



# Dynamic Fund

Data as at 31 July 2018

## Institutional Inc Unit Classes Fund Factsheet

Before making an investment you should ensure that you have read and understood the relevant Key Investor Information document. This can be found at <http://tbaileyam.co.uk/fund-documents>. Please ensure you read the important information/risk warnings section overleaf.

# T.BAILEY



### INVESTMENT AIMS AND POLICY

The aim of the fund is to outperform UK inflation plus 3.0% per annum on a total return basis over the medium-to-long term. The Fund invests in a diversified portfolio of different asset classes, predominantly via underlying Regulated Collective Investment Schemes.

### FUND ATTRIBUTES

- Independent - Investing in the best\* managers across all asset classes
- Daily liquidity
- Daily pricing
- Settlement T+4
- Minimum investment of £1,000
- Single priced
- No initial fees
- No exit fees
- No performance fees
- No CGT tax event on transactions within the portfolio

*\*Best by returns not assets.*

### FUND MANAGERS

The T. Bailey Dynamic Fund is jointly managed by:



**Elliot Farley.** A Warwick University mathematics graduate with over a decade of experience in the fund management industry. He has worked with the T. Bailey Funds since 2000 having previously been an ACA with Deloitte.



**Peter Askew** has led global fixed income teams at T. Rowe Price, Flemings and JP Morgan. Over the past decade he has held senior roles at a fund of hedge funds and Standard Life Investments. Previously he worked with a multi-family office and ran his own investment consultancy business.

### CUMULATIVE PERFORMANCE AFTER ALL ONGOING CHARGES TO LAST VALUATION POINT IN JULY 2018

	3 months	1 year	2 years	3 years	5 years
T. Bailey Dynamic Institutional Inc.	1.52%	4.23%	14.91%	20.93%	38.73%
UK Inflation (CPI) plus 3% per annum	0.89%	5.35%	11.30%	15.33%	24.47%

### DISCRETE PERFORMANCE: 12 MONTHS ENDED LAST VALUATION POINT IN JUNE

	2014	2015	2016	2017	2018
T. Bailey Dynamic Institutional Inc.	8.73%	9.25%	1.17%	14.25%	4.24%
UK Inflation (CPI) plus 3% per annum	4.98%	3.02%	3.42%	5.76%	5.23%

Total Return, Bid to Bid (with the exception of any initial charge taken by your Financial Adviser). Tax UK Net. Source: T. Bailey/FE. Past performance is not a reliable indicator of future results. 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. The above tables and the graph below list the performance of the 'clean' share class, the institutional, which is available with a minimum investment of £1,000.

### 5 YEAR PERFORMANCE



— T. Bailey Dynamic Fund – Inst. (38.73%)  
— CPI + 3% (24.47%)

Source: FE Analytics





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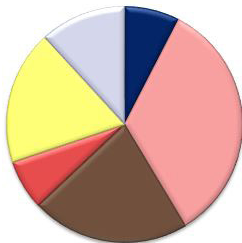
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## TOP 10 HOLDINGS

	%
JPM Japan	3.9
Livingbridge UK Micro Cap	3.9
Schroder UK Dynamic Absolute Return	3.8
Polar Capital UK Absolute Equity	3.7
Jupiter Absolute Return	3.7
Old Mutual Global Equity Absolute Return	3.6
Polar Capital UK Value Opportunities	3.6
RobecoSAM Smart Materials	3.3
Robo Global Robotics and Automation	3.2
Polar Capital Healthcare Opportunities	3.1
<b>Sub Total</b>	<b>35.9</b>
Other 31 Holdings	55.0
Cash*	9.1
<b>TOTAL</b>	<b>100.0</b>

## ASSET ALLOCATION



UK Equities	7.5%
Global & Thematic Equities	33.9%
Absolute Return	25.2%
Fixed Income & Debt	6.8%
Diversifiers	17.6%
Cash* / Net fund Income	9.1%

\*Includes net exposure of forward foreign exchange contracts.

## FUND COMMENTARY

July saw global equity markets edge back in to the black following a turbulent, albeit ultimately positive, first half to the year. Seemingly blind to potentially perilous valuations, US stocks continued their upward trajectory whilst markets in many other regions are trending below their six month moving averages. We have been wary of the impacts of this scenario for some time. The risks of the trend in momentum investing which has resulted in the US becoming more expensive than ever before relative to the rest of the world, were highlighted towards the end of the month. Disappointing reporting periods for Facebook and Netflix triggered an aggressive sell off, dragging the other 'FAANG' stocks (these being Facebook, Apple, Amazon, Netflix and Google) down with them. As the largest components of the NASDAQ 100, the resulting downturn in the index impacted broadly across all three major US markets.

We favour a thematic approach to provide total returns in excess of UK inflation+3% per annum over the medium to long term and identify technology as one of the key drivers. We believe that companies whose valuations are stretched and may struggle to grow earnings to justify their hefty price tags are not best placed to deliver those returns. To that end, the T. Bailey Dynamic Fund has no exposure to any of the FAANG stocks instead favouring managers who can identify innovative, index agnostic opportunities across global equity markets as part of a portfolio well diversified across asset classes to achieve our client's objective.

## FUND CHARGES – INST. ACC UNIT CLASSES

Initial charge	Nil
Annual Management Charge	0.60%
Ongoing Charges Figure* (at 31 Mar 2018)	1.36%
Exit Charge	Nil
Minimum Investment Lump Sum	£1,000
Subsequent	£500
Regular Savers Scheme	✓
Regular Withdrawal Option	✓

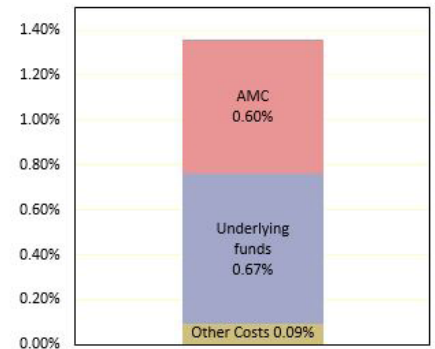
\* The Ongoing Charges Figure includes the Annual Management Charge. For further details on fund charges, please refer to the Prospectus and Key Investor Information Document. All classes can be held as a Unit Trust investment or within a stocks and shares ISA wrapper.

## KEY FACTS

Fund Size	£98.6m
Benchmark	UK Inflation plus 3.0% per annum
IA Sector	Mixed Investment 20%-60% Shares
Launch Date	2 May 2006
Units	Income, Accumulation
Distribution Frequency	Quarterly
Net Yield*	1.1%
Rated	Morningstar ★★★★★

\* Previous 12 months' declared distributions as a percentage of current price (income class).

## OCF BREAKDOWN



## FUND CODES FOR ALL AVAILABLE UNIT CLASSES

	Inst Inc	Inst Acc	Retail Inc	Retail Acc
SEDOL	B138550	B1LB2Z7	B138632	B1LB309
ISIN	GB00B1385507	GB00B1LB2Z79	GB00B1386325	GB00B1LB3096
FT MEXID	QECCMFI	QECCMIN	QECCMR	QECCMRN

## CONTACT DETAILS

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## Important Information / Risk Warnings

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