

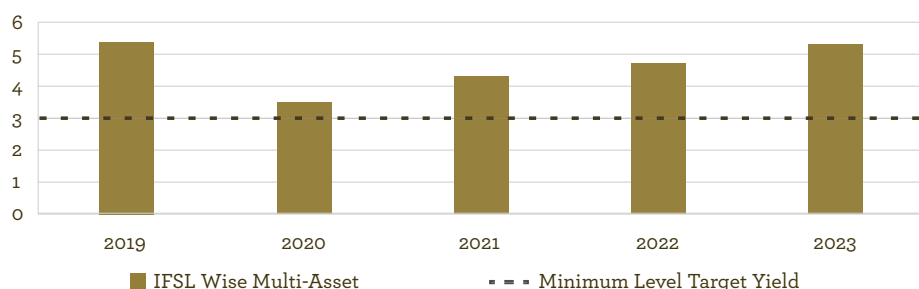
# IFSL WISE MULTI-ASSET INCOME

## INVESTMENT OBJECTIVE

The Fund aims (after deduction of charges) to provide:

- an annual income in excess of 3%; and
- income and capital growth (after income distributions) at least in line with the Consumer Price Index (“CPI”), over Rolling Periods of 5 years.

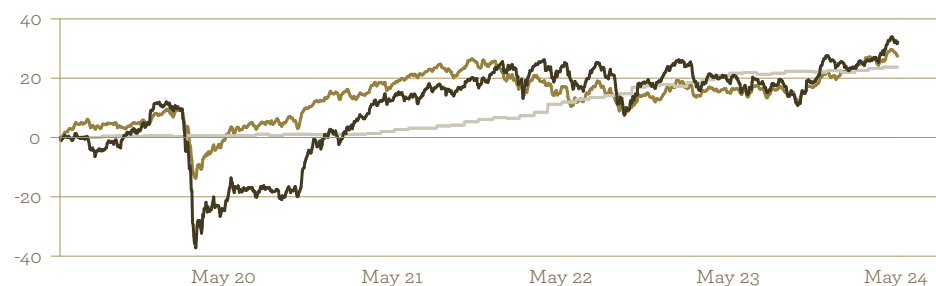
## Annual Historic Yield (%)



Historic Yield has been calculated by summing the dividends over the given period divided by the price on the final XD date for the period.

Source: Financial Express 31 May 2024

## 5 YEAR PERFORMANCE (%)



## Cumulative Performance

	1m	3m	6m	1yr	3yr	5yr
■ Fund <sup>1</sup>	2.2	6.9	11.4	11.6	14.7	30.4
■ CPI		0.9	1.4	1.7	20.5	23.7
■ IA Mixed 40-85% Sector	1.0	3.1	8.9	10.6	7.8	27.5
Quartile	1	1	1	2	1	2

## Discrete Annual Performance

12 months to	31.05.2024	31.05.2023	31.05.2022	31.05.2021	31.05.2020
Fund <sup>1</sup>	11.6	-5.8	9.2	44.6	-21.3
CPI	1.7	8.7	9.0	2.1	0.6
IA Mixed 40-85% Sector	10.6	-1.7	-0.9	17.0	1.1

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. IFSL Wise Multi-Asset Income B Inc.

The CPI quoted is the target benchmark. The IA Mixed 40-85% Investment Sector has been chosen as an additional comparator benchmark. To find out more, please see the full prospectus. To find out more, please see the full prospectus.

As the factsheets are produced prior to the publication of the latest monthly CPI figures, the performance calculations assume the published CPI for the most recent month is the same as the previous month.

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

## PORTFOLIO MANAGERS

Wise Funds adopt a team approach. For full bios see [www.wise-funds.co.uk/about-us/our-people](http://www.wise-funds.co.uk/about-us/our-people).



### PHILIP MATTHEWS

Philip started his investment career in 1999 before he joined the Wise Funds team in September 2018 as a co-portfolio manager.



### VINCENT ROPERS

Vincent started his investment career in 2004 before he joined the Wise Funds team in April 2017 as a co-portfolio manager.

## FUND ATTRIBUTES

- ④ A flexible, diversified portfolio that can invest in all asset classes.
- ④ Targets a consistent and attractive level of income.
- ④ The portfolio invests both direct and through open and closed-ended funds.
- ④ Adopts a value bias investment approach.
- ④ Monthly distributions.

## INVESTOR PROFILE

- ④ Seek an attractive level of income and the prospect of some capital growth.
- ④ Accept the risks associated with the volatile nature of an adventurous multi-asset investment.
- ④ Plan to hold their investment for the long term, 5 years or more.



