

FUND FACTSHEET

December 2018

Investment Manager	Octopus Investments Limited
Investment Objective	To achieve a positive return above the rate for cash over the longer term Cash is measured as GBP LIBOR over a three year rolling period
Inception date/ Fund launch	3 February 2014
Ongoing charge figure as at 29 December 2017	1.38%
ISIN	GB00BDZR8911
Sedol	BDZR891
AUM as at 31 December 2018	£304.82 million
Fund price as at 31 December 2018	A Inc Class 102.10p
Historic Yield as at 31 December 2018	A Inc Class 0.42%
Base Currency	Pounds Sterling
Type of Shares	A Income Shares
Distribution Dates	31 May 30 November
Fund Managers	Octopus Multi Manager Team

Omnis Alternative Strategies Fund

Investment Manager Market Review

Quarter 3, 2018



In July we invested in KLS Arete Macro which exploits global themes and their impacts on commodity, bond and currency markets in Asia. We also invested in Royal London Short Duration Global High Yield to reduce our exposure to interest rate risk. Even though Hurricane Florence hit the US mainland, its impact on the GAM Star Cat Bond Fund, which provides exposure to insurance against natural disasters, was marginal. Invesco Perpetual Global Total Returns recovered in July. After a strong July, H2O MultiReturns struggled in August due to its exposure to Italian bonds and the Turkish lira, but it recovered in September. Allianz Structured Return also performed well, thanks to US equities.

Against a fractious geopolitical backdrop, caution is warranted. We believe the equity bull market still has space to run, led by the US where conditions remain supportive. However, we are in the latter stages of an economic cycle and expect to move into a period of economic contraction at some stage. Potential catalysts for change could be interest rates rising too quickly and the escalation of trade tensions. However, Fed tightening is leading to a stronger US dollar which creates headwinds for Asia and emerging markets, and Brexit continues to create uncertainty. We retain a level of watchful caution.

Top 10 Holdings	
	Fund%
1 Janus Henderson UK Absolute Return	6.59
2 Invesco Perpetual Global Targeted Returns	5.94
3 BNY Mellon Absolute Return Equity	5.86
4 NN L Alternative Beta	5.34
5 Legal & General Short Dated Corporate Bond index	5.18
6 Merian Global Equity Absolute Return	5.17
7 Royal London Short Duration Global High Yield Bond Fund	5.11
8 Hermes Absolute Return Credit	4.99
9 Pimco Sterling Short Maturity Source	4.80
10 iShares £ Ultrashort Bond	4.76

Source: StatPro as at 31 December 2018

Portfolio Breakdown	
	Fund%
1 Alternative Strategy Funds	48.14
2 Global Bond Funds	27.14
3 Global Equity Funds	9.84
4 UK Bond Funds	6.64
5 Cash	4.10
6 Europe Equity Funds	3.19
7 UK Equity Funds	0.33
8 Property & Infrastructure Funds	0.31
9 US Equity Funds	0.31

Source: StatPro as at 31 December 2018

Historical Performance	
	Fund%
1 Month	-0.31
3 Months	-1.78
6 Months	-1.87
1 Year	-2.35
Since Inception	3.84

All performance in this factsheet is based on income shares with income reinvested, in GBP. Past performance is not indicative of future results. Source: StatPro as at 31 December 2018

• ABOUT THE FUND MANAGER

The Fund is managed by the highly regarded Octopus Multi Manager Team, a six strong team of investment professionals currently responsible for over £1.3bn of client assets.

The team adopts a collegiate approach to investment management, agreeing all investment decisions collectively before implementing on a fund by fund basis.

• INVESTMENT POLICY

The Fund will be invested to exploit anomalies in markets including in the equity, fixed interest and property markets. The Fund intends to invest primarily in a range of collective investment schemes. The Fund will also invest in exchange traded products, money market instruments, cash and near cash, deposits, transferable securities, derivative instruments and warrants. Subject to the requirements of the Regulations, the Fund will normally remain fully invested. There will be no restrictions on the underlying content of the investments held, in terms of investment type, geographical or economic sector, other than those imposed by the Regulations, meaning that the fund manager has the absolute discretion to weight the portfolio towards any investment type or sector, including cash, at any time.

Use may also be made of stock lending, temporary borrowing and cash holdings. Derivatives may be used for the purposes of hedging and efficient portfolio management.

• ABOUT OMNIS INVESTMENTS

Omnis Investments Limited is wholly owned by Openwork Holdings Limited, bringing established specialist providers together to create a tailored investment solution. It is focused on delivering maximum returns to investors for well-defined levels of risk via a series of funds.