

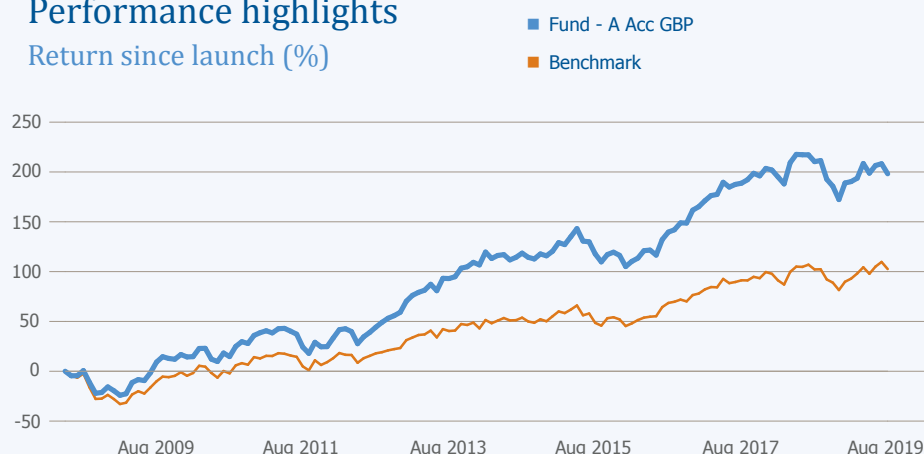
JOHCM UK Dynamic Fund

Fund overview

- Objective: to generate long-term capital growth through active management of a portfolio of UK equities
- Senior Fund Manager Alex Savvides believes misunderstanding of corporate change by the stock market regularly presents opportunities for the patient, disciplined and unemotional investor
- His process aims to profit from understanding change and investing where there is the highest probability of success but with the highest cash-based valuation support

Performance highlights

Return since launch (%)



Return history

	1m	3m	1yr	3yr	5yr	10yr	SL	Annualised*
A Acc GBP	-3.27	-0.20	-3.92	24.44	36.44	173.09	198.19	10.24
Benchmark	-3.40	2.41	0.18	20.19	31.71	125.29	102.56	6.50
Quartile**	2	3	3	1	1	1	1	-

Discrete 12 month performance to

	31.08.2019	31.08.2018	31.08.2017	31.08.2016	31.08.2015
A Acc GBP	-3.92	7.51	20.48	10.06	-0.38

Past performance is no guarantee of future performance.

The value of an investment and the income from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested. The Fund's investment include shares in small-cap companies and these tend to be traded less frequently and in lower volumes than larger companies making them potentially less liquid and more volatile. The annual management charge is deducted from the capital of the Fund. This will increase the income from the Fund but may constrain or erode potential for capital growth. We recommend that you read the Prospectus and Key Investor Information Document available from the address overleaf or from our website.

Source: JOHCM/FTSE International/Bloomberg, NAV of Share Class A in GBP, net income reinvested, net of fees. The A Acc GBP class was launched on 23 October 2009. During the period 16 June 2008 to 23 October 2009 the performance record is based on the pre-existing share class that had a higher management fee. Benchmark: FTSE All-Share TR (12pm adjusted). Performance data for the period 16 June 2008 to 22 October 2009 is for Ryder Court UK Dynamic Fund. From 23 October 2009 onwards, the Fund converted to the JOHCM UK Dynamic Fund. Performance of other share classes may vary and is available on request.

*Annualised since launch. **Sector quartile ranking: IA UK All Companies.

Source and copyright of Citywire. Alex Savvides is rated by Citywire for his three year risk-adjusted performance for the period 31/07/2016 to 31/07/2019. Citywire awards apply to the Manager, rather than the Fund.

A Acc GBP

ISIN: GB00B4T7HR59

Fund details

Fund size	GBP 1.47bn
Strategy size	GBP 1.99bn
Launch date	16 June 2008
Benchmark	FTSE All-Share TR (12pm adjusted)
No. of holdings	45
Domicile	UK
Fund structure	UCITS
Denominations	GBP
Valuation point	12pm Dublin time
Historic Yield (%)	4.04
XD date	31-Dec
Pay date	28-Feb

Total strategy assets updated quarterly and shown as at 30 June 2019.

Fund managers



Alex Savvides

Senior Fund Manager

Alex has managed the Fund since launch. He joined JOHCM in 2003 and has 23 years of industry experience.



Tom Matthews

Analyst

Tom has worked on the Fund since he joined JOHCM in 2013 and has 14 years of industry experience.

