

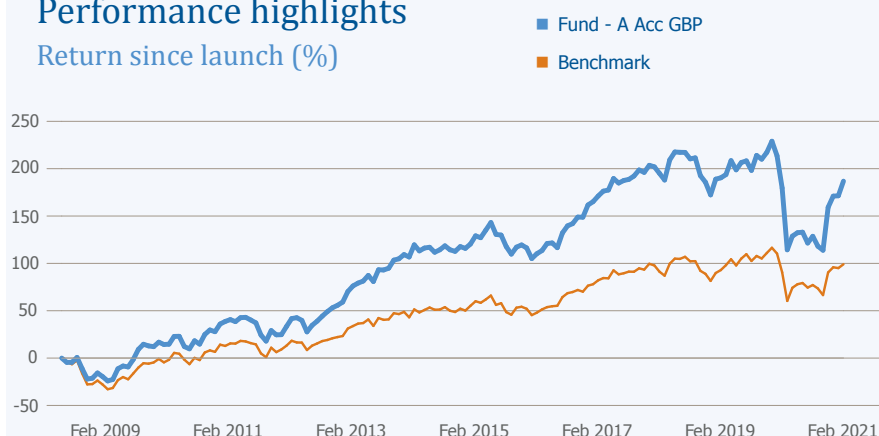
JOHCM UK Dynamic Fund

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 | 5.70 | 10.66 | 2.60 | -2.78 | 36.43 | 103.95 | 186.83 | 8.65 |
| Benchmark | 2.06 | 4.51 | 4.41 | 4.11 | 34.50 | 72.39 | 99.04 | 5.57 |
| Quartile** | 1 | 1 | 4 | 4 | 2 | 1 | 1 | - |

Discrete 12 month performance to

| | 28.02.2021 | 29.02.2020 | 28.02.2019 | 28.02.2018 | 28.02.2017 |
|-----------|------------|------------|------------|------------|------------|
| A Acc GBP | 2.60 | -3.71 | -1.59 | 8.81 | 28.97 |

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.

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. 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.

A Acc GBP

ISIN: GB00B4T7HR59

Fund details

| | |
|--------------------|-----------------------------------|
| Fund size | GBP 1.10bn |
| Strategy size | GBP 1.63bn |
| Launch date | 16 June 2008 |
| Benchmark | FTSE All-Share TR (12pm adjusted) |
| No. of holdings | 41 |
| Domicile | UK |
| Fund structure | UCITS |
| Denominations | GBP |
| Valuation point | 12pm Dublin time |
| Historic Yield (%) | 2.58 |
| XD date | 31-Dec |
| Pay date | 28-Feb |

Total strategy assets updated quarterly and shown as at 31 December 2020.

Fund managers



Alex Savvides

Senior Fund Manager

Alex has managed the Fund since launch. He joined JOHCM in 2003 and has 24 years of industry experience.



Tom Matthews

Analyst

Tom has worked on the Fund since he joined JOHCM in 2013 and has 15 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 28 February 2021

Top 10 holdings

| | Absolute | Relative |
|---------------------------|-------------|----------|
| Anglo American | 5.5 | 3.9 |
| Daily Mail and Gen. Trust | 5.4 | 5.4 |
| Aviva | 5.0 | 4.3 |
| Barclays | 4.8 | 3.6 |
| 3i | 4.7 | 4.2 |
| BP | 4.1 | 1.5 |
| Vodafone | 3.9 | 2.4 |
| WPP | 3.8 | 3.4 |
| Morrisons | 3.8 | 3.6 |
| ConvaTec Group | 3.7 | 3.6 |
| Total | 44.7 | |

Sector breakdown

| | Absolute | Relative |
|--------------------|----------|----------|
| Consumer Services | 23.5 | 11.1 |
| Industrials | 16.1 | 3.4 |
| Telecommunications | 3.9 | 1.8 |
| Technology | 1.3 | 0.3 |
| Utilities | 2.5 | -0.3 |
| Financials | 26.3 | -0.3 |
| Oil & Gas | 6.4 | -1.6 |
| Health Care | 6.7 | -1.6 |
| Basic Materials | 7.0 | -3.2 |
| Consumer Goods | 6.0 | -9.6 |
| Cash | 0.1 | 0.1 |

Active bets

| Top 5 | Relative |
|---------------------------|----------|
| Daily Mail and Gen. Trust | 5.4 |
| Aviva | 4.3 |
| 3i | 4.2 |
| Anglo American | 3.9 |
| Morrisons | 3.6 |
| Bottom 5 | Relative |
| AstraZeneca | -4.2 |
| Rio Tinto | -3.1 |
| Diageo | -2.9 |
| Unilever | -2.8 |
| Shell | -2.8 |

