



EVENLODE

INVESTMENTS FOR LIFE

Evenlode Glossary





The following glossary has been designed to assist investors in the Evenlode funds to better understand terms commonly used in investor-facing documents (e.g. monthly factsheets). If you have any feedback on the glossary or want to suggest additional terms that could be included, please email compliance@evenlodeinvestment.com.

Term	Description
Acc (Accumulation)	Share class in a fund where any income received is retained rather than being paid out to investors. Unlike Income shares, the price of Accumulation shares will not fall when a fund goes XD (ex-dividend). <i>See also Inc (Income) and Share Class.</i>
Active Share	<p>A measure of the difference between a fund's portfolio holdings and a benchmark index. Calculated as the sum of the difference between the weight of each stock in the portfolio and its weight in the benchmark index, divided by two. Resultant figure is a percentage between 0% and 100%. The higher the Active Share, the more the portfolio weightings differ from the benchmark index.</p> <p>A passively managed tracker fund (index fund) will have a very low Active Share compared to the index being tracked as the holdings will closely resemble the benchmark index. A more Actively Managed fund is likely to have a higher Active Share. <i>See also Actively Managed.</i></p>
Actively Managed	An investment management approach where a manager aims to deliver returns through research, analysis, and their own judgement. Actively Managed funds are managed differently to passively managed funds (e.g. tracker funds or index funds); passive management refers to an investment approach where a manager aims to closely track the returns from a benchmark index.
Administrator	The entity that values the Evenlode funds each day and processes shareholder investments.
Annualised Return	For a period of greater than one year, a measure of the level of return that has been achieved on average each year within the period in question.
Annualised Volatility	For a period of greater than one year, Volatility expressed in terms of an average year within the period in question. <i>See also Volatility.</i>
Article 8	An Article 8 Fund is defined under SFDR (<i>See also SFDR</i>) as 'a Fund which promotes, among other characteristics, environmental or social characteristics, or a combination of those characteristics, provided that the companies in which the investments are made follow good governance practices'. Evenlode's two Irish-domiciled funds are both classified as Article 8 funds.
Authorised Corporate Director (ACD)	The entity responsible for fund oversight (UK domiciled funds). The ACD has a duty to act in the best interests of the fund's investors, and to ensure that the funds are managed in line with regulations and with the investment objectives and policies set out in the





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	prospectus. The ACD can delegate Investment Management to another company. The ACD of the TB Evenlode Funds is T. Bailey Fund Services Limited. <i>See also ManCo.</i>
Benchmark	A standard that an investment fund's performance can be measured against. Benchmarks for equity funds are typically based on a basket of listed shares. <i>See also Comparator Benchmark, FTSE All-Share Index and MSCI World Index.</i>
Bid to Bid	When performance of a fund is quoted 'bid to bid' for the Evenlode funds it means that the performance is based on the published single price of the relevant share class of the fund over time. <i>See also Total Return.</i>
Calendar Year Performance	Performance achieved in a calendar year, i.e. 1 January to 31 December.
Capital Growth	Performance derived from increases in the share prices of underlying company shares in the portfolio. <i>See also Income Growth and Total Return.</i>
Comparator Benchmark	A Benchmark against which fund performance can be measured over time for comparison purposes (it does not mean that the objective of the fund is to outperform the benchmark; this would be a target benchmark). <i>See also Benchmark.</i>
CPI	Consumer Prices Index, a measurement of UK inflation calculated monthly by the Office of National Statistics which takes no account of housing costs, e.g. mortgage payments.
Cumulative Performance	Performance measured over a particular time period ending on the date stated, e.g. 5 year cumulative performance for the period ending 30 June 2023 is for the period 1 July 2018 to 30 June 2023.
Distribution	When income is paid out to investors in Income class shares. <i>See also Inc (Income).</i>
Dividend	A payment made by a company to shareholders. The Evenlode funds receive dividends from companies in the portfolios and pay out dividends to investors in any Income share classes as a Distribution. <i>See also Distribution.</i>
Div Ex Date (XD Date)	<p>The Div ex-date is the date when income in an Income class is put aside for those investors in the share class immediately before the XD date, to be paid out on the pay date (see Div pay date).</p> <p>Investors buying the share class after the XD date are not entitled to receive the most recently declared dividend, and instead will be eligible for the next one. <i>See also Inc (Income).</i></p>
Div Pay Date	Date on which income is paid out to investors in Income class shares. This is typically two months after the XD date. <i>See also Div ex-date.</i>





