

SVS Church House Esk Global Equity Fund

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

Fund Manager



James Mahon

Objective and Policy

This is an international equity fund with a medium to long-term capital growth objective; the income yield is low. The Fund invests principally in direct equity holdings but may also invest in international investment companies to gain further market access and diversification. Occasionally, fixed interest or convertible securities may be included.

Key Information

A Share Class Min. investment £50,000
Management fee 1.24%
OCF 1.32%
Inc shares SEDOL: 0506832
Inc shares ISIN: GB0005068324
Acc shares SEDOL: BNF4L3
Acc shares ISIN: GB00BNFX4L36

B Share Class For investment advisers and intermediaries only
Management fee 0.87%
OCF 0.95%
Inc shares SEDOL: BNBNG3
Inc shares ISIN: GB00BNBNG34
Acc shares SEDOL: BBNRH4
Acc shares ISIN: GB00BNBNRH41

Bid Price of Income Units 272.4p (B)

Sector Global

Trust Type Authorised unit trust / UCITS

Launch Date November 1996

Dividend Payment May & Nov

Yield 0.53% (A Inc)

Fund Value £37.5m

All prices and data in the Fact Sheet are as at 29 June 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 30/09/2017.

Monthly Commentary

After a busy period in May, there were only two transactions in the Fund's portfolio in June. **General Motors** share price had spiked at the beginning of the month following **Softbank's** agreement to invest \$2.25bn in GM's 'driverless' subsidiary, their stock had risen almost 20% by mid-month. A subsequent pull-back as worries mounted over car/trade wars gave us the opportunity to add to the position. June was a poor month for most of the financial sectors, late in the month we added to **Prudential** where we await news as to the timing of the spin-off of M&G Prudential that was announced in March. The Fund was slightly ahead over the month and for the six month period.

June looked increasingly problematic for stock markets. The US is tightening monetary policy, the ECB and BoE are talking about it, the USD moved up again, taking a toll on emerging markets, and President Trump's 'easy to win' trade war appears to be escalating.

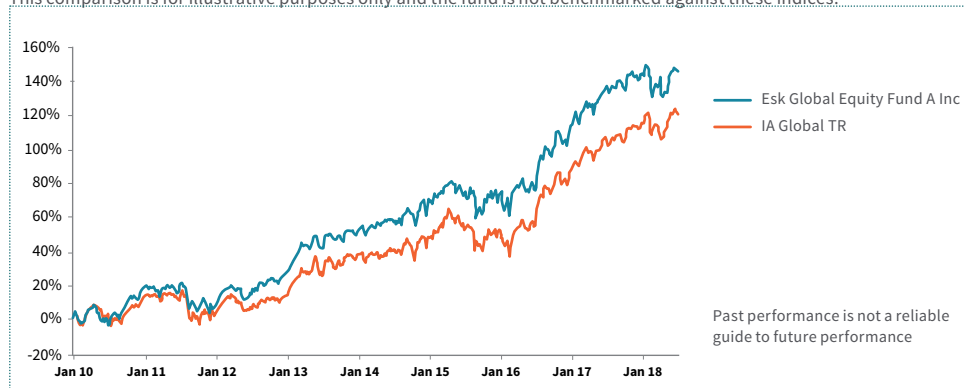
The rally in US and UK equity markets from the March lows ran out of steam while European and emerging markets suffered. US stocks managed a small positive, led, as before, by NASDAQ; overall the S&P 500 has risen 1.7% over H1. Bloomberg's World Market Capitalisation Index has now fallen 10% from the peak in January. In London, FTSE 100 was down by 0.5% and marginally more for H1.

European markets fell, notably Germany, which was led down by **BMW, VW** and **Daimler** as trade war rhetoric increased, though, of course, Germany also has domestic political problems. Symptomatic of emerging markets, Chinese stocks had a poor month, down a further 8%.

Sterling fell against leading currencies again but it was rather less dramatic, perhaps it is 'finding a level' around here and can rally with some actual tightening of monetary policy. The US dollar rose for the third month, most notably against emerging market currencies. Repatriation of overseas profits by corporate America (\$305bn in Q1) following the tax reforms, combined with a larger Treasury bond issuance programme (to pay for those tax cuts...), appear to be hoovering-up liquidity in the Eurodollar market. Oil prices rose again despite an OPEC agreement to increase supply, whether the increase is sufficient given Venezuelan problems and approach of the US 'driving season' is debatable.

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 2009 to 29 June 2018) from UK IA universe.

Performance Summary (%)

	3m	1 yr	3yrs	5yrs
SVS Church House Esk Global Equity A Inc TR	6.78	5.68	44.68	74.04
Sector : IA Global TR	7.86	9.12	44.00	70.09

Source: FE Analytics. Total Return Bid-Bid month end (29 June 2018) performance table from UK Investment Association universe.

Calendar Year Total Returns (%)

	YTD	2017	2016	2015	2014	2013
SVS Church House Esk Global Equity A Inc TR	0.81	13.92	23.12	3.01	12.20	18.49

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

Top Ten Holdings (%)
23.5% of Portfolio

Total number of holdings: **58**

Microsoft Corp	2.9%	Roche Holding AG-Genusschein	2.2%
Stryker Corp	2.8%	Mondelez International Inc-A	2.2%
L'Oreal	2.5%	Muenchener Ruechver AG-REG	2.1%
Illumina Inc	2.3%	Heineken NV	2.1%
Rio Tinto Plc	2.2%	Christian Dior SE	2.1%

Disposition



London	9.6%
New York	42.4%
N. Europe*	25.7%
Nordic**	5.8%
Zurich	4.9%
Far East***	7.2%
Cash	4.4%

Source: Church House

* Amsterdam, Paris, Frankfurt

** Copenhagen, Stockholm, Oslo

*** Singapore, Tokyo

Sector Allocations



Oil Production	4.5%
Mining	6.7%
Industrials	5.1%
Consumer Staples	15.1%
Pharmaceuticals	15.0%
Discretionary	10.3%
Utilities	0.0%
Technology	16.9%
Financials	18.8%
Property	0.0%
Investment Companies	3.2%
Cash	4.4%

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.