Contact details

OEIC Dealing & Investing

0845 450 1970 / 1972

+44 (0) 20 7747 5646
(international calls)

Fax

+353 1613 1132

Email info@johcm.co.uk



Portfolio analysis (%)

Data as at 31 August 2019

Top 10 holdings

	Absolute	Relative
BP	5.2	0.8
GSK	5.2	1.4
Shell	5.0	-3.3
3i	4.5	4.0
Vodafone	3.8	2.0
HSBC	3.8	-1.6
Anglo American	3.4	2.6
QinetiQ	3.4	3.3
Electrocomponents	3.3	3.2
Barclays	3.2	2.2
Total	40.8	

Sector breakdown

	Absolute	Relative
Consumer Services	22.2	10.3
Industrials	15.8	4.0
Telecommunications	3.8	1.2
Financials	25.4	0.5
Technology	1.0	0.0
Basic Materials	7.1	-0.3
Oil & Gas	11.8	-1.3
Utilities	1.3	-1.4
Health Care	5.6	-4.0
Consumer Goods	3.8	-11.1
Cash	2.1	2.1

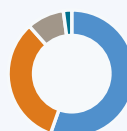
Active bets

Top 5	Relative
3i	4.0
QinetiQ	3.3
Electrocomponents	3.2
Restaurant Group	3.2
Morrisons	2.9

Bottom 5	Relative
AstraZeneca	-4.3
Diageo	-3.6
Shell	-3.3
British American Tobacco	-2.9
Unilever	-2.5

Market cap breakdown

	Absolute
FTSE 100	55.4
FTSE 250	33.0
FTSE Small	9.5
Cash	2.1



FTSE Small = FTSE Small Cap, FTSE Fledgling and FTSE AIM

Attribution & contribution (%)

Stock attribution

Top contributors	Relative return
Prudential	0.28
Shell	0.25
QinetiQ	0.16
Daily Mail and Gen. Trust	0.14
Vodafone	0.14
Top detractors	
AstraZeneca	-0.32
Diageo	-0.22
Unilever	-0.21
Anglo American	-0.19
Aviva	-0.16

Sector attribution*

	Relative return
Financials	0.43
Consumer Services	0.35
Telecommunications	0.16
Technology	0.14
Oil & Gas	0.14
Basic Materials	0.05
Industrials	-0.06
Utilities	-0.18
Health Care	-0.29
Consumer Goods	-0.53

*Excludes cash

Source: JOHCM/FTSE International/Bloomberg. Benchmark: FTSE All-Share TR (12pm adjusted). Please note that due to rounding breakdowns may not add to 100.00%. All Attribution figures are as at end of day and are calculated on a gross basis.



Fund manager's commentary

- World equity markets fell in August as investors adjusted their global growth expectations to reflect an escalating US-China trade war.
- The Fund marginally outperformed the index as strong stock selection more than offset negative allocation headwinds from the Fund not owning bond-like, high momentum stocks.
- QinetiQ was the Fund's best performing stock over the month, with the shares continuing to rally after a strong Q1.

Investment background

World equity markets fell in August as investors adjusted their global growth expectations to reflect an escalating US-China trade war. Global stocks of negative-yielding debt now account for 30% of all investment-grade securities signalling quite how markedly defensive and deflationary investor positioning has become. Continued slowing growth globally is putting the logic of a trade war and the adequacy of central bank monetary policy under pressure. In the UK, political change accelerated. Polling data showed a clear bounce in the Conservative's approval rating potentially reducing the perceived risk of a Corbyn-led government.

Fund review

The Fund marginally outperformed the index as strong stock selection more than offset negative allocation headwinds from the Fund not owning bond-like, high momentum stocks such as AstraZeneca, Diageo and Unilever.

QinetiQ was the Fund's best performing stock over the month, with the shares continuing to rally after a strong Q1. The most significant news for the Fund was that Daily Mail & General Trust (DMGT) agreed to sell its energy information business to Verisk for a price significantly higher than analysts' (and our own) expectations and constituting a 10% upgrade to the group's sum-of-the-parts (SOTP) valuation. The valuation also more than validates our valuation of Risk Management Solutions, the largest component of the sum-of-the-parts valuation, implying significant upside to analyst valuations in time.

Elsewhere, Vodafone continued to strengthen following last month's trading update and towers announcement. There were strong H1 results from industrial holding TT Electronics, with 8% organic growth and increased operating margins. It continued to show how differentiated positions and management strategy can continue to deliver growth despite the wider economic backdrop.

The Fund also enjoyed positive Q2 results from WPP, a newer position. It showed signs that management's turnaround strategy appears to be already working, especially in North America, thereby challenging wider concerns over perceived structural headwinds.