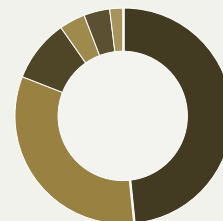
PORTFOLIO

**Top 20 Holdings (%)**

Vontobel TwentyFour Strategic Income	7.0
Aberforth Smaller Companies Trust	6.0
Schroder Global Equity	5.9
Twentyfour Income Fund	5.6
HICL Infrastructure	5.1
BlackRock Energy & Res Inc Trust	5.0
abdrn Property Income Trust	4.9
Ecofin Global Utilities and Infrastructure Trust	4.8
International Public Partnerships	4.4
Fidelity Special Values	4.1
abrdrn Asian Income Fund	3.9
Middlefield Canadian Income	3.9
Ct Private Equity Trust	3.8
Blackrock World Mining Trust	3.8
Legal & General Group	3.8
Polar Capital Global Financials Trust	3.7
Urban Logistics REIT	3.4
International Biotechnology Trust	3.0
ICG Enterprise	2.8
GCP Infrastructure Investments	2.2
<b>Total</b>	<b>87.1</b>

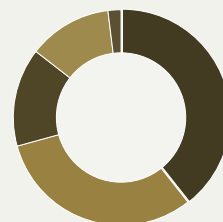
**Geographical Allocation (%)**

Global	48.4
UK	32.5
Europe	9.4
Asia Pacific ex-Japan	3.9
North America	3.9
Cash & Income	1.9



**Asset Allocation (%)**

Equities	39.4
Alternatives	31.4
Fixed Interest	14.8
Property	12.6
Cash & Income	1.9



CONTRIBUTIONS TO PERFORMANCE

**Top 5 Contributors**

**Monthly Contribution (%)**

Aberforth Smaller Companies Trust	0.35
Ecofin Global Utilities and Infra. Trust	0.27
Middlefield Canadian Income	0.25
Fidelity Special Values	0.21
Legal & General	0.21

**Top 5 Detractors**

Blackrock World Mining	-0.01
Schroder Global Equity Income	-0.03
BlackRock Energy & Res Inc Trust	-0.04
Twentyfour Income Fund	-0.07
International Public Partnerships	-0.12

The contributions are the holdings that either contributed or detracted on performance over the month, showing the top 5 (where relevant) of each category.

All Data is sourced from Wise Funds and Factset.

ANNUAL DIVIDEND PAYMENTS

Year	Pence/share	Rolling 5 Year Change	5 Year UK CPI (Inflation)
2014	5.35	16.30%	+16.24%
2015	5.34	26.54%	+12.81%
2016	5.49	10.91%	+8.48%
2017	6.06	14.56%	+7.36%
2018	6.87	34.71%	+7.26%
2019	6.62	23.74%	+7.34%
2020	6.09	14.04%	+9.15%
2021	3.77	-31.33%	+9.32%
2022	5.63	-7.10%	+13.42%
2023	5.83	-15.14%	+20.50%
2024	6.12	-7.55%	+23.10%

Pence/share figures relate to the fund's financial year ended February of the relevant year.

Rolling 5 Year change figure is calculated as Pence/share figure for relevant year compared to same figure from 5 years before.



MONTHLY COMMENTARY

Interest rates have now stayed on hold for over 10 months in the US, over 9 months in the UK and over 8 months in the Eurozone. Markets generally believe that the tightening cycle of monetary policy is now behind us and the next move in interest rates will be down. The question remains how many more months will rates stay on hold, which of these three central banks is likely to cut rates first, and by how much can rates be cut without re-igniting the inflationary forces that so much effort has been exerted to tame. Whilst changes in interest rates most directly impact bond markets, movements up and down in the cost of money are also keenly observed by equity investors as they both influence future expectations around economic growth and consequently corporate earnings as well as the rate those future earnings are discounted back to today to derive fair estimates of value. Data highlighting changes to economic growth and inflation continue to be carefully studied as a result in order to provide answers to the questions above. Over the month, investors drew some comfort that recent unhelpful inflation data in the US was no longer coming in stronger than expected. This reinforced more positive news previously released that showed the US labour market was finally showing some signs of cooling. Whilst this provided the Federal Reserve (Fed) with some welcome breathing space, comments from the chairman, Jerome Powell, at the start of the month citing a lack of further progress towards its 2% target in recent months, caused investors to conclude the US is not likely to be the first major central bank to cut rates. Conversely, the European Central Bank buoyed by more benign recent inflation data stoked expectations that it will lower its benchmark deposit rate as early as its next meeting in the first week in June. Rather than being led by the Fed they are happy to branch out alone if that is what the data allows. In the UK, the Bank of England (BOE) signalled it would cut rates this summer, possibly by more than was priced into markets at the time, even though subsequently reported UK inflation dropped by less than expected and GDP data for the first quarter showed the UK economy had grown by the fastest pace since 2021. Whilst markets have been focussed on economic data and monetary policy in recent months, May provided something of a political surprise in the UK with Rishi Sunak electing to hold a July General Election rather than in the autumn as expected. Markets saw limited direct impact from the announcement and appear to believe that a change in government is the most probable outcome and with it, greater political clarity. In the US, Donald Trump was found guilty of falsifying business records although this appears only to have polarised further US political divisions rather than denting his electoral chances.

