

SVS Church House Balanced Equity Income Fund

The Authorised Fund Manager of the Fund is: Smith & Williamson Fund Administration Limited

Fund Manager



Carol Hooper

Objective and Policy

The Balanced Equity Income Fund is principally invested in UK equities, but a proportion (typically around 15%) is invested in Index-Linked, other fixed interest securities and infrastructure investment companies. Equities listed overseas may be included to a limited extent. The objective of the Fund is to provide investors with medium to long-term capital and income growth at a level of volatility that is lower than the equity market generally.

Key Information

A Share Class Min. investment £5,000
Management fee 1.50%
OCF 1.55%
Inc shares SEDOL: 3133602
Inc shares ISIN: GB0031336026
Acc shares SEDOL: B11DQ39
Acc shares ISIN: GB00B11DQ393

B Share Class For investment advisers and intermediaries only
Management fee 0.88%
OCF 0.93%
Inc shares SEDOL: BBNRB8
Inc shares ISIN: GB00BNRB88
Acc shares SEDOL: BBNRC9
Acc shares ISIN: GB00BNBNC95

Bid Price of Income Units 194.3p (B)

Trust Type Authorised unit trust / UCITS

Launch Date February 2002

Dividend Payment May & Nov

Yield 2.99% (A Inc)

Fund Value £52.9m

All prices and data in the Fact Sheet are as at 31 August 2018.

All fund performance data is based on the A Inc shares and shown after the deduction of fees and charges. Yield data refers to the past 12 months and is based on a bid-basis.

Ongoing Charges Figure (OCF) based on accounts as at 31/03/2018.

Monthly Commentary

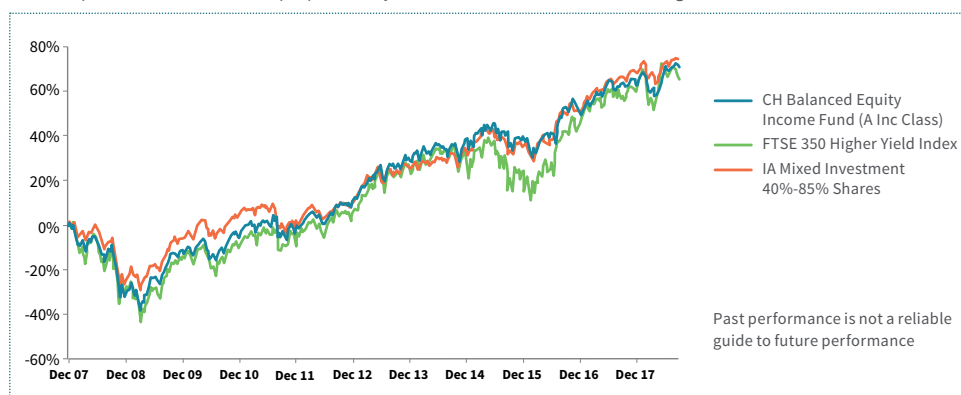
August was a month of non-stop political volatility that continued to undermine Far East and Emerging markets, along with the emerging market currencies, while the US dollar reigned supreme. Sterling had a roller-coaster of a month as Brexit rumour and counter-rumour came and went. European stocks were volatile and weaker overall while in America the S&P 500 cruised onwards. UK stocks attempted to follow Wall Street but succumbed towards the end of the month and definitely felt weaker, the FTSE Higher-yield index fell 5%.

Following the Bank of England's move on Base rates at the beginning of the month, UK ten-year yields edged-up around 10bps, taking the leading gilt indices down around 0.5%. US and UK rates look set to increase further while Europe is so far behind in the slow lane that it is hard to discern any movement. All, of course, subject to the next round of protectionism, a policy that, if pursued a lot longer, is likely to prove to be disastrous for its instigator.

