

# TB WISE MULTI-ASSET GROWTH



## MONTHLY FACTSHEET

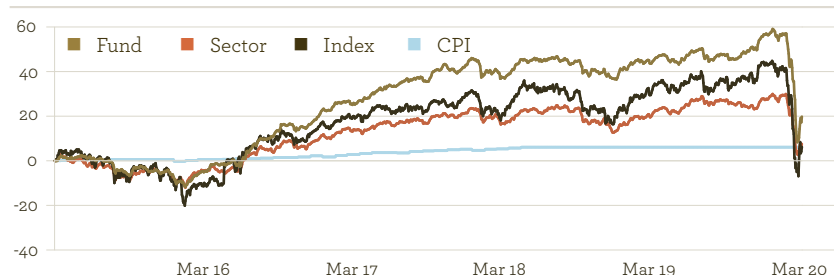
all data as at 31 March 2020

## FUND ATTRIBUTES

The investment objective of TB Wise Multi-Asset Growth is to provide growth over the medium to long term in excess of the Cboe UK All Companies Index and in line with, or better than, the rate of UK inflation (based on the Bank of England's preferred measure of UK inflation, which is currently the Consumer Price Index (CPI)).

- ✓ Aims to provide long term capital growth ahead of the Cboe UK All Companies Index and inflation
- ✓ Portfolio of c.40 funds and investment trusts
- ✓ Adopts a value bias investment approach
- ✓ Focus on high-quality funds and investment trusts investing in out-of-favour areas
- ✓ Preference for fund managers with a disciplined, easy-to-understand investment process
- ✓ Low portfolio turnover

## FIVE YEAR PERFORMANCE (%)



## CUMULATIVE PERFORMANCE

	1m	3m	6m	1yr	3yr	5yr
Fund <sup>1</sup>	-16.2	-23.5	-18.8	-16.8	-4.6	19.8
Relative to Cboe UK All Companies*	-1.0	2.1	3.9	2.3	8.4	17.6
Relative to CPI*		-23.6	-18.9	-18.3	-10.6	10.9
Relative to IA Flexible*	-5.3	-8.0	-5.6	-8.7	-1.7	9.1
Rank in sector	134/159	144/159	135/158	140/156	66/127	23/119
Quartile	4	4	4	4	3	1

## DISCRETE ANNUAL PERFORMANCE

	31/03/19	31/03/18	31/03/17	31/03/16	31/03/15
	31/03/20	31/03/19	31/03/18	31/03/17	31/03/16
Fund <sup>1</sup>	-16.8	4.8	9.4	31.6	-4.6
Relative to Cboe UK All Companies*	2.3	-1.4	8.2	9.0	-0.5
Relative to CPI*	-18.3	2.9	7.0	29.3	-5.1
Relative to IA Flexible*	-8.7	1.5	7.0	12.5	-0.3

\*A negative figure denotes underperformance of the fund, and a positive figure denotes outperformance.

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.

1. TB Wise Multi-Asset Growth B Acc

Past performance is not a guide to the future and outperforming target benchmarks is not guaranteed.

## RATINGS



## PORTFOLIO MANAGERS



Vincent Ropers, Tony Yarrow, and Philip Matthews (left to right)

### VINCENT ROPERS

Vincent joined the Wise Funds team in April 2017 as a co-portfolio manager, bringing twelve years of portfolio management experience.

### TONY YARROW

Tony founded Wise Investment, now Wise Funds, in 1992. He has been managing investment funds since 1988 bringing thirty years experience.

### PHILIP MATTHEWS

Philip joined the Wise Funds team in September 2018 as co-portfolio manager, bringing nineteen years of portfolio management experience.

## KEY DETAILS

Target Benchmarks <sup>2</sup>	Cboe UK All Companies, UK CPI
Comparator Benchmark	IA Flexible
Launch date	1 April 2004
Fund value	£47.5 million
Holdings	37
Valuation time	12pm

2. The target benchmarks have been chosen as the most appropriate benchmarks for the fund. Targeting an income in excess of the CBOE UK All Companies Index and long term growth above the level of CPI. The comparator benchmark shows the fund against the Flexible sector. To find out more, please see the full prospectus.

## CONTACT US

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T. Bailey Fund Services Ltd ([www.tbailey.co.uk/wise](http://www.tbailey.co.uk/wise))



