

FUND FACTSHEET

October 2017

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 30 December 2016	1.39%
ISIN	GB00BDZR8911
Sedol	BDZR891
AUM as at 31 October 2017	£241.13 million
Fund price as at 31 October 2017	A Inc Class 105.05p
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, 2017



The fund delivered a positive return, though activity was fairly limited throughout the period as we maintained a diversified balance of holdings. We continued building up holdings in Muzinich Global Tactical Credit, Fulcrum Diversified Alpha and L&G Short Dated Corporate Bond. Recent weaknesses in Invesco Perpetual Global Targeted Returns and Jupiter Absolute Returns provided an opportunity to add to these holdings. We also reduced our holding in BlackRock European Absolute Return following a change in manager, with the intention of building up the holding if, as we suspect, the change proves to be a positive one.

Good stock selections by Old Mutual Global Equity Absolute Return and BlackRock European Absolute Alpha produced positive returns. However, the weakened dollar negatively impacted iShares USD Treasury 7-10yr Bond ETF and Invesco Perpetual Global Targeted Returns.

There are plenty of things for investors to be positive about, yet we still maintain an element of caution. Continuing improvement in global economic growth presents a strong case to add risk. However, after a prolonged bull run of rising prices, we feel markets are looking a little expensive. Short-term market corrections created by geo-political events, such as growing concern over North Korea's missile testing, may provide more attractive buying opportunities. Despite growing political uncertainty, markets haven't moved a great deal and volatility remains low.

Top 10 Holdings	
	Fund%
1 Henderson UK Absolute Return	6.39
2 Invesco Perpetual Global Targeted Returns	6.22
3 NN L Alternative Beta	5.97
4 Muzinich Global Tactical Credit	5.80
5 iShares £ Ultrashort Bond	5.35
6 Old Mutual Global Equity Absolute Return	5.28
7 Legal & General Short Dated Corporate Bond index	5.06
8 Hermes Absolute Return Credit	4.92
9 BNY Mellon Absolute Return Equity	4.89
10 Old Mutual Absolute Return Government Bond	4.74

Source: StatPro as at 31 October 2017

Portfolio Breakdown	
	Fund%
1 Alternative Strategy Funds	32.98
2 Global Bond Funds	32.88
3 Global Equity Funds	10.47
4 UK Bond Funds	9.32
5 Cash	8.24
6 Europe Equity Funds	3.81
7 Property & Infrastructure Funds	1.22
8 US Equity Funds	0.77
9 UK Equity Funds	0.31

Source: StatPro as at 31 October 2017

Historical Performance	
	Fund%
1 Month	0.65
3 Months	0.71
6 Months	1.31
1 Year	1.28
Since Inception	6.42

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 October 2017

• 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.