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Domicile	A fund's domicile is where it is incorporated and based. Evenlode has UK-domiciled funds designed for UK investors and Irish domiciled funds designed for European investors.
EAA Sector	Morningstar fund sector. Morningstar is a company providing investment management data services and allocates funds into sectors based on their investment objectives, policies and portfolio holdings to enable similar funds to be compared. Evenlode's UK-domiciled funds are allocated to IA Sectors and Evenlode's Irish-domiciled funds are allocated to EAA Sectors. <i>See also IA Sector.</i>
ESG	Environmental, Social and Governance - refers to areas which listed companies manage and report on and which therefore form considerations for investment managers when assessing investment in companies. An example of an Environmental consideration would be greenhouse gas emissions. Examples of Social considerations would be diversity and inclusion and health and safety. An example of a Governance consideration would be board remuneration.
Equity (Equities)	Equities is another name for company shares. The Evenlode Funds are invested in equities.
Ex Ante Transaction Cost	Estimated annual transaction costs for a fund, shown as a percentage of the fund size. The figure is forward looking and is calculated based on the previous 36 months of actual costs incurred. Transaction costs include broker fees and transaction taxes for trades in company shares within the portfolio and also include 'implicit' costs (e.g. the difference in buying/selling prices of shares and the 'mid' value which is used in the fund valuations, otherwise known as the spread). Transaction Costs are excluded from the Ongoing Charges Figure (OCF) which is quoted separately. <i>See also Ongoing Charges Figure (OCF).</i>
Focused Portfolio	The Evenlode Funds are considered to be focused portfolios as they each typically invest in only 30-50 company shares which have been thoroughly researched as part of Evenlode's investment process.
Free Cash Flow (FCF)	A measure of how much cash a company can generate over and above normal operating expenses and capital expenditure. The more FCF a company has, the more it can allocate to dividend payments and growth opportunities.
FTSE All-Share Index	A Benchmark index representing the performance of UK listed Company shares over time. The FTSE All-Share Index represents over 98% of UK the market, and includes the FTSE 100, FTSE 250 and FTSE Small Cap Indices.
Historic Yield	A measure of how much income a fund has historically paid out to investors and calculated as total dividends paid out over the last 12 months, expressed as a percentage of the latest share price.





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IA Sector	Investment Association Sector. The Investment Association is an industry body and allocates funds into sectors based on their investment objectives, policies and portfolio holdings to enable similar funds to be compared. The Investment Association publishes sector definitions on its website (https://www.theia.org/industry-data/fund-sectors/definitions) and regularly monitors funds to ensure that they are classified in the appropriate sector. Evenlode's UK-domiciled funds are allocated to IA Sectors and Evenlode's Irish-domiciled funds are allocated to EAA Sectors. <i>See also EAA Sector.</i>
ICAV	Irish Collective Asset-management Vehicle - the legal structure of Evenlode's Irish-domiciled funds. The Evenlode ICAVs are open-ended, which means the fund size rises and falls when investors invest into or take money out of the fund in addition to rising and falling based on returns of the underlying portfolio of companies. <i>See also OEIC.</i>
Initial Charge	A charge levied on investors into a fund, and typically expressed as a %. The initial charge for all of the Evenlode funds is zero, with the exception of the TB Evenlode Income Fund, which has a 5% initial charge for new investors because the fund is soft-closed. <i>See also Soft-Closed.</i>
Inc (Income)	Share class in a fund where any income is paid out to investors rather than being reinvested. <i>See also Acc (Accumulation).</i> The price of Income shares will typically fall when a fund goes XD (ex-dividend) and the income element is put aside, to be paid out on the dividend pay date. <i>See also XD date and Share Class.</i>
Income Growth	Performance derived from dividends received from underlying company shares in the portfolio. <i>See also Capital Growth and Total Return.</i>
ISA	Individual Savings Account, a tax-incentivised savings wrapper in the UK.
Key Information Document (KID)	A KID is a three-page overview of a fund's main features including objectives, risks, charges and potential performance scenarios. The contents are prescribed by regulation and the format is consistent across similar funds to enable comparison. There is a KID for each share class of Evenlode's Irish-domiciled funds. <i>See also Key Investor Information Document (KIID).</i>
Key Investor Information Document (KIID)	A KIID is a two-page overview of a fund's main features including objectives, risks, charges and past performance. The contents are prescribed by regulation and the format is consistent across similar funds to enable comparison. There is a KIID for each share class of Evenlode's UK-domiciled funds. <i>See also Key Information Document (KID).</i>
Large-Cap	There are various definitions but for the Evenlode factsheets we define as companies with a Market Cap of over £10bn.
Long-term	The Evenlode Funds are designed to deliver on their stated objectives over the long-term, which is defined as periods of 5 years or more (although this is not guaranteed). The