Equity markets performed strongly over the month helped by the more supportive US inflation and employment data. In the UK, cheap equity market valuations coupled with signs that the economy is recovering from the weakness experienced during the second half of last year, the BOE poised to cut interest rates and a steady trickle of bid activity for UK companies provided a solid backdrop for healthy UK equity market returns, particularly for mid and small-sized companies.

In May, the IFSL Wise Multi-Asset Income Fund rose 2.3%, ahead of the IA Mixed Investment 40-85% Sector, which rose 1%. Our equity holdings were the strongest contributors to performance over the month with the UK holdings leading the way. Our UK fund holdings Aberforth Smaller Companies, Fidelity Special Values and GLG Income all outperformed the broader UK market as did our two direct financial holdings, Paragon and Legal & General. Last month we said that an average discount of over 30% on our property holdings coupled with a positive outlook for rental growth should provide a significant margin of safety in the face of higher interest rates. This month property was again a positive contributor to returns. Over the month, Empiric Student Property announced it expected growth in average weekly rents to exceed 6% for the upcoming academic year on the back of full occupancy of its rooms whilst Impact Healthcare REIT announced 4% rental growth, with care home tenant performance continuing to improve driven by stable bed occupancy and rising fees. Abrdn Property Income confirmed shareholder approval for the managed wind-down of its portfolio as well as an updated net asset value nearly 50% higher than the prevailing share price. Helical announced the sale of 50% stake in its 100 New Bridge Street development coupled with the signing of a financing package and building contract that paves the way for the redevelopment of this office block to be completed in March 2026. Whilst the half-year results saw a greater than expected 33% net asset value fall given the weakness in the office sector, the shares again appear to more than reflect this sitting at a greater than 30% discount to the revised asset value.

Over the month, we added to our holding in GCP Infrastructure following a positive meeting with the manager and a visit to one of their Energy from Waste investments in Gloucestershire. The board is committed to realise £150m of assets over the next year (15% of the portfolio) and to pay down debt and buy back £50m of shares. A recently announced disposal of a windfarm above book value is a good start and demonstrates the renewed focus away from investments with exposure to unpredictable generation output and power prices. With the shares sitting at a near 30% discount to asset value, yielding over 9% and a commitment to improve capital allocation, we believe this represents an attractive opportunity. We switched some of our holding in International Public Partnerships into HICL Infrastructure given recent relative share price performance. Similarly, we trimmed a number of our better performing equity holdings and added to ICG Enterprise, a private equity fund which has lagged in recent months.

RATINGS AND AWARDS





## SHARE CLASS DETAILS

	B Acc (Clean)	B Inc (Clean)	W Acc (Institutional)	W Inc (Institutional)
Sedol Codes	BoLJ1M4	BoLJo16	BD386V4	BD386W5
ISIN Codes	GB00BoLJ1M47	GB00BoLJo160	GB00BD386V42	GB00BD386W58
Minimum Lump Sum	£1,000	£1,000	£50 million	£50 million
Initial Charge	0%	0%	0%	0%
Exit Charge	0%	0%	0%	0%
IFA Legacy Trail Commission	Nil	Nil	Nil	Nil
Investment Management Fee	0.75%	0.75%	0.50%	0.50%
Operational Costs	0.14%	0.14%	0.14%	0.14%
Look-Through Costs	0.12%	0.12%	0.12%	0.12%
<b>Ongoing Charges Figure<sup>123</sup></b>	<b>1.01%</b>	<b>1.01%</b>	<b>0.76%</b>	<b>0.76%</b>

### All performance is still quoted net of fees.

1. The Ongoing Charges Figure is based on the expenses incurred by the fund for the period ended 31 August 2023.
2. Includes Investment Management Fee, Operational costs and look-through costs.
3. The Ongoing Charges Figure is based on the expenses incurred by the fund for the period ended 31 August 2023 as per the UCITS rules. The figures may vary year to year

## KEY DETAILS

Target Benchmarks <sup>1</sup>	UK CPI
Comparator Benchmark <sup>1</sup>	IA Mixed 40-85% Investment Sector
Launch date	3 October 2005
Fund value	£63.5 million
Holdings	27
Historic yield <sup>2</sup>	5.2%
Div ex dates	First day of every month
Div pay dates	Last day of following month
Valuation time	12pm

1. To find out more, please see the full prospectus.
2. 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.

## HOW TO INVEST

IFSL 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.ifslfunds.com](http://www.ifslfunds.com) to obtain application forms or by telephoning the IFSL Wise Investor Dealing Line on 0808 164 5458 (open business days between 9am and 5pm); or through various third parties platforms. Please contact us if you can not find the fund on your chosen platform.

## IMPORTANT INFORMATION

Full details of the IFSL Wise Funds, including risk warnings, are published in the IFSL Wise Funds Prospectus, the IFSL Wise Supplementary Information Document (SID) and the IFSL Wise Key Investor Information Documents (KIIDs) which are available on request and at [wise-funds.co.uk/our-funds](http://wise-funds.co.uk/our-funds). The IFSL 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. Investment Fund Services Limited is authorised and regulated by the Financial Conduct Authority, No. 464193.

## CONTACT US



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Business Development Manager

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