FCA. IFSL was acquired by UFC Fund Management PLC (UFC) in December 2012. UFC's subsidiary Marlborough Fund Managers Ltd. has been active as ACD for its own fund range and for a number of third-party funds for over 25 years, and its administration services have earned a reputation for excellence.

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