

FUND FACTSHEET

December 2018

Investment Manager	FIL Pensions Management
Sub-Delegated to	FIL Investments International
Investment Objective	The fund will aim to provide income and to also achieve capital growth.
Inception date/ Fund launch	5 December 2017
Ongoing charge figure as at 29 December 2017	A Acc Shares 0.65%
ISIN A Acc Class	GB00BZ7MQ728
Sedol A Acc Class	BZ7MQ72
AUM as at 31 December 2018	£71.54 million
Fund price as at 31 December 2018	A Acc Class 96.61p
Yield as at 31 December 2018	A Acc Class 3.87%
Base Currency	Pounds Sterling
Type of Shares	A Accumulation Shares
Distribution Dates	28 February, 31 May, 31 August, 30 November
Fund Managers	Ian Spreadbury, Claudio Ferrarese, Tim Foster

Omnis Strategic Bond Fund

Investment Manager Market Review

Quarter 3, 2018



Corporate bonds outperformed government bonds, as investors shrugged off macroeconomic concerns including trade tensions, tightening monetary policy and emerging market pressures. Credit spreads tightened and the US outperformed, supported by strong economic data. Core government bond yields rose, boosted by higher US Treasury yields.

To improve portfolio liquidity, we sold some of the less liquid holdings and rotated into new issues such as Prudential and Givaudan. We retained our preference for investment grade over high yield bonds and for defensive over higher beta sectors. We retain a lower duration position versus the neutral position