Market cap breakdown

| | Absolute |
|------------|----------|
| FTSE 100 | 50.8 |
| FTSE 250 | 42.3 |
| FTSE Small | 6.7 |
| Cash | 0.1 |



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

Attribution & contribution (%)

Stock attribution

| Top contributors | Relative return |
|---------------------------|-----------------|
| Aggreko | 0.73 |
| Daily Mail and Gen. Trust | 0.72 |
| Barclays | 0.58 |
| Anglo American | 0.47 |
| Unilever | 0.47 |
| Top detractors | |
| ConvaTec Group | -0.30 |
| Morrisons | -0.26 |
| Prudential | -0.26 |
| Rio Tinto | -0.25 |
| BHP | -0.21 |

Sector attribution*

| | Relative return |
|--------------------|-----------------|
| Consumer Services | 1.10 |
| Industrials | 1.04 |
| Consumer Goods | 0.82 |
| Utilities | 0.25 |
| Financials | 0.24 |
| Technology | 0.14 |
| Health Care | 0.06 |
| Basic Materials | -0.03 |
| Telecommunications | -0.10 |
| Oil & Gas | -0.11 |

*Excludes cash

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

- Growing investor confidence in the global recovery pushed inflation expectations higher leading to a sharp rise in global bond yields.
- This was the Fund's best February since inception and, pleasingly, performance was driven almost entirely by stock selection with major news announcements from some of the Fund's highest conviction positions.

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Aggreko announced it was in discussions with a private equity consortium over an 880p all cash offer (since confirmed) at a c.39% premium to the share price at the time. We have written many times that the market fundamentally undervalues Aggreko and, whilst the offer is a welcome confirmation of this thesis, we view it as opportunistic. The price significantly undervalues what is the global leader in temporary power solutions whose services are inextricably linked to achieving many of the targets within UN Sustainable Development Goal 7 (and more broadly the targets in Goal 13). It derives over 30% of its revenues from North America in predominantly cyclical sectors and has seen its net debt position fall by £204m in the last year (equivalent to c.15% of the market capitalised equity at the time of the bid) with net debt/EBITDA on track to reach the targeted 0.5x next year.

There was also further hidden value being outed at DMGT, the Fund's largest active position. Shares were up 26% at one point following the announced sale of the edtech business, Hobsons, at a price some 50-75% higher than analyst expectations plus the leaked news that Cazoo may IPO later this year, potentially via a US special purpose acquisition company, at a suggested value of £5-6bn. We have written before of how the share price undervalued DMGT's c.20% stake in Cazoo. Quite remarkably, if the £6bn valuation is achieved then this would mean the current share price implies a c.4x FY19 EV/EBIT for the remainder of DMGT which includes the world's leading insurance software company (RMS), two leading property data companies in the US and UK (Trepp and Landmark), the MailOnline, The Daily Mail, a number of leading events businesses and further stakes in venture and associate including 45% of Yopa, the PurpleBricks rival.

Although the effects of lockdowns led to further downgrades at Moneysupermarket, the market was impressed by the new CEO (ex-Just Eat CEO) who outlined a comprehensive growth strategy which built on the company's existing differentiated capabilities and, importantly, required no increased investment.

Full year results from Jupiter came in ahead of analyst expectations with upgrades driven by performance fees and, importantly, management fees. There was also a return to special dividends reflecting the highly cash generative nature of this business.

There were further upgrades at Anglo American's full year results which, although benefitting significantly from rises in raw material spot prices, demonstrated the benefits of management's continued focus on end markets with structural growth potential and disciplined capital allocation.

| Performance over 1 month | % |
|--------------------------|------|
| Fund - A Acc GBP | 5.70 |
| Benchmark | 2.06 |

Statistics

| | Annualised since launch |
|--------------------------|-------------------------|
| Active share* (%) | 79.32 |
| Fund volatility (%) | 19.85 |
| Benchmark volatility (%) | 18.69 |
| Alpha | 2.90 |
| R squared | 0.93 |
| Correlation | 0.97 |
| Tracking error (%) | 5.12 |
| Information ratio | 0.60 |
| Sharpe ratio | 0.40 |

Data calculated weekly.

*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



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Country registration

| | A Acc GBP | A Dis GBP | B Acc GBP | B Dis GBP | Y Acc GBP | Y Dis GBP |
|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| 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 06 March 2021.

*Other currency equivalents apply.

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