

SVS Church House UK Managed Growth Fund

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

Fund Manager



James Mahon



Rory Campbell-Lamerton

Objective and Policy

The Fund invests principally in a portfolio of UK equities, focussed on FTSE 350 companies. Recognising the international nature of many companies listed in London, the Fund also invests in companies listed overseas (typically this represents 25%/30% of the portfolio). The objective is medium to long-term capital growth; income yield will be relatively low.

Key Information

A Share Class	Min. investment £5,000 Management fee 1.48% OCF 1.53% Inc shares SEDOL: 0919924 Inc shares ISIN: GB0009199240 Acc shares SEDOL: B11DPN2 Acc shares ISIN: GB00B11DPN28
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B Share Class	For investment advisers and intermediaries only Management fee 0.86% OCF 0.91% Inc shares SEDOL: BBNR85 Inc shares ISIN: GB00BNBNR855 Acc shares SEDOL: BBNR96 Acc shares ISIN: GB00BNBNR962
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Bid price of Income Units 178.1p (B)

Sector Flexible

Trust Type Authorised unit trust / UCITS

Launch Date July 2000

Dividend Payments May & Nov

Yield 0.97% (A Inc)

Fund Value £67.2m

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 31/03/2018.

Monthly Commentary

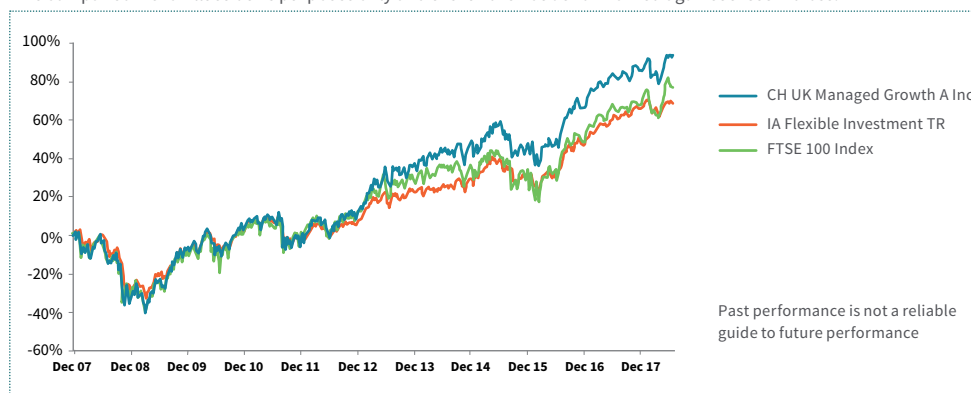
The UK Managed Growth portfolio had a mildly positive month, closing a positive half year, something that we were not expecting to write at the end of March. There were fewer transactions this month, we continued to build-up the new holding in **Melrose Industries** as their stock weakened in response to car/trade war concerns. We added modestly to the holding in **Blanco Technology Group**, they appointed a new chief executive, Matt Jones, to replace the interim CEO, Simon Herrick, who had been repairing the damage from 2017's profit warnings. In the opposite direction, we took some profit from the holding in **BB Healthcare**, **Amazon's** purchase of **PillPack**, announced late in the month, signals some clear intent.

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 equity rally from the March lows duly ran out of steam June, FTSE 100 closed down 0.5% and marginally more for H1. Mid-cap stocks, as represented by FTSE 250, held onto a small gain for H1. US stocks followed a similar pattern, they held on to a small positive, led, as before, by NASDAQ; overall the S&P 500 has risen 1.7% over H1. European markets fell, led by Germany, which, in turn, was led down by **BMW, VW** and **Daimler** as trade war rhetoric increased, though, of course, Germany also has domestic political problems. Symptomatic of weak performance in emerging markets, Chinese stocks had a bad month, down a further 8%. Bloomberg's World Market Capitalisation Index has now fallen 10% from the peak in January.

The Bank of England's MPC voted 6-3 to maintain rates at 0.5% but hinted at increases to come; the August MPC meeting is likely to lift rates (of course, only at a "gradual pace and to a limited extent"), let's hope they don't flunk it again. The Bank also stated that they will maintain their stock of gilts at £435bn until base rates get back to 1.5%, at the current pace that could be a long time coming. The US Federal Reserve stands out as an oasis of sense, the FOMC lifted rates again and issued a bullish statement indicating further increases to come. The Fed's balance sheet is now contracting by \$40bn per month – quantitative tightening under way. Quantitative easing is set to fade in Europe in the fourth quarter, not before time as inflation appears to be accelerating in the eurozone.

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 29 June 2018) from UK IA universe.

Performance Summary (%)

	3m	1 yr	3yrs	5yrs
SVS Church House UK Managed Growth A Inc TR	8.52	7.31	29.54	52.91
Index : FTSE 100 TR	9.58	8.73	31.96	48.55
Sector : IA Flexible Investment TR	4.38	5.03	25.44	44.92

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 UK Managed Growth A Inc TR	2.37	9.09	17.63	1.69	5.21	21.92

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

Top Ten Holdings (%)
29.1% of Portfolio

Total number of holdings: **47**
Portfolio Beta: **0.92**

Halma PLC	3.5%	HSBC Holdings PLC	2.9%
Microsoft Corp	3.4%	Smith & Nephew PLC	2.7%
Royal Dutch Shell PLC - B SHS	3.0%	Relx NV	2.7%
BHP Billiton PLC	2.9%	Diageo PLC	2.6%
Rio Tinto PLC	2.9%	Unilever PLC	2.5%

Disposition



FTSE 100 (Int'l)*	31.1%
FTSE 100 (UK)	16.6%
FTSE 250	11.4%
Smaller Cos	13.7%
Listed Overseas	23.0%
Cash	4.2%

Source: Church House

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

Sector Allocations



Oil Production	7.4%
Mining	8.0%
Industrials	13.2%
Staples	12.1%
Pharmaceuticals	13.9%
Discretionary	5.7%
Utilities	0.0%
Technology	8.0%
Financials	18.7%
Property	4.1%
Investment Companies	4.8%
Cash	4.2%

LEARN MORE ABOUT THIS FUND

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CALL: 0207 534 9879 for our Sales Director, Sam Liddle
EMAIL: s.liddle@church-house.co.uk

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.