

# TB EVENLODE INCOME



**EVENLODE**  
INVESTMENTS FOR LIFE

## MONTHLY FACTSHEET

all data as at 30 November 2019

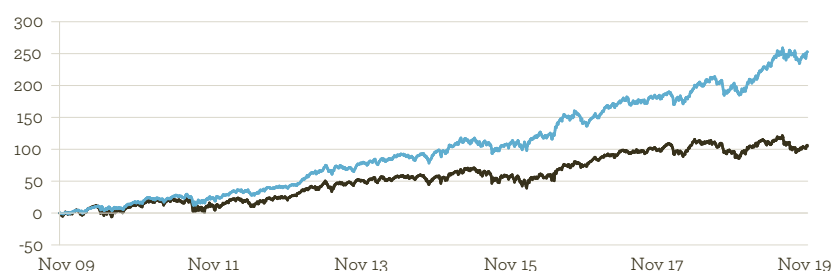
### MANAGER COMMENTARY

November was a positive month for the UK stock market, despite a fairly complex backdrop. After a slowdown in the global economy over the summer, recent leading indicators have shown some signs of stabilisation. However, US/China trade negotiations are by no means resolved, creating some uncertainty over the 2020 outlook. Meanwhile, investor sentiment towards the UK economy has improved as investors have begun to deem a Conservative majority at December's election as the most likely outcome. This has led to a significant rally in both the pound and the shares of domestically orientated UK companies.

Evenlode Income rose +2.5% compared to +2.2% for the FTSE All-Share and +3.5% for the IA UK All Companies sector. The fund's most positive contributors were Spectris, Sage and Howden Joinery. Test and measurement business Spectris continues to generate healthy levels of cash and, despite a difficult economic backdrop, is making good strategic progress in terms of focusing its portfolio and investing for growth. Sage and Howden Joinery also announced solid cash generative results, and continue to invest for the long-term. The main negative contributors were Compass and Euromoney. Results from Compass disappointed the market, with the news of continuing good organic sales growth (+6.4%) offset by a restructuring programme in its European business and limited expectations for near-term profit margin expansion. Euromoney released final results that were a reminder of the company's customer embeddedness and cash generative business model. However, some uncertainty remains on the strategic review of its asset management information division.

There were no major changes to the portfolio, though we continue to add selectively to holdings where we see a good combination of dividend yield and dividend growth potential (such as Bunzl, Reckitt, Unilever and Cisco). On this note, the fund went 'ex' a third quarter dividend of 1.68p\* on 2nd December, +4.3% year-on-year. Over the medium term, we continue to view moderate real dividend growth as a realistic aspiration from the collection of resilient, cash generative businesses on which the fund is focused.

### PERFORMANCE SINCE LAUNCH (%)



### CUMULATIVE PERFORMANCE

	YTD	3 Mths	6 Mths	1 Yr	3 Yrs	5 Yrs	Launch <sup>1</sup>
<b>Fund<sup>2</sup></b>	<b>22.5</b>	<b>0.0</b>	<b>6.4</b>	<b>17.2</b>	<b>45.6</b>	<b>78.4</b>	<b>252.7</b>
Benchmark	15.3	3.8	5.8	11.0	24.0	37.0	116.1
IA Sector	17.8	6.0	6.8	12.3	23.9	38.1	123.7
Rank in sector	56/256	251/257	145/257	45/255	15/243	8/228	11/200
Quartile	1	4	3	1	1	1	1

### DISCRETE ANNUAL PERFORMANCE

12 Months to	30/11/19	30/11/18	30/11/17	30/11/16	30/11/15
<b>Fund<sup>2</sup></b>	<b>17.2</b>	<b>7.2</b>	<b>15.9</b>	<b>14.3</b>	<b>7.2</b>
Benchmark	11.0	-1.5	13.4	9.8	0.6
IA Sector	12.3	-4.2	15.1	6.3	4.9

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 Comparator Benchmark, the FTSE All-Share Index.

Please contact Spring Capital Partners, in the first instance.

**springcapital**

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### 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 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 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 31/10/2016 - 31/10/2019.

### Key Details

Comparator Benchmark	FTSE All-Share
Sector	IA UK All Companies
Launch date <sup>3</sup>	19 October 2009
Fund value	£3,560.0 million
Holdings	39
Historic yield <sup>4</sup>	3.0%
Active share <sup>5</sup>	78.4%
Div ex dates	1 Mar, Jun, Sep, Dec
Div pay dates	end Apr, Jul, Oct, Jan





## PORTFOLIO ANALYSIS

### TOP TWENTY HOLDINGS (%)

Unilever	8.5	Smith & Nephew	2.8
RELX Group	6.1	Spectris	2.7
Reckitt Benckiser	5.5	AstraZeneca	2.6
Sage Group	5.1	Howdens Joinery	2.6
Diageo	4.6	Schroders	2.5
Smiths Group	4.1	Pepsico	2.5
GlaxoSmithKline	3.8	Procter & Gamble	2.5
Informa	3.5	Hays	2.4
Bunzl	3.0	Compass Group	2.3
WPP	2.8	Ashmore Group	2.0
<b>% of Portfolio in Top 20 Holdings</b>	<b>71.9</b>		

### SECTOR ALLOCATION (%)

Consumer Goods	28.8
Media	18.4
Support Services	12.3
Technology	11.8
Healthcare	9.1
Engineering	8.9
Finance	4.6
Speciality Chemicals	2.0
Real Estate	1.5
Retailers	0.5
Cash	2.1

### SIZE ALLOCATION (%)

Large Cap	75.5
Mid Cap	20.0
Small Cap	2.4
Cash	2.1

### GEOGRAPHICAL ALLOCATION (%)

United Kingdom	85.8
United States	9.8
Europe	2.3
Cash	2.1

## 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.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)	334.90	233.56	351.96	245.59	353.55	246.71
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

## IMPORTANT INFORMATION

This Factsheet has been produced by Evenlode Investment Management Limited. 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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