## PORTFOLIO ANALYSIS

### MANAGER COMMENTARY

The coronavirus (covid-19) situation went from bad to worse over the month. At the time of writing, about a quarter of the world's population is living in some form of lockdown (either partial or total) in order to slow the spread of the disease. Now that it has reached the US, the total number of cases is rising at an alarming pace (due to the size and the concentration of its population) and, in a rare historical case, the whole world (developed and emerging) is living with a synchronised fear of a common enemy. Glimmers of hope can be found, however. The main one is the return to normal in China and other Asian countries: lockdowns are being cautiously lifted, people and companies are coming back to work (Chinese factories now appear to be running at 70-90% of their capacity), and economic activity is rebounding. In Europe, we are starting to see a positive impact from lockdown measures, following a similar pattern to China -albeit slower because of less draconian measures employed-, which let us contemplate the possibility of a return to some sort of normality in a matter of weeks as opposed to months. The unprecedented speed at which researchers have gathered resources is also starting to produce results with more than 40 vaccine candidates in pre-clinical developments, letting us envisage a permanent solution to this health crisis over the next 12 to 18 months. From a market standpoint, those latter points are clearly the ones investors have been focussing on towards the end of the month. This in no way means that we are out of the woods yet, but it is probably fair to say that the point of maximum uncertainty is now behind us. Markets are a discounting mechanism looking at present facts and future events. With the experience of the past few weeks, we certainly know more now about the virus and its impact on the global economy than we used to. We have also seen an unparalleled global response from governments and central banks, similar in size to the one deployed in 2008-09 but put in place in a matter of weeks rather than months or years. For example, the recently announced US fiscal stimulus is the equivalent to the one put in place over 2 years in 2008-09, while the ~75% increase expected in the Federal Reserve's balance sheet is equivalent to the total increase over the 10 years following the Great Financial Crisis. More support will certainly be required but what has already been announced gives a lot more comfort about how the economic impact of the virus will be mitigated. The collapse of so-called risk assets through February and March has been the fastest on record and, in many ways, feels as bad as or worse than 2008-09. Lows may be retested but, given the transitory nature of this crisis, the support put in place by authorities and the valuations currently on display, we are likely to look back at this period as one of the great investment opportunities for long-term investors.

The TB Wise Multi-Asset Growth fund was down 16.2% during the month, slightly behind the CBOE UK All Companies index (-15.2%) and lagging its peer group (-11%). Our refusal to hold government bonds on valuations grounds and the indiscriminate selling of our defensive holdings so far have penalised our performance.

We did very little in the portfolio during this difficult period. As we said last month, now is not the time to make heroic changes and the lack of liquidity makes it impossible to trust prices in any case. What we have done though is catch up with as many of our managers as possible (24 in total this month). A silver lining of all of us working from home is that those sorts of ad-hoc meetings via video calls are much easier to arrange! Key to our investment process is to understand and gain trust in our managers before investing. This focus on qualitative research helps in times like these because, when the good is sold with the bad, we need to have faith in the quality of our funds. We have been impressed by how our managers have reacted to this crisis, diligently analysing their portfolios, adjusting their positions when required and sticking to their process. If we have done our work properly, we shouldn't need to make many changes to our portfolio ourselves as we know our clients' money is in good hands. Another encouraging factor is that our value bias pushes us towards managers used to focusing on risks and on balance sheet strength (value investors need to avoid value traps). While the selling has been indiscriminate so far, we believe that those managers who avoided the riskiest of companies will ultimately come out on top. Finally, we were reminded of the power of diversification, not only by asset classes but also geographically. As covid-19 progresses from East to West, the experience of our Asian managers is very different to our European ones for example.

We would like to apologise for the poor performance so far this year but remain confident, as history has shown since launch of this strategy in 2004, that our process will continue to help us deliver appealing absolute and relative returns for our clients in the coming months and years.

### SHARE CLASS DETAILS - B SHARES (CLEAN CLASS)

SEDOL Codes	Acc: 3427253
Minimum Lump Sum	£1,000
Initial Charge	0%
Investment Management Fee	0.75% taken from capital
Ongoing Charges Figure <sup>1,2</sup>	1.20% taken from capital
Regular Savings Option Available?	Yes - minimum £50 per month

### IMPORTANT INFORMATION

Full details of the TB Wise Funds, including risk warnings, are published in the TB Wise Funds Prospectus, the TB Wise Supplementary Information Document (SID) and the TB Wise Key Investor Information Documents (KIIDs) which are available on request and at [www.wise-funds.co.uk](http://www.wise-funds.co.uk). The TB Wise 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. Capital appreciation in the early years will be adversely affected by the impact of initial charges and you should therefore regard your investment as medium-to-long term. Every effort is taken to ensure the accuracy of the data used in this document but no warranties are given. Wise Funds Limited is authorised and regulated by the Financial Conduct Authority, No. 768269. T. Bailey Fund Services Limited is authorised and regulated by the Financial Conduct Authority, No. 190293.

### TOP TEN HOLDINGS (%)

AVI Global Trust	6.5
Caledonia Investments	6.1
Merian Gold & Silver Fund	4.3
Blackrock World Mining	4.1
AVI Japan Opportunity Trust	3.9
JOHCM UK Equity Income Fund	3.9
Aberdeen Standard Asia Focus	3.7
TR European Growth Trust	3.5
LF Ruffer Equity & General Fund	3.4
Schroder Global Recovery Fund	3.1
<b>Total</b>	<b>42.5</b>

### ASSET ALLOCATION (%)

Region	
Global	48.0
UK	20.0
Asia Pacific ex Japan	9.0
Emerging Markets	7.0
Europe ex UK	6.0
Japan	4.0
Europe	2.0
America	1.0
Investment Type	
Equities	61.0
Alternatives	32.0
Fixed Interest	3.0
Cash & Income	
	3.5

### HOW TO INVEST

TB Wise Multi-Asset Growth is available as an OEIC and is also suitable to include in stocks and shares ISAs. You can buy shares in the fund by visiting [www.tbailey.co.uk/wise](http://www.tbailey.co.uk/wise); by telephoning the TB Wise Investor Dealing Line on 0115 988 8258 (open business days between 9am and 5pm); or through various third parties including Cofunds, Skandia, Axa Winterthur, Axa Elevate and Standard Life.

1. The Ongoing Charges Figure is based on the expenses incurred by the fund for the 12 months ended 31 August 2019. The figure may vary year to year.
2. Includes Investment Management Fee.