

# TB EVENLODE INCOME

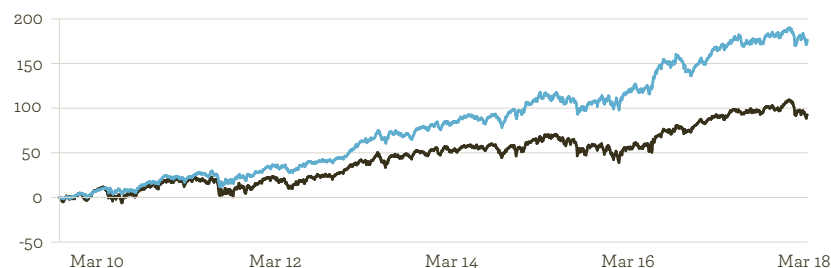


**EVENLODE**  
INVESTMENTS FOR LIFE

## MONTHLY FACTSHEET

all data as at 31 March 2018

### PERFORMANCE SINCE LAUNCH (%)



### CUMULATIVE PERFORMANCE

	YTD	3 Mths	6 Mths	1 Yr	3 Yrs	5 Yrs	Launch <sup>1</sup>
■ Fund <sup>2</sup>	-3.6	-3.6	0.7	4.1	31.2	69.6	176.5
■ Benchmark	-6.9	-6.9	-2.3	1.2	18.6	37.6	92.8
Sector	-5.9	-5.9	-2.1	2.7	18.2	42.8	101.2
Rank in sector	18/263	18/263	31/263	79/261	27/246	28/235	18/214
Quartile	1	1	1	2	1	1	1

### DISCRETE ANNUAL PERFORMANCE

	31/03/18	31/03/17	31/03/16	31/03/15	31/03/14
	31/03/17	31/03/16	31/03/15	31/03/14	31/03/13
■ Fund <sup>2</sup>	4.1	20.3	4.8	14.0	13.4
■ Benchmark	1.2	22.0	-3.9	6.6	8.8
Sector	2.7	17.9	-2.4	5.8	14.2

Source: FT & Financial Express. 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.

### Fund Managers



#### HUGH YARROW Lead Portfolio Manager

Hugh launched TB Evenlode Income in October 2009. From 2002 to 2009 Hugh managed several equity income funds at Rathbone Unit Trust Management, having graduated from the University of Edinburgh with a first-class degree in philosophy and mathematics. He is a fellow of the Chartered Institute for Securities and Investment and holds the Investment Management Certificate.



#### BEN PETERS Co-manager

Ben has been the investment analyst for TB Evenlode Income since the fund's launch. He became co-manager in December 2012. Ben 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 and a first-class degree from University College London, both in the field of physics.



Citywire rating is source & copyright of Citywire. Hugh Yarrow and Ben Peters have been awarded an AA rating by Citywire for their 3 year risk-adjusted performance for the period 28/02/2015 - 28/02/2018.

### 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 concentrated 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 prospects 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

### Key Details

Benchmark	FTSE All-share
IA Sector	UK All Companies
Launch date <sup>3</sup>	19 October 2009
Fund value	£2,098.0 million
Holdings	40
Historic yield <sup>4</sup>	3.40%
Active share <sup>5</sup>	90.36%
Div ex dates	1 Mar, Jun, Sep, Dec
Div pay dates	end Apr, Jul, Oct, Jan

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

Please contact Spring Capital Partners, in the first instance.

**springcapital**

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Website [springcapitalpartners.com](http://springcapitalpartners.com)



**ELITE FUND**  
rated by FundCallibre.com





## MANAGER COMMENTARY

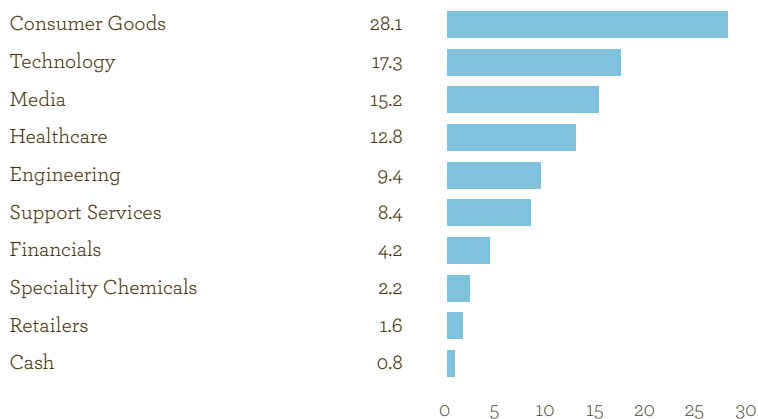
The UK stock market weakened in March. Worries have centred on a tightening of monetary policy, particularly in the US, which provides a headwind to equity valuations and at the same time raises the question of whether rising rates may ultimately impact the global economy. Recent geopolitical news flow (Russian tensions, US trade tariffs etc.) hasn't helped the mood.