The Balanced Equity Income Fund held well against the weaker market, closing down 0.6%. Poor performance over the month came from the oil majors, **BP** and **Royal Dutch Shell**, along with the miners, **BHP Billiton** and **Rio Tinto**. The banks continued to be dull and **Vodafone** had a notably poor month, possibly they have found a level from which to rally now. Positive performance came from **Micro Focus International**, which also appears to have found a level, and from the life companies, **Prudential** and **Phoenix**. **Bunzl** performed well after good figures while, in healthcare, **Smith & Nephew** had a good month as did **Craneware**. New to the portfolio is a holding in **Sensyne Health**, which we acquired at IPO, which we financed by sale of the holding in **Accesso Technology**, which had been a highly satisfactory investment for the Fund.

Performance (A Shares) v. UK Indices

This comparison is for illustrative purposes only and the fund is not benchmarked against these indices.



Source: FE Analytics. Total Return Bid-Bid line chart (from 01 December 2007 to 31 August 2018) from UK IA universe.

Performance Summary (%)

	3m	1 yr	3 yrs	5 yrs
SVS Church House Balanced Equity Income A Inc TR	0.86	4.68	26.94	36.34
Index : FTSE 350 Higher Yield TR	-2.75	4.16	35.88	36.28
Sector : IA Mixed Investment 40% 85% Shares TR	1.60	4.81	30.51	42.89

Source: FE Analytics. Total Return Bid-Bid month end (31 August 2018) performance table from UK Investment Association universe.

Calendar Year Total Returns (%)

	YTD	2017	2016	2015	2014	2013
SVS Church House Balanced Equity Income A Inc TR	2.95	8.25	10.25	2.00	3.90	18.02

Source: FE Analytics. Total Return Bid-Bid discrete calendar performance table, of SVS Church House Balanced Equity Income Fund (A Inc) from UK Investment Association universe.

Top Ten Holdings (%)
28.6% of Portfolio

Total number of holdings: **69**
 Portfolio Beta: **0.78**

Royal Dutch Shell PLC - B SHS	4.4%	BP PLC	2.7%
GlaxoSmithkline PLC	3.7%	Diageo PLC	2.4%
HSBC Holdings PLC	3.5%	AstraZeneca PLC	2.2%
Relx NV	2.7%	Craneware PLC	2.2%
Unilever PLC	2.7%	BHP Billiton PLC	2.0%

Disposition



Index-Linked / Other	5.0%
Infrastructure	4.2%
Commercial Property	8.7%
FTSE 100 (Int'l)*	38.0%
FTSE 100 (UK)	18.7%
FTSE 250	11.2%
Smaller Cos	6.9%
Corporate Bonds	4.5%
Cash	3.0%

Source: Church House
 *our definition: companies with more than 75% of sales overseas

Sector Allocations



Oil Production	8.5%
Mining	6.2%
Industrials	10.5%
Staples	14.3%
Pharmaceuticals	10.6%
Discretionary	9.0%
Utilities	5.6%
Technology	6.6%
Financials	15.2%
Property	10.4%
Investment Companies	3.3%

LEARN MORE ABOUT THIS FUND

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CALL: 0207 534 9879 for our Sales Director, Sam Liddle
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INVESTMENT RISK

Please note that the value of an investment in this fund and the income from it may go down as well as up and you may not get back your original investment. You should also be aware that past performance may not be a reliable guide to future performance.

IMPORTANT INFORMATION

This is a financial promotion for Professional Clients and/or distributors only. This is not intended as investment advice. You should read the Prospectus and the Key Investor Information Document (KIID) for each fund in which you want to invest. The Prospectus and KIID can be found at www.ch-investments.co.uk. All information prepared within has been prepared by Church House Investments Limited, York House, Sherborne, DT9 4JW. Authorised and regulated by the Financial Conduct Authority. This document should not be published in hard copy, electronic form, via the web or in any other medium accessible to the public unless authorised by Church House Investments to do so. No warranty is given as to the accuracy or completeness of this information and no liability is accepted for errors or omissions in such information. This document may not be used for the purpose of an offer or solicitation in any jurisdiction or in any circumstances in which such an offer or solicitation is unlawful or unauthorised. To help us continually improve our service, and in the interest of security, we may monitor and/or record your telephone calls with us.