

Artemis Global Income Fund



Jacob de Tusch-Lec
Since launch



Sam Morley
Analyst, since April 2016

Class I accumulation units, GBP

November 2017
Data as of 31 October 2017

The fund's aims

The fund aims to achieve a rising income combined with capital growth from a wide range of investments. The fund will mainly invest in global equities but may have exposures to fixed interest securities. We will not be restricted in our choice of investments, regardless of size of the company, the industry it trades in or the geographical split of the portfolio.

Fund update

The story in October was familiar. Not for the first time this year, the fund performed well relative to its peers but lagged the gains in the wider global market. In part, that is due to market conditions, which remain hostile to income as an investing style. Investors are buying companies whose earnings are rising quickly and beating expectations – and they are doing so almost irrespective of their valuations. Because we want to deliver an above-average yield, we are debarred from holding the stocks that are leading the market higher (most notably, the FANGs and Chinese consumer stocks). For now, that puts us at a relative disadvantage to growth managers and to the wider global market. But we stay true to what we do, and accept that there are logical reasons why the market is currently in a classic 'momentum growth' mode rather than looking, as we are, for value stocks that generate income.

What we are not doing, however, is sticking to 'classic' income sectors (consumer staples or 'bond proxies') and hoping conditions change in our favour. Our task is to focus on finding those dividend-paying stocks that are attuned to the current macroeconomic and market conditions. In that, we are succeeding: we are ahead of the peer group over one month, three months and over the year to date.

As we approach the end of 2017, we continue to own cheap stocks, often (but not exclusively) in economically-sensitive areas where we can see potential catalysts for revaluation. Although we still believe this is the right place to be, we concede that this positioning might not be rewarded in the very near term. Year-end window-dressing (funds selling their unsuccessful holdings and buying the past year's winners to dodge awkward questions from their clients) could further intensify the

existing momentum trade and that wouldn't be great for the fund. Eventually, however, valuations will count again. In the long(er) run, they always do.



Third party endorsements are not a recommendation to buy. For information, visit artemisfunds.com/endorsements.

Composition

Top ten holdings

General Motors	4.1%
Storebrand	3.7%
Citigroup Inc	3.7%
INWIT	3.1%
Ping An Insurance Group	3.1%
El Towers	2.6%
Rai Way	2.5%
Amundi	2.5%
CNH Industrial	2.2%
Synchrony Financial	2.1%

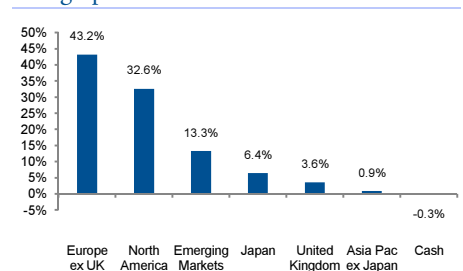
Source: Artemis as at 31 October 2017.

Market sector split

Financials	41.3%
Consumer Discretionary	11.2%
Industrials	10.9%
Telecommunication Services	9.8%
Materials	9.5%
Information Technology	5.5%
Energy	5.1%
Health Care	3.6%
Utilities	1.2%
Consumer Staples	1.2%
Real Estate	0.8%

Source: Artemis as at 31 October 2017. Please note that figures may not add up to 100% due to rounding and the cash holding.

Geographic breakdown



Source: Artemis as at 31 October 2017. Please note figures may not add up to 100% due to rounding.

Performance

Cumulative performance

	Since launch	5 years	3 years	1 year	6 months
Artemis Global Income	181.6%	120.0%	48.2%	11.2%	4.7%
MSCI AC World NR GBP	136.5%	102.6%	51.4%	13.3%	7.4%

'Since launch' data from 19 July 2010. Source: Lipper Limited, bid to bid in sterling to 31 October 2017. All figures show total returns with dividends reinvested.

Discrete performance to year end

	2016	2015	2014	2013	2012
12 months to 31 December	22.5%	6.6%	12.9%	33.7%	15.6%

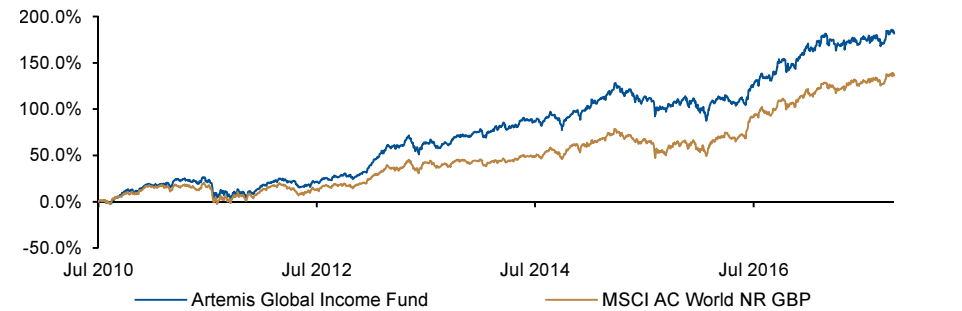
Please remember that past performance is not a guide to the future. Source: Lipper Limited, bid to bid in sterling. All figures show total returns with dividends reinvested.

Discrete performance to quarter end

	2017	2016	2015	2014	2013
12 months to 30 September	15.1%	20.2%	3.9%	18.3%	27.2%

Please remember that past performance is not a guide to the future. Source: Lipper Limited, bid to bid in sterling. All figures show total returns with dividends reinvested.

Percentage growth



Data from 19 July 2010. Source: Lipper Limited, bid to bid in sterling to 31 October 2017. All figures show total returns with dividends reinvested.

Key facts

Fund type	Unit trust
Focus	Income
Asset class	Equity
Regional focus	Global
IA sector	IA Global Equity Income NR
SEDOL	B5ZX1M7
ISIN	GB00B5ZX1M70
Type	Accumulation
Class currency	GBP
Accumulation date	31 March, 30 September
Valuation point (UK business days)	12:00
Year end	31 July
Fund launch date	19 July 2010
Class launch date	19 July 2010
Class launch price	50p
SRRI	5
Fund size (mid basis)	£3,859.1m

Source: Artemis as at 31 October 2017.

Prices and yield

Bid price	133.77p
Offer price	135.47p
Historic yield	3.43%

The historic yield reflects distributions declared over the past twelve months as a percentage of the mid-market unit price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions.

Charges

Initial charge	1.00%
Ongoing charge	0.81%

The initial charge is currently waived. The ongoing charge includes the annual management charge of 0.75% and is shown as at the date of the Key Investor Information Document (KIID), where a full explanation of the fund's charges can be found.

Risks and important information

To ensure you understand whether this fund is suitable for you, please read the Key Investor Information Document, which is available, along with the fund's Prospectus, from artemisfunds.com. The value of any investment, and any income from it, can rise and fall with movements in stockmarkets, currencies and interest rates. These can move irrationally and can be affected unpredictably by diverse factors, including political and economic events. This could mean that you won't get back the amount you originally invested. The fund's past performance should not be considered a guide to future returns. The fund may invest in emerging markets, which can involve greater risk than investing in developed markets. In particular, more volatility (sharper rises and falls in unit/share prices) can be expected. The fund may invest in the shares of small and medium-sized companies. Shares in smaller companies carry more risk than larger, more established companies because they are often more volatile and, under some circumstances, harder to sell. In addition, information for reliably determining the value of smaller companies – and the risks that owning them entails – can be harder to come by. Because one of the key objectives of the fund is to provide income, some or all of the annual management charge is taken from capital rather than

income. This can reduce the potential for capital growth. Third parties (including FTSE and Morningstar) whose data may be included in this document do not accept any liability for errors or omissions. For information, visit artemisfunds.com/third-party-data. Any research and analysis in this communication has been obtained by Artemis for its own use. Although this communication is based on sources of information that Artemis believes to be reliable, no guarantee is given as to its accuracy or completeness. Any forward-looking statements are based on Artemis' current expectations and projections and are subject to change without notice. Issued by Artemis Fund Managers Ltd which is authorised and regulated by the Financial Conduct Authority.