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	funds therefore may not be suitable for investors with a shorter term investment horizon, as the risk of the funds not delivering on their stated objectives is greater.
ManCo	Management Company. The entity responsible for fund oversight (Irish domiciled funds). The ManCo has a duty to act in the best interests of the fund's investors, and to ensure that the funds are managed in line with regulations and with the investment objectives and policies set out in the prospectus. The ManCo can delegate Investment Management to another company. The ManCo of the Evenlode Funds is Equity Trustees Fund Services (Ireland) Limited. <i>See also Authorised Corporate Director (ACD).</i>
Market Capitalisation (Market Cap)	A company's Market Capitalisation is calculated by multiplying the number of shares in issue by the share price and is a reflection of the size of the company. Companies in different Market Cap sectors (<i>See Large-Cap, Medium-Cap and Small-Cap</i>) have different profiles, for example shares in Large Cap companies typically trade in higher volumes than shares in Small Cap companies due to the number of shares in issue being higher.
Mid-Cap	There are various definitions but for the Evenlode factsheets we define as companies with a Market Cap of £2bn to £10bn.
Minimum Lump Sum	The minimum amount that can be invested in an initial investment into a share class.
Minimum Regular Savings	The minimum monthly amount that can be invested in a share class in the form of regular savings (via Direct Debit).
MSCI World Index	A Benchmark index capturing large- cap and mid-cap companies across over 20 developed markets countries, with over 1,500 constituents.
Multi-national	A company with offices and operations producing and/or selling products and/or services in multiple countries.
OEIC	Open Ended Investment Company - the legal structure of Evenlode's UK-domiciled funds. Open ended means the fund size rises and falls when investors invest into or take money out of the fund (when investors invest into a fund, new shares are issued and when investors redeem, shares are cancelled) in addition to rising and falling based on the value of the underlying portfolio of companies. <i>See also ICAV and Share Price.</i>
Ongoing Charges Figure (OCF)	A measure of the level of ongoing operating costs charged to the fund over a one-year period, expressed as a percentage. For the Evenlode Funds the OCFs are the same as the Periodic Charge. Transaction Costs are excluded and are shown separately. <i>See also Ex Ante Transaction Costs and Periodic Charge.</i>
Periodic Charge	A charge covering ongoing operating costs for the fund over a one-year period, expressed as a percentage. The Periodic Charge is charged to each fund on a daily basis and all performance figures are quoted after charges. Taking a very simple example a Periodic





