## I-Class Units

**Contact us** 020 7399 0399 rutm@rathbones.com

Rathbones
Look forward

# Rathbone Income Fund

## Investment objective

The objective of the fund is to achieve above average and maintainable income but without neglecting capital security and growth. The Manager intends to achieve the objective primarily through the purchase of ordinary shares with an above average yield. There is no restriction on the economic sectors or geographic areas in which the fund may invest. However, investments will always be predominantly in the ordinary shares of UK companies.

## Fund snapshot

The fund invests in small, mid and large-sized UK equities with a focus on dividend-paying stocks trading at a discount to fair value. There is also the flexibility to invest up to 20% in foreign equities. To control risk, we believe capital protection is key. The manager's style is to have long-term conviction to step beyond benchmarks and short-term trends. Portfolio turnover is low due to a 'buy and hold' strategy for rolling-up income and capital returns. The fund holds a concentrated portfolio of 30 to 50 companies, as we believe adding further holdings to try spread risk is only distracting.

## Fund facts

**Manager**
Rathbone Unit Trust Management Limited

**Trustee**
NatWest Trustee and Depositary Services

**Date Launched/Launch Price**
12 February 1971/25p (fund)
(adjusted for 4:1 split)
01 March 2012 (unit class)

**Size of fund**
Mid-market: £1,137.86m††

**Unit price**
Income (Inc): 937.52p
Accumulation (Acc): 1600.58p

**Historical distribution yield***
Inc: 4.08% /Acc: 3.95%

**Total no. of holdings**
44

**Initial charge**
None

**MiFID II charges**

**Ongoing Charges Figure (OCF) as at 30.09.2018**
0.79%

**Transaction costs**
0.10%

**Total MiFID II charges**
0.89%
The MiFID II charges include the Ongoing Charges Figure (OCF) and transaction costs. PRIIPs compliant^

**Minimum initial investment**
£1,000,000

**Minimum additional investments**
£500

## 10 largest holdings

| Data as at 31.03.19 | % |
|---|---|
| GlaxoSmithKline | 4.58 |
| Unilever | 4.40 |
| BP | 4.39 |
| Reckitt Benckiser | 4.20 |
| Royal Dutch Shell B | 4.02 |
| Legal & General Group | 3.86 |
| British American Tobacco | 3.19 |
| WEC Energy | 3.14 |
| National Grid | 3.11 |
| Bunzl | 3.10 |

## Dealing/valuation

Forward daily: 9.00am-5.00pm
Valuation point: 12.00 midday
Dealing/valuation: 0330 123 3810
Information line: 020 7399 0399

**Fund codes**
Sedol (Inc): B7FQLQ4
Sedol (Acc): B3Q9WG1
ISIN (Inc): GB00B7FQLQ43
ISIN (Acc): GB00B3Q9WG18

††Please note that the change in size of fund is as a result of the Luxembourg SICAV version of this fund converting from a master feeder structure to a directly managed fund. If you have any questions please contact your financial adviser.

## Distributions per unit

| Year paid | 2014 | 2017 |
|---|---|---|
| Interim | 11.33p | 12.64p |
| Final | 19.87p | 25.13p |
| **Year paid** | **2015** | **2018** |
| Interim | 11.85p | 12.90p |
| Final | 21.03p | 25.31p |
| **Year paid** | **2016** | **2019** |
| Interim | 11.85p | 13.30p (est) |
| Final | 22.20p | |

| | Ex div | Payment |
|---|---|---|
| Interim | 01 Apr | 31 May |
| Final | 01 Oct | 30 Nov |

*Year end 30 September*

## Product availability

For Investment Advisers, third party availability – all major platforms.
For more information, please see our 'distribution partners' page on the 'How to Invest' section of our website rathbonefunds.com

## Awards

Money Observer Rated Fund 2019

## Manager ratings

FE ALPHA MANAGER 2017
CARL STICK

## Management



**Carl Stick**
*Fund Manager*

Carl is a Board Director of Rathbone Unit Trust Management (RUTM) and plays a key role in the development of Rathbones' investment process and business strategy. He has been managing the Rathbone Income Fund, since January 2000. Carl is also Institute for Investment Management and Research qualified and a Fellow of the Securities Institute.



**Alan Dobbie**
*Fund Manager*

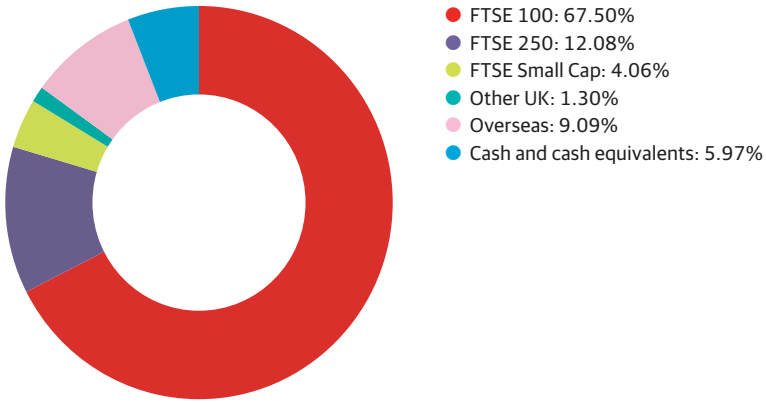
Alan joined Rathbones in October 2005 and became co-manager of the Rathbone Income Fund in October 2018. He has previously managed and co-managed a number of UK, European and global equity funds for Rathbones. Alan holds the Investment Management Certificate (IMC) and is a Chartered Financial Analyst (CFA) charter-holder.

