

FUND FACTSHEET

June 2018

Investment Manager	Royal London Asset Management
Investment Objective	The Fund aims to provide income of 110% of that of the FTSE All Share Index and provide some capital growth over a rolling three year period.
Inception date/ Fund launch	5 December 2017
Estimated Ongoing charge figure*	A Acc Shares 0.70%
ISIN A Acc Class	GB00BZ7MQ611
Sedol A Acc Class	BZ7MQ61
AUM as at 29 June 2018	£69.43 million
Fund price as at 29 June 2018	A Acc Class 104.61p
Historic Yield as at 29 June 2018	*3.82%
Base Currency	Pounds Sterling
Type of Shares	A Accumulation Shares
Distribution Dates	28 February, 31 May, 31 August, 30 November
Fund Managers	Martin Cholwill
*Please note that the OCF and Yield are estimated figures. The actual OCF figure will be available from Q4 2018.	

Omnis UK Equity Income Fund

Investment Manager Market Review

Quarter 1, 2018



ASSET MANAGEMENT



During the first quarter, the Fund was slightly ahead of the FTSE All Share Index, but slightly behind competitor funds. It was a difficult quarter for stockmarkets worldwide, driven by factors including rising government bond yields. The Fund benefited from a lack of consumer staples and technology stocks, but this was offset by holdings of water stocks.

Fund activity was relatively light, though we added modestly to water stocks exposure believing that worries of renationalisation at punitive prices are overstated. The Fund slightly reduced its positions in Spectris, Spirax-Sarco Engineering, Diploma and Ricardo. These shares have performed well and now only yield around 2%.

We believe that UK economic conditions will remain challenging in 2018 and that it is best to plan for only anaemic economic growth. As in 2017, sterling weakness does provide opportunities for international companies to buy UK corporate assets more cheaply, and we expect to see further opportunistic takeover activity during the balance of 2018, which would clearly be supportive for UK stocks. It also argues for keeping a significant overseas earnings element within any UK equity portfolio.

Top 10 Holdings	
	Fund%
1 Royal Dutch Shell Plc B	5.64
2 Astrazeneca Plc	4.46
3 BP Plc	4.41
4 HSBC Holdings Plc	4.30
5 GlaxoSmithKline Plc	3.88
6 Rio Tinto Plc	2.67
7 Aviva	2.53
8 BBA Aviation	2.50
9 IG Group Holdings	2.48
10 Hargreaves Lansdown	2.38

Source: StatPro as at 29 June 2018

Portfolio Breakdown	
	Fund%
1 Financials	22.60
2 Consumer Discretionary	16.47
3 Industrials	15.50
4 Energy	10.81
5 Health Care	8.34
6 Materials	5.95
7 Utilities	5.04
8 Real Estate	4.49
9 Consumer Staples	3.96
10 Others	6.84

Source: StatPro as at 29 June 2018

• ABOUT THE FUND MANAGER

Martin Cholwill, senior fund manager, joined Royal London Asset Management (RLAM) in February 2005 to focus solely on managing the Royal London Equity Income Fund. He began his fund management career in 1983, spending 21 years working for AXA Investment Managers, managing a wide variety of UK equity mandates. In 1996 he took over managing AXA's UK Equity Income Fund which he ran successfully until joining RLAM.

• INVESTMENT POLICY

The Fund intends to invest at least 80% in UK companies, defined as those which are domiciled, incorporated or have a significant exposure to the UK.

The Fund may also invest in other transferable securities (for example, other international equities), units in collective investment schemes, money market instruments, warrants, cash and near cash 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.

It is envisaged that the investment portfolio of the Fund will be concentrated, typically comprising between 40 and 70 stocks.

Derivatives may be used for 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.