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	<p>Charge of 0.85% would mean that an investment valued at £10,000 and held over a one-year period would incur a Periodic Charge for the year of £85.</p> <p>For the Evenlode Funds the OCFs are the same as the Periodic Charge; the Periodic Charge covers ACD fees, Investment Manager fees, Depositary fees, Custody fees, Auditor fees and other operating costs of the funds. The Periodic Charge for the Evenlode Funds is capped for each share class and is also discounted over time once the funds reach a certain size (<i>see Prospectus for more details</i>). <i>See also OCF</i>.</p>
Portfolio Turnover	<p>A measure of how quickly shares in a fund's portfolio are either bought or sold by a fund manager over a given period of time, often expressed as a percentage. A fund which has a portfolio that is regularly changing will have a higher portfolio turnover than a fund which has a portfolio that changes less regularly. A lower portfolio turnover rate is an indication of a high conviction 'buy and hold' strategy.</p>
Prospectus	<p>The legal document giving full details about a fund's key parties, investment objective and policies, risks, costs, distribution policies, valuation points, share classes and also operating details of the fund such as how the fund is valued and details of how to buy and sell (redeem) shares. The Evenlode Fund prospectuses are available on the Evenlode website.</p>
Quartile	<p>When measuring performance of a fund against other funds with similar objectives/ portfolio compositions (<i>see IA Sector and EAA Sector</i>) over a certain period, funds can be classified into quartiles (1st quartile, 2nd quartile, 3rd quartile, 4th quartile). If a fund is 1st quartile over a period, it means its performance in that period is in the top 25% of all funds in the same sector; 2nd quartile means 25-50%; 3rd quartile means 50-75%; 4th quartile means the bottom 25%. <i>See also Rank in Sector</i>.</p>
Rank in Sector	<p>Funds can be ranked in a sector (<i>see IA Sector and EAA Sector</i>) over a certain period based on performance in that period. For example, if there are 200 funds in a sector over a period a fund's performance could mean it is ranked 30th out of 200 funds for that period, which would be 1st quartile. A fund ranked 60th out of 200 funds would be 2nd quartile. <i>See also Quartile</i>.</p>
Rolling Periods	<p>Means a new performance period commences each month. A Rolling Period of 5 years for example, measured at 30 June 2023 means the period from 1 July 2018 to 30 June 2023. When measured the following month end (31 July 2023), the period would be 1 August 2018 to 31 July 2023. Disclosing performance over historic rolling periods in addition to on a cumulative basis to the most recent month end gives investors a better view of historic performance over time. <i>See also Cumulative Performance</i>.</p>
Sector	<p>See IA Sector (UK domiciled funds) or EAA Sector (Irish domiciled funds).</p>





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SFDR	Sustainable Finance Disclosure Regulation – European regulation requiring EU domiciled funds to make certain ESG disclosures. <i>See also ESG and Article 8.</i>
SIPP	Self-invested personal pension, a type of personal pension which can be used to invest in funds.
Share Class	The Evenlode Funds each have multiple share classes. The main differences between share classes are the treatment of Income (<i>see Inc - Income and Acc - Accumulation</i>), the currency for investment (e.g. GBP, USD, Euro), the minimum initial investment required (<i>see Minimum Lump Sum</i>) and the Periodic Charge (<i>see Periodic Charge</i>). Investors can see details of the available share classes in the Prospectus and KIID/KID and decide which is the most appropriate.
Share Price	The Evenlode Funds are valued each business day and a Share Price is then published for each Share Class. The price is calculated by the fund Administrator and is calculated based on the value of the underlying portfolio, income, expenses and the number of shares in issue. Taking a very simple example, if a fund with just one GBP share class had a total value of £120 million and 100 million shares were in issue, the Share Price would be £1.20.
Small-Cap	There are various definitions but for the Evenlode factsheets we define as companies with a Market Capitalisation of less than £2bn.
Soft-closed	A soft-closed fund is a fund which allows existing investors to top-up their investments, but where new investors are discouraged from investing, due to high investment minimums or an initial charge. Funds typically soft close when they reach a certain size to help prevent them getting too large, which enables the Investment Manager to better manage the portfolio in accordance with the stated investment objectives and investment policy.
Stewardship	Stewardship in investment management refers to the responsible allocation, management and oversight of investments to seek to protect and create long-term value for clients. Evenlode’s Stewardship Team is responsible for ESG research into portfolio companies, engagement with portfolio companies, voting and reporting on ESG matters. <i>See also ESG.</i>
TB	The TB prefix for Evenlode’s UK domiciled funds reflects T. Bailey Fund Services Limited (TBFS). <i>See also ACD.</i>
Total Return	Total returns capture both capital returns (<i>See Capital Growth</i>) and income returns, i.e. dividends received from underlying company shares (<i>see Income Growth</i>) and therefore reflects the total return on an investment over time.





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UK UCITS	The UK equivalent of UCITS, implemented in the UK as a result of Brexit. <i>See also UCITS.</i>
UCITS	Undertakings for Collective Investment in Transferable Securities – a European regulatory framework for investment funds that prescribes how funds should operate. Evenlode’s funds are UCITS funds (the UK domiciled funds are UK UCITS funds). <i>See also UK UCITS.</i>
Volatility	A statistical measure of the fluctuations of a value over time, expressed as a percentage. For funds or indices, higher volatility is an indication of higher risk.
XD Date	<i>See Div ex-date.</i>

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