

FUND FACTSHEET

October 2017

Investment Manager	Schroder Investment Management Limited
Investment Objective	The aim is to achieve capital growth
Inception date/ Fund launch	3 February 2014
Ongoing charge figure as at 30 December 2016	0.69%
ISIN	GB00BDZR8465
Sedol	BDZR846
AUM as at 31 October 2017	£951.19 million
Fund price as at 31 October 2017	A Inc Class 108.50p
Base Currency	Pounds Sterling
Type of Shares	A Income Shares
Distribution Dates	31 May 30 November
Fund Managers	David Docherty

Omnis UK Equity Fund Investment Manager Market Review Quarter 3, 2017

Schroders



UK equities rose against a backdrop of a 'goldilocks' combination of moderate growth, low inflation and supportive monetary policy. The fund benefited from outperformance from miners South 32 and Rio Tinto, and from alcoholic beverages firm Diageo. Against the benchmark, we also benefited from not holding the underperforming AstraZeneca, GSK and Shire. The fund was also impacted by underperforming Provident Financial, Imperial Brands and Sainsbury and from underweights in outperforming RDS, Glencore and Anglo American. Among transactions, we bought AstraZeneca, BHP Billiton, Capita, Johnson Matthey and Weir and sold Spire and Reckitt Benckiser.

We believe the 'goldilocks' environment discussed above is sustainable even as equity markets start to anticipate a normalisation in interest rates from emergency levels. Any rise in bond yields could well be positive for financials and cyclical and negative for staples and utilities, and this will inform the prioritisation of our research efforts.

Our ongoing focus is bottom up, however, as we pay particular attention to the technological, regulatory and political changes affecting companies. With the above context in mind, the portfolio is populated pragmatically with a range of growth, quality, value and restructuring stocks, all mispriced with identifiable inflection points to deliver share price outperformance.

Top 10 Holdings	
	Fund%
1 BP Plc	7.56
2 British American Tobacco	6.08
3 Lloyds Banking Group	5.11
4 Vodafone Group Plc	4.38
5 Astrazeneca Plc	4.35
6 CRH	4.24
7 Rio Tinto Plc	4.13
8 Royal Dutch Shell Plc B	3.69
9 Diageo	3.67
10 Barclays Plc	3.43

Source: StatPro as at 31 October 2017

Portfolio Breakdown	
	Fund%
1 Financials	18.90
2 Materials	16.13
3 Industrials	15.31
4 Energy	12.00
5 Consumer Staples	11.85
6 Consumer Discretionary	8.91
7 Health Care	7.10
8 Telecommunication Services	4.38
9 Information Technology	3.18
10 Others	2.24

Source: StatPro as at 31 October 2017

Historical Performance	
	Fund%
1 Month	2.32
3 Months	3.88
6 Months	4.58
1 Year	11.63
Since Inception	20.95

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

David Docherty joined Schroders in 2013 when it acquired Cazenove, which he joined in 2000. He currently manages the Schroder UK Core Equity Fund.

David has more than 24 years' experience. Prior to Cazenove, he was a fund manager and chairman of the UK model portfolio committee at M&G and before that he managed UK Equity mandates at Gartmore and Lloyds Investment Managers.

David has BA in History from Durham University and an MBA from Cranfield School of Management.

INVESTMENT POLICY

The Fund intends to invest primarily in companies incorporated in, or significantly exposed to, the United Kingdom. The Fund may also invest in other transferable securities (for example, international equities), units in collective investment schemes, money market instruments, warrants and deposits as detailed in the Prospectus. No more than 10% of the Scheme Property of the Fund will be invested in other collective investment schemes. Use may also be made of stock lending, temporary borrowing and cash holdings. Derivatives may also be used for the purpose 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.