## Fund ratings

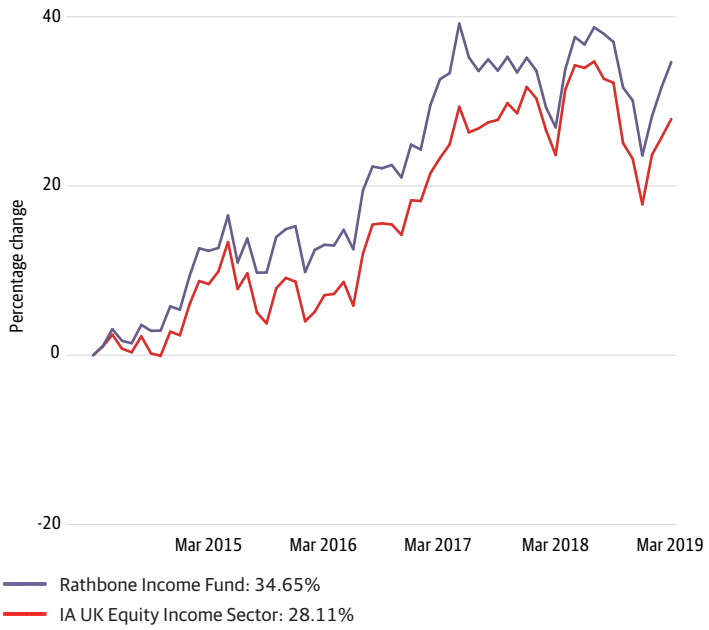
ELITE RATED by FundCalibre.com
Morningstar Bronze
FE CROWN FUND RATING
The Adviser Centre Recommended
ELITE PROVIDER rated for equities by FundCalibre.com
Rayner Spencer Mills RATED FUND
Morningstar ★★★★
Morningstar OBSR Positive Rating 30 Jun 18
5 Yr
FE INVEST APPROVED

## Capitalisation split

**Data as at 31.03.19**




## I-Class fund performance over 5 years




31 March 14 to 31 March 19, mid-mid, UK basic rate in UK Sterling, percentage change.

## Sector breakdown

| Data as at 31.03.19 | % |
|---|---|
| Oil and gas | 8.41 |
| Basic materials | 1.31 |
| Industrials | 9.79 |
| Consumer goods | 19.01 |
| Health care | 11.74 |
| Consumer services | 15.86 |
| Telecommunications | 0.00 |
| Utilities | 9.18 |
| Financials | 16.36 |
| Technology | 2.37 |
| Cash and cash equivalents | 5.97 |

## I-Class fund performance

| Data as at 31.03.19 | 1 year | 3 years | 5 years |
|---|---|---|---|
| Rathbone Income Fund | 6.08% | 19.10% | 34.65% |
| IA UK Equity Income Sector† | 3.59% | 19.62% | 28.11% |
| Quartile rank | 1 | 3 | 1 |

| Discrete annual performance, quarter ending 31 March | 2015 | 2016 | 2017 | 2018 | 2019 |
|---|---|---|---|---|---|
| Rathbone Income Fund | 12.34% | 0.63% | 17.32% | -4.30% | 6.08% |
| IA UK Equity Income Sector† | 8.41% | -1.21% | 15.14% | 0.29% | 3.59% |

| | Alpha** | Beta** | Volatility** | Turnover*** |
|---|---|---|---|---|
| Rathbone Income Fund | 1.33 | 0.78 | 8.67% | 6.94% |
| IA UK Equity Income Sector† | 0.02 | 0.83 | 8.74% | |

Past performance should not be seen as an indication of future performance. The value of investments and the income from them may go down as well as up and you may not get back your original investment.

## You should know

**Important information**

Copies of the Prospectus, the Key Investor Information Document (KIID), the Supplementary Information Document (SID), and application forms may be obtained, free of charge, from Rathbone Unit Trust Management Limited.

Emerging markets are volatile and may suffer from liquidity problems. Changes in rates of exchange between currencies may cause the value of investments to decrease or increase.

Details of tax levels and reliefs may change in the future. The value of any tax relief depends on individual circumstances. If you have doubts about your tax position, or the suitability of this investment, you should seek professional advice.

To meet the investment objective, the fund may also invest, at the Manager's discretion, in other transferable securities, money market instruments, warrants, cash and near cash, deposits and units in collective investment schemes. Use may be made of stocklending, borrowing, cash holdings, hedging and other investment techniques permitted by the FCA Rules.

As the Manager's annual fee is taken from capital, this will mean that capital may be eroded or growth restricted to the extent of the charge and that, while there may as a result be a reduction in liability for Capital Gains Tax, there will be some increase in Income Tax liability for tax paying unitholders. All other income expenses are paid out of the fund's income.

†On 3 April 2017 the fund moved from IA All Companies to IA UK Equity Income sector.

**Information notes**

*Income and Accumulation yields may differ for this fund as the figure is expressed as a percentage of the unit price.

^From April 2018, the Ongoing Charges Figure has been calculated according to PRIIPs regulations, which came into effect on 1 January 2018. Holdings are based on six monthly audited accounts. Changes to fund holdings within this period may result in higher or lower ongoing charges.

Source performance data Financial Express, mid to mid, net income re-invested. This is net of expenses and tax. Data using prices as at 31.03.2019. I-Class units/shares were launched on 01 March 12. Performance is a combination of I-Class units and R-Class units (where I-Class was unavailable). **Alpha, Beta and Volatility statistics given on a 5 year rolling basis. Alpha and Beta are calculated using the FTSE All-Share Index as the benchmark. Alpha, Beta and Volatility shown is annualised standard deviation of monthly returns. ***Turnover is calculated on a 1 year rolling basis.

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Authorised and regulated by the Financial Conduct Authority

A member of the Investment Association (IA)

A member of the Rathbone Group.
Registered No. 02376568

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