Evenlode returned -1.6% compared to -2.3% for the IA UK All Companies sector and -1.8% for the FTSE Allshare. In a quieter month for company news flow, the most positive contributors were Unilever, Burberry and Glaxosmithkline. Unilever shares rebounded from recent weakness in a month when the company also announced a simplification of its corporate structure. Burberry benefitted from the appointment of a new Chief Creative Officer whilst Glaxo was helped by positive pipeline news and clarity over its strategic plans following an announcement that it will purchase Novartis's minority stake in its consumer healthcare business. The weakest contributors to return were Sage, Compass and WPP. Compass and Sage shares weakened on no specific news. WPP released guidance for flat organic sales in 2018, below consensus expectations.

During the month, we exited the fund's small remaining position in Imperial Brands. We have some concerns that the current balance sheet and dividend policy do not place the business in a strong position to invest and adapt in a changing industry. We also significantly reduced the fund's positions in Microsoft and Cisco on valuation grounds: both stocks have performed very well in recent months. In terms of additions, we have begun to see a little more value emerge in several high quality franchises over recent weeks, which I view as a positive development. We have been deploying new cash into positions such as Relx, Reckitt Benckiser, Smith & Nephew and Sage Group. The theme here, is stocks that combine a healthy free cash flow and dividend yield today with the potential for good compound growth in free cash flow and dividends over coming years.

## PORTFOLIO ANALYSIS

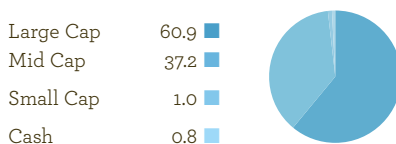
### SECTOR ALLOCATION (%)



### GEOGRAPHICAL ALLOCATION (%)



### SIZE ALLOCATION (%)



## DIVIDENDS

### ANNUAL DIVIDEND PAYMENTS

Year	Pence/share	Year-on-year change	UK CPI (Inflation)
2014	5.57	+11.0%	+0.5%
2015	6.27	+12.4%	+0.2%
2016	6.42	+2.4%	+1.6%
2017	6.65	+3.6%	+2.9%
2018	6.93*	+4.2%	n/a

B Inc Shares, calculated to end of February 2018.  
\* Estimated

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

B Inc Shares	£23.03
FTSE All-share	£19.72

Source: FT & Financial Express, date of investment 28/02/2013.

### TOP TWENTY HOLDINGS (%)

Unilever	8.3
Diageo	7.6
RELX Group	4.8
Sage Group	4.7
Compass Group	4.3
Smiths Group	3.8
Smith & Nephew	3.4
GlaxoSmithKline	3.2
AstraZeneca	3.2
Fidessa Group	3.1
Reckitt Benckiser	3.0
Informa	3.0
UBM	2.7
Burberry Group	2.5
Daily Mail & General Trust	2.2
PageGroup	2.2
Victrex	2.1
Jardine Lloyd Thompson	2.1
Ashmore Group	2.0
Euromoney Institutional Investor	1.9

**Total 70.1**



## HOW TO INVEST

TB Evenlode Income is available as an OEIC and is also suitable to include in stocks and shares ISAs and SIPPs.

You can buy shares in the fund by visiting:

[www.tbaileys.co.uk/funds/tb-evenlode-investment-funds](http://www.tbaileys.co.uk/funds/tb-evenlode-investment-funds)

Or by telephoning the TB Evenlode Investor Dealing Line

**0115 988 8287**

(open business days between 9am and 5pm)

Or through various third parties including Cofunds,

Transact, Ascentric, Hargreaves Lansdown, Axa

Winterthur, Axa Elevate and Standard Life.

## Contact Us

The Long Barn, Chalford Park Barns, Oxford Road,  
 Chipping Norton, Oxon OX7 5QR

**01608 695 200** [www.evenlodeinvestment.com](http://www.evenlodeinvestment.com)

Authorised Corporate Director & Administrator:

T. Bailey Fund Services Ltd

([www.tbaileys.co.uk/funds/tb-evenlode-investment-funds](http://www.tbaileys.co.uk/funds/tb-evenlode-investment-funds))

SHARE CLASS DETAILS	A SHARES (LEGACY)		B SHARES (CLEAN)		C SHARES (INSTITUTIONAL)	
	A ACC	A INC	B ACC	B INC	C ACC	C INC
SEDOL Codes	BDoB791	BDoB7B3	BDoB7C4	BDoB7D5	BDoB7F7	BDoB7G8
Share Price (pence)	264.69	193.54	275.87	201.80	276.68	202.39
Minimum Lump Sum	£1,000		£1,000		£10 million	
Initial Charge	0%		0%		0%	
IFA Legacy Trail Commission	0.5% p.a.		n/a		n/a	
Periodic Charge - Equivalent to OCF <sup>1</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	

1. For full information on the periodic charge please refer to section 7.2 of the full Prospectus

## 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). The TB Evenlode Investment Funds are subject to normal stock market fluctuations and other risks inherent in such investments. The value of your investment and the income derived from it can go down as well as up, and you may not get back the money you invested, you should therefore regard your investment as medium-to-long term. As a concentrated portfolio of typically less than 40 investments, Evenlode Income carries more risk than a fund spread over a large number of stocks. The fund has the ability to invest in derivatives for the purposes of EPM, which may restrict gains in a rising market. Investments in overseas equities may be affected by changes in exchange rates, which could cause the value of your investment to increase or diminish. 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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