Performance over 1 month	%
Fund - A Acc GBP	-3.27
Benchmark	-3.40

Statistics

	Annualised since launch
Active share* (%)	71.07
Fund volatility (%)	17.24
Benchmark volatility (%)	17.28
Alpha	3.76
R squared	0.94
Correlation	0.97
Tracking error (%)	4.31
Information ratio	0.87
Sharpe ratio	0.55

Source: JOHCM/FTSE International/Bloomberg (calculated weekly). Performance data for the period 16 June 2008 to 22 October 2009 is for Ryder Court UK Dynamic Fund. From 23 October 2009 onwards, the Fund converted to the JOHCM UK Dynamic Fund.

*The proportion of stock holdings in a fund's composition is different from the composition found in its benchmark. The greater the difference between the composition of the fund and its benchmark, the greater the active share.

Fund awards & ratings



Morningstar Overall Ratings and Morningstar Analyst Ratings are as at 31/07/2019. Copyright © 2007-2019 Morningstar UK Limited. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

The Elite Rating™ system is proprietary to FundCalibre Ltd, but should not be taken as a recommendation.

Country registration

	A Acc GBP	A Dis GBP	B Acc GBP	B Dis GBP	Y Acc GBP	Y Dis GBP
Austria	✓	✓	✓	✓	✓	✓
Germany	✓	✓	✓	✓	✓	✓
Ireland	✓	✓	✓	✓	✓	✓
Singapore	✓	✓	✓	✓	✓	✓
UK	✓	✓	✓	✓	✓	✓

Regulatory documents

English language KIIDs can be found on our website at www.johcm.com

Foreign language versions are available on request by calling +44 (0) 20 7747 5646

Share class details (Further details on additional share classes are available on request)

	ISIN	SEDOL	Bloomberg	WKN	Initial charge	Annual charge	Ongoing charge	Minimum investment*
A Acc GBP	GB00B4T7HR59	B4T7HR5	JODYNIA LN	A0YKNH	Up to 5%	0.75%	0.79%	£1,000
A Dis GBP	GB00B4T85529	B4T8552	JODYNII LN	A0YKNG	Up to 5%	0.75%	0.79%	£1,000
B Acc GBP	GB00B4T7JX59	B4T7JX5	JODYNRA LN	A0YKNF	Up to 5%	1.25%	1.29%	£1,000
B Dis GBP	GB00B4TXJ339	B4TXJ33	JODYNRI LN	A0YKNE	Up to 5%	1.25%	1.29%	£1,000
Y Acc GBP	GB00BDZRJ101	BDZRJ10	JODYAGB LN	A1XCA0	Up to 5%	0.625%	0.67%	£50,000,000
Y Dis GBP	GB00BDZRJ218	BDZRJ21	JODYIGB LN	A1XCA1	Up to 5%	0.625%	0.67%	£50,000,000

Performance fee: 15% on excess if Fund outperforms benchmark, calculated daily. Any underperformance carried forward.

Ongoing Charge is as at 31 July 2019.

*Other currency equivalents apply.

Important information

This document is for professional investors only, it should not be circulated to retail investors.

Sources for all data: JOHCM/FTSE International/Bloomberg (unless otherwise stated).

Citywire's Fund Manager Ratings identify the individual managers who have the best risk-adjusted personal performance track records over three years and highlights the funds they are currently managing. The Citywire Manager Ratings are based on what is referred to as the Citywire Manager Ratio (equivalent of the Information Ratio). This takes into account career moves, career breaks and switches in funds managed. The figure reflects how much 'added value' in terms of outperformance against the benchmark the fund manager delivers for each unit of risk assumed (where risk is defined as not mirroring the index's return).

FE Alpha Manager and Crown Rating. Ratings do not constitute investment advice offered by FE and should not be used as the sole basis for making any investment decision. All rights reserved. © 2019 FE.

Source: FTSE International Limited ("FTSE") © FTSE 2019. The Industry Classification Benchmark ("ICB") and all rights in it are owned by and vest in FTSE and/or its licensors. "FTSE®" is a trade mark of the London Stock Exchange Group companies and is used by FTSE International Limited under licence. Neither FTSE, nor its licensors accept any liability for any errors or omissions in the ICB. No further distribution of ICB is permitted without FTSE's express written consent.

Issued and approved in the UK by J O Hambro Capital Management Limited ("JOHCM") which is authorised and regulated by the Financial Conduct Authority. Registered office: Level 3, 1 St James's Market, London SW1Y 4AH.

The information in this document does not constitute, or form part of, any offer to sell or issue, or any solicitation of an offer to purchase or subscribe for Funds described in this document; nor shall this document, or any part of it, or the fact of its distribution form the basis of, or be relied on, in connection with any contract.

Telephone calls to and from JOHCM may be recorded. Information on how JOHCM handles personal data which it receives can be found in the JOHCM Privacy Statement on its website: www.johcm.com. The registered mark J O Hambro® is owned by Barnham Broom Holdings Limited and is used under licence. JOHCM® is a registered trademark of J O Hambro Capital Management Limited.