

# TB EVENLODE INCOME



**EVENLODE**  
INVESTMENTS FOR LIFE

## MONTHLY FACTSHEET

all data as at 30 November 2018

### MANAGER COMMENTARY

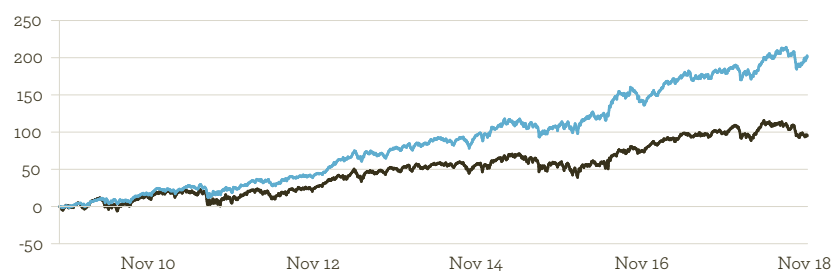
November saw some stabilisation in global stock markets, though volatility remained high. Worries over trade tariffs and a slowdown in the global economy continued, as did Brexit uncertainty for UK investors. More positively, investors were relieved that the US mid-term elections passed with no big surprises, expectations for US interest rates reduced somewhat, and emerging market currencies continued to recover.

Evenlode Income rose +3.1% compared to a fall of -1.6% for the IA UK All Companies Sector and -1.6% for the FTSE All-Share. The most positive drivers of performance were Compass and Smith & Nephew, helped by good trading updates. Compass continues to benefit from its strong market position in the global food catering industry, with full year organic sales growth of +5.5%, strong cash generation and a dividend increase of +12.5%. Smith & Nephew reported good operational progress and accelerating sales growth. Other good performers following results included Spectris, Sage, and Paypoint. The most negative contributors were DMGT and Victrex. DMGT shares fell after releasing full year results. However, we have been encouraged by progress made over the last year, both in terms of operational changes and portfolio rationalisation, and the company's balance sheet is now extremely strong. Victrex shares fell on no specific news.

There were no major changes to the portfolio, though we continued to add to the fund's small positions in Schroders, Hays and Savills, and to several other holdings where we see a good combination of a strong competitive position, financial strength and valuation appeal.

At the end of November, the fund went ex a third quarter dividend of 1.61p (B Income estimated). This was in-line with the first and second quarter dividends and +4.5% year-on-year. Looking ahead, the provision of real dividend growth remains a key aim for the fund.

### PERFORMANCE SINCE LAUNCH (%)



### CUMULATIVE PERFORMANCE

	YTD	3 Mths	6 Mths	1 Yr	3 Yrs	5 Yrs	Launch <sup>1</sup>
<span style="color: blue;">■</span> Fund <sup>2</sup>	4.9	-2.8	0.5	7.2	42.0	68.2	200.9
<span style="color: black;">■</span> Benchmark	-5.9	-6.1	-7.7	-1.5	22.6	29.2	94.7
IA Sector	-6.9	-8.7	-9.4	-4.2	17.2	27.0	99.1
Rank in sector	2/262	2/265	2/265	4/262	6/249	7/236	9/211
Quartile	1	1	1	1	1	1	1

### DISCRETE ANNUAL PERFORMANCE

12 Months to	30/11/18	30/11/17	30/11/16	30/11/15	30/11/14
<span style="color: blue;">■</span> Fund <sup>2</sup>	7.2	15.9	14.3	7.2	10.5
<span style="color: black;">■</span> Benchmark	-1.5	13.4	9.8	0.6	4.7
IA Sector	-4.2	15.1	6.3	4.9	3.3

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.

Please contact Spring Capital Partners, in the first instance.

**springcapital**

Tel +44 (0)20 3195 0076  
Email [evenlode@springcapitalpartners.com](mailto:evenlode@springcapitalpartners.com)  
Website [springcapitalpartners.com](http://springcapitalpartners.com)

### 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 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 AA

#### 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 AA

#### 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 AA rating by Citywire for their 3 year risk-adjusted performance for the period 31/10/2015 - 31/10/2018.

### Key Details

Benchmark	FTSE All-Share
IA Sector	UK All Companies
Launch date <sup>3</sup>	19 October 2009
Fund value	£2,620.0 million
Holdings	39
Historic yield <sup>4</sup>	3.3%
Active share <sup>5</sup>	78.8%
Div ex dates	1 Mar, Jun, Sep, Dec
Div pay dates	end Apr, Jul, Oct, Jan





## PORTFOLIO ANALYSIS

### TOP TWENTY HOLDINGS (%)

Unilever	8.8	Pepsico	2.9
Diageo	7.9	Procter & Gamble	2.8
RELX Group	5.9	Informa	2.6
Compass Group	5.4	Spectris	2.4
Sage Group	4.7	Ashmore Group	2.1
GlaxoSmithKline	4.3	Johnson & Johnson	2.0
Reckitt Benckiser	4.3	Euromoney Institutional Investor	1.8
Smith & Nephew	3.9	Daily Mail & General Trust	1.8
Smiths Group	3.7	Victrex	1.7
AstraZeneca	3.3	Cisco Systems	1.6

### SECTOR ALLOCATION (%)

Consumer Goods	32.4	
Healthcare	14.6	
Media	13.6	
Technology	11.6	
Engineering	9.2	
Support Services	8.9	
Financials	3.1	
Speciality Chemicals	1.7	
Retailers	1.1	
Real Estate	1.0	
Cash	2.7	

### SIZE ALLOCATION (%)

Large Cap	69.2	
Mid Cap	27.0	
Small Cap	1.1	
Cash	2.7	

### GEOGRAPHICAL ALLOCATION (%)

United Kingdom	81.0	
United States	12.5	
Europe	3.7	
Cash	2.7	

## 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	BD0B791	BD0B7B3	BD0B7C4	BD0B7D5	BD0B7F7	BD0B7G8
Share Price (pence)	287.07	206.86	300.20	216.42	301.29	217.19
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	

1. The fund remains available to existing investors with 0% initial charge

2. 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%

B Inc Shares, calculated to end of February 2018.

### 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 28/02/2013.

### 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))

## 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.

London Stock Exchange Group plc and its group undertakings (collectively, the "LSE Group"). © LSE Group 2018. FTSE Russell is a trading name of certain of the LSE Group companies. FTSE® is a trade mark of the relevant LSE Group companies and is used by any other LSE Group company under license. All rights in the FTSE Russell indexes or data vest in the relevant LSE Group company which owns the index or the data. Neither LSE Group nor its licensors accept any liability for any errors or omissions in the indexes or data and no party may rely on any indexes or data contained in this communication. No further distribution of data from the LSE Group is permitted without the relevant LSE Group company's express written consent. The LSE Group does not promote, sponsor or endorse the content of this communication.