

TB WISE MULTI-ASSET INCOME



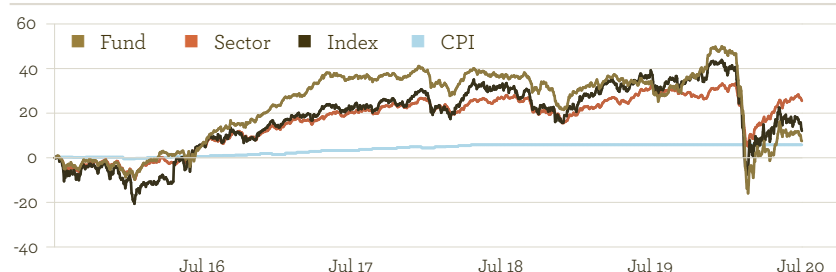
MONTHLY FACTSHEET
all data as at 31 July 2020

FUND ATTRIBUTES

The investment objectives of TB Wise Multi-Asset Income are to provide a yield in excess of the Cboe UK All Companies Index with the potential to provide income growth and capital growth over the medium to long term 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)).

- ✓ A flexible, diversified portfolio that can invest in all asset classes
- ✓ A consistent and attractive level of income
- ✓ The portfolio invests both direct and through open and closed-ended funds
- ✓ Adopts a value bias investment approach
- ✓ Monthly distributions

FIVE YEAR PERFORMANCE (%)



CUMULATIVE PERFORMANCE

	1m	3m	6m	1yr	3yr	5yr
Fund ¹	-2.7	0.0	-26.7	-19.5	-21.2	7.1
Relative to Cboe UK All Companies*	1.1	-1.1	-8.5	-1.0	-11.2	-0.6
Relative to CPI*		-0.1	-27.1	-20.1	-26.4	-1.5
Relative to IA Flexible*	-2.8	-6.1	-23.3	-17.0	-28.7	-22.1
Rank in sector	154/162	155/162	156/159	154/157	132/135	107/117
Quartile	4	4	4	4	4	4

DISCRETE ANNUAL PERFORMANCE

	31/07/19	31/07/18	31/07/17	31/07/16	31/07/15
	31/07/20	31/07/19	31/07/18	31/07/17	31/07/16
Fund ¹	-19.5	-3.2	1.2	26.8	7.1
Relative to Cboe UK All Companies*	-1.0	-4.3	-8.0	11.8	3.0
Relative to CPI*	-20.2	-5.2	-1.4	24.2	6.5
Relative to IA Flexible*	-17.0	-7.6	-4.4	13.6	0.9

*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 Income B Inc

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)

PHILIP MATTHEWS

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

VINCENT ROPERS

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

KEY DETAILS

Target Benchmarks ²	Cboe UK All Companies, UK CPI
Comparator Benchmark ²	IA Flexible
Launch date	3 October 2005
Fund value	£83.1 million
Holdings	40
Historic yield ³	5.4%
Div ex dates	First day of every month
Div pay dates	Last day of following month
Valuation time	12pm

2. The benchmarks have been chosen as the most appropriate benchmarks for the fund, given the fund's stated investment objectives and policy. To find out more, please see the full prospectus.

3. 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.

CONTACT US

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PORTFOLIO ANALYSIS

MANAGER COMMENTARY

July saw a return to a more risk averse mood within markets as investors focussed on the apparent failure of the US authorities to control the spread of Covid-19 as well as the emergence of localised second waves closer to home, which sapped prior enthusiasm that a V-shaped recovery in economic data might be possible. Leadership within the market returned to those areas which have shown the greatest resilience in the face of the pandemic whilst traditional safe havens continued to perform strongly. The tone from central banks globally remains highly supportive with limited likelihood the current low interest rates will rise any time soon. Central banks have also indicated they are willing to make further asset purchases of bonds (quantitative easing) which continues to lead to the yield on government debt in major developed economies remaining at recent low levels. This determination to keep long term interest rates low has extended the outperformance of growth stocks (in particular technology) and put pressure on more cyclical names, in particular financials whose revenues fall with lower interest rates and where impairments have risen to reflect the deteriorating outlook for global GDP. Despite the relative spread in valuations between these two camps (growth & value stocks) being as wide as they have ever been as well as capital ratios for banks having improved substantially since the Global Financial Crisis (3x higher), investors have concentrated on the short-term impact on profitability of the pandemic and uncertainty over its duration rather than the exceptional valuation opportunity that exists within the sector. As examples, around 50% of the market capitalisation of Natwest is represented by excess capital held on their balance-sheet. Similarly, Standard Chartered trades on c.65% discount to its tangible book value and its capital position appears exceptionally strong. Both companies have stated in their latest results that they intend to return to paying dividends as soon as possible but are currently being prevented from doing so by their regulators. Reflecting the tone of risk aversion, another notable feature of the month was the strength in the gold price, which moved above \$2000/oz for the first time in history. Whilst we have no direct exposure to gold in the portfolio given the lack of income it provides, we do hold a significant position in Blackrock World Mining Trust, which has c.35% exposure to Gold miners, and benefited from its strong performance (+7.4%) in the month. Finally, it is worth highlighting the strength in the gold price was also driven by the weakness in the US dollar, which fell 4% over the month. Traditionally the dollar has been a safe harbour for investors to turn to in times of economic uncertainty and its weakness a reflection that investors are more enthusiastic about the growth prospects for the global economy. Its weakness last month, however, appears to reflect concerns over its failure to deal with the pandemic and mounting political unrest ahead of November's presidential election.

During the month the TB Wise Multi-Asset Income fund fell 2.7%. This compared to a fall of 3.7% for the CBOE UK All Companies index and to the IA Flexible sector average, which rose 0.2%. As indicated above, the biggest detractor to performance in the month came from the financial sector, notably our banks holdings. We continue to believe that the sector represents one of the best value sectors in the market and on any medium-term time horizon investors should both be rewarded by strong capital growth as well as the resumption of dividends. As an example, Paragon fell 10% over the month despite announcing a trading statement in line with previous expectations. There were encouraging signs of a pick-up in new business following a hiatus during lockdown leading to overall loan book growth over the quarter. Encouragingly the company did not require any further overlay provisions to its loan book and there have been no significant credit losses or specific provisions in the quarter. With the shares trading on 0.7x net asset value we believe there is significant scope for a rerating once the market gets comfortable that the worst of the Covid-19 provisioning is behind it. Elsewhere, some of the more exposed names in the portfolio to the direction of lockdown easing measures performed poorly. Whilst the measures eased further in the period, regional lockdowns were imposed and previously announced measures were reversed as the spread of the virus picked up over the month. Shoezone, Easyjet, Ricardo, Taylor Wimpey and U&I performed poorly with performance becoming increasingly sensitive to the twin forces of near-term uncertainty over earnings on the one hand and the highly attractive valuations on more normalised earnings on the other. We saw good performance from our more defensive and growth holdings, namely Ecofin Global Utilities and European Assets Trust as well as companies exposed to demand from Asian markets which appear to be emerging from the crisis relatively well, such as Rio Tinto, Aberdeen Asian Income and XP Power. There have been a number of encouraging statements regarding dividends during the month, marginally ahead of the more optimistic scenario we laid out in June. XP Power has reinstated its dividend, Palace Capital has returned to paying a lower dividend and Rio Tinto announced a rise in its dividend year on year.

SHARE CLASS DETAILS - B SHARES (CLEAN CLASS)

SEDOL Codes	Acc: BoLJ1M4	Inc: BoLJ016
Minimum Lump Sum	£1,000	
Initial Charge	0%	
Investment Management Fee	0.75% taken from capital	
Ongoing Charges Figure ^{1,2}	0.88% 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. 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 (%)

Legal & General	7.6
Princess Private Equity	7.0
Blackrock World Mining	6.8
Rio Tinto	6.0
Middlefield Canadian Income	4.3
Aberdeen Asian Income Fund	4.1
European Assets Trust	3.2
Ecofin Global Utilities and Infra. Trust	3.1
Ediston Property	2.9
TwentyFour Income Fund	2.9
Total	47.9

ASSET ALLOCATION (%)

Region	
UK	43.0
Europe	17.0
Global	15.0
Asia Pacific ex Japan	12.0
North America	7.0
Europe ex UK	5.0
Investment Type	
Equities	67.0
Alternatives	17.0
Property	11.0
Fixed Interest	4.0
Cash & Income	1.0

HOW TO INVEST

TB Wise Multi-Asset Income 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; 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 29 February 2020. The figure may vary year to year.
2. Includes Investment Management Fee.