

# TB EVENLODE INCOME



**EVENLODE**  
INVESTMENTS FOR LIFE

## MONTHLY FACTSHEET

all data as at 30 April 2019

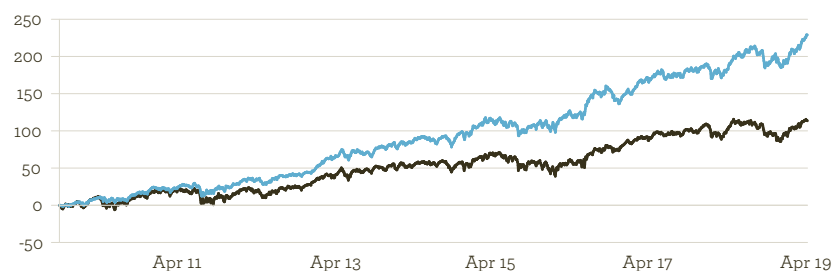
## MANAGER COMMENTARY

April was another positive month for global stock markets. An accommodative tone from various central banks has relieved investors, as has optimism on US/China trade tariff talks. Global economic data has muddled along and corporate results have on the whole been quite reassuring. In the UK, an agreement in early April between the UK and the EU to extend Brexit's deadline by six months has helped calm investor nerves, at least for now.

Evenlode Income rose +4.8% compared to +2.7% for the FTSE All-Share and +4.5% for the IA UK All Companies sector. The fund's most positive contributors were Relx, Unilever, WPP and Schroders. Relx, Unilever and WPP were all helped by reassuring trading updates. Relx continues to benefit from strong demand for its data and digital analytics products. Unilever's growth is being driven by emerging markets, which now represents 60% of sales and has seen improving conditions over recent months. WPP's new management are making progress with the new strategy, whilst ongoing cash generation remains comforting. Finally, Schroders shares were helped by the rising stock market. The main negative contributor was AstraZeneca. The company announced an equity placing which helped both fund a new oncology collaboration and strengthen its balance sheet. We prefer growth to be funded by free cash flow rather than incremental equity or debt. However, this move is a one-off in our view and allows AstraZeneca to participate in an interesting long-term partnership whilst continuing to invest in its existing portfolio of compelling new therapies.

There were no major changes to the fund during the month. However, we continue to 'nudge' the portfolio towards those holdings that we think look most interesting in terms of quality and valuation appeal. We trimmed the fund's position in Diageo again for valuation reasons. We also topped up several holdings including Reckitt Benckiser, Relx, Smiths Group, Hays, Page Group, WPP, Howden Joinery and Vectrex.

## PERFORMANCE SINCE LAUNCH (%)



## CUMULATIVE PERFORMANCE

	YTD	3 Mths	6 Mths	1 Yr	3 Yrs	5 Yrs	Launch <sup>1</sup>
■ Fund <sup>2</sup>	14.3	10.9	12.8	13.9	49.7	73.9	229.0
■ Benchmark	12.3	7.8	6.4	2.6	33.3	35.2	110.5
IA Sector	13.9	8.1	6.9	1.2	29.2	34.4	116.3
Rank in sector	107/264	33/264	12/263	5/260	11/250	8/238	13/211
Quartile	2	1	1	1	1	1	1

## DISCRETE ANNUAL PERFORMANCE

12 Months to	30/04/19	30/04/18	30/04/17	30/04/16	30/04/15
■ Fund <sup>2</sup>	13.9	7.6	22.1	4.4	11.3
■ Benchmark	2.6	8.2	20.1	-5.7	7.5
IA Sector	1.2	7.4	18.9	-3.6	7.9

All performance data used on this factsheet is total return, bid-to-bid, net of UK dividend tax credit, and sourced from Financial Express. The fund's main unit was changed to B shares on 1 December 2012 to comply with RDR regulation.

- From launch date: 19 October 2009
- TB Evenlode Income B Inc Shares
- Evenlode Income was merged through a scheme of arrangement into TB Evenlode Income on 1 September 2017. Performance and dividend history are unaffected.
- The historic yield reflects distributions over the past 12 months as a percentage of the price of the B Inc share class as at the date shown. It does not include any initial charge and investors may be subject to tax on their distributions.
- Active share is calculated against the fund's benchmark, the FTSE All-Share Index.

## Fund Attributes

- ✓ Emphasis on sustainable real dividend growth
- ✓ Focus on companies with high returns on capital and strong free cash-flow
- ✓ Low portfolio turnover, long-term holding periods
- ✓ Minimum of 80% in UK shares and up to 20% in overseas shares and/or cash
- ✓ Invests across the market-cap spectrum

## What are the Risks?

As a focused equity portfolio of typically less than 40 investments, the fund can involve higher risk and higher volatility. The value of an investment and the income from it can fall as well as rise as a result of market and currency movement; you may not get back the amount originally invested. You should therefore regard your investment as medium-to-long term. Details on the risk factors are included in the fund's prospectus, available on our website.

## Investor Profile

The Fund may appeal to investors who:

- ✓ Want a high level of income and the prospect of some capital growth
- ✓ Accept the risk associated with the volatile nature of equity investments
- ✓ Plan to hold their investment for the medium to long term

## Fund Managers



CITYWIRE A

### HUGH YARROW Lead Portfolio Manager

Hugh launched TB Evenlode Income in October 2009. Previously he managed several equity income funds at Rathbone Unit Trust Management. Hugh holds a first-class degree from the University of Edinburgh in Philosophy and Mathematics.



CITYWIRE A

### BEN PETERS Co-manager

Ben became co-manager of TB Evenlode Income in December 2012. He is a member of the CFA Society of the UK and holds the Investment Management Certificate. He also holds a doctorate from the University of Oxford in the field of physics.

Citywire rating is source & copyright of Citywire. Hugh Yarrow and Ben Peters have been awarded a A rating by Citywire for their 3 year risk-adjusted performance for the period 31/03/2016 - 31/03/2019.

## Key Details

Benchmark	FTSE All-Share
Sector	IA UK All Companies
Launch date <sup>3</sup>	19 October 2009
Fund value	£3,063.0 million
Holdings	38
Historic yield <sup>4</sup>	3.1%
Active share <sup>5</sup>	78.5%
Div ex dates	1 Mar, Jun, Sep, Dec
Div pay dates	end Apr, Jul, Oct, Jan

Please contact Spring Capital Partners, in the first instance.

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## PORTFOLIO ANALYSIS

### TOP TWENTY HOLDINGS (%)

Unilever	8.9	Pepsico	2.7
Diageo	6.7	Procter & Gamble	2.6
RELX Group	6.3	AstraZeneca	2.5
Sage Group	4.9	Schroders	2.4
Reckitt Benckiser	4.4	Spectris	2.4
Compass Group	4.2	Euromoney Institutional Investor	2.4
Smiths Group	3.9	Ashmore Group	2.3
Smith & Nephew	3.7	Howdens Joinery	2.2
GlaxoSmithKline	3.5	WPP	2.0
Informa	2.7	Moneysupermarket.Com	2.0
<b>% of Portfolio in Top 20 Holdings</b>	<b>72.7</b>		

### SECTOR ALLOCATION (%)

Consumer Goods	27.7	
Media	16.4	
Technology	13.3	
Support Services	12.4	
Healthcare	9.7	
Engineering	8.6	
Financials	4.7	
Speciality Chemicals	1.6	
Real Estate	1.4	
Retailers	0.8	
Cash	3.4	

### SIZE ALLOCATION (%)

Large Cap	71.1	
Mid Cap	22.5	
Small Cap	3.0	
Cash	3.4	

### GEOGRAPHICAL ALLOCATION (%)

United Kingdom	84.1	
United States	10.1	
Europe	2.3	
Cash	3.4	

## SHARE CLASS DETAILS

### A SHARES (LEGACY)

### B SHARES (CLEAN)

### C SHARES (INSTITUTIONAL)

	<b>A ACC</b>	<b>A INC</b>	<b>B ACC</b>	<b>B INC</b>	<b>C ACC</b>	<b>C INC</b>
SEDOL Codes	BDoB791	BDoB7B3	BDoB7C4	BDoB7D5	BDoB7F7	BDoB7G8
Share Price (pence)	313.27	221.57	328.27	232.30	329.58	233.22
Minimum Lump Sum	£1,000		£1,000		£10 million	
Initial Charge <sup>1</sup>	5% <sup>1</sup>		5% <sup>1</sup>		5% <sup>1</sup>	
IFA Legacy Trail Commission	0.5% p.a.		N/A		N/A	
Periodic Charge - Equivalent to OCF <sup>2</sup>	1.40% taken from capital		0.90% taken from capital		0.80% taken from capital	
Regular Savings Option Available?	Yes - minimum £50 per month		Yes - minimum £50 per month		No	

- The fund remains available to existing investors with 0% initial charge
- For full information on the periodic charge please refer to section 7.2 of the full Prospectus

## DIVIDENDS

### ANNUAL DIVIDEND PAYMENTS

Year	Pence/share	Year-on-year change	UK CPI (Inflation)
2010	3.97	n/a	+4.3%
2012	4.34	+9.3%	+3.7%
2012	4.66	+7.6%	+2.8%
2013	5.02	+7.6%	+1.7%
2014	5.57	+11.0%	+0.0%
2015	6.27	+12.4%	+0.3%
2016	6.42	+2.4%	+2.3%
2017	6.65	+3.6%	+2.7%
2018	6.93	+4.2%	+2.7%
2019	7.23	+4.3%	+1.9%

B Inc Shares, calculated to end of February 2019.

### INCOME GENERATED FROM £100 INVESTMENT OVER 5 YEARS

B Inc Shares	£26.42
FTSE All-share	£22.40

Source: FT & Financial Express, date of investment 28/02/2014.

### Contact Us

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T. Bailey Fund Services Ltd  
([www.tbaileyfs.co.uk/funds/tb-evenlode-investment-funds](http://www.tbaileyfs.co.uk/funds/tb-evenlode-investment-funds))

## IMPORTANT INFORMATION

TB Evenlode Income is a sub-fund of the TB Evenlode Investment Funds ICVC. Full details of the TB Evenlode Investment Funds, including risk warnings, are published in the TB Evenlode Investment Funds Prospectus, the TB Evenlode Investment Funds Supplementary Information Document (SID) and the TB Evenlode Investment Funds Key Investor Information Documents (KIIDs) which are available on request and at [www.evenlodeinvestment.com](http://www.evenlodeinvestment.com). Every effort is taken to ensure the accuracy of the data used in this document but no warranties are given. Evenlode Investment Management Limited is authorised and regulated by the Financial Conduct Authority, No. 767844. T. Bailey Fund Services Limited is authorised and regulated by the Financial Conduct Authority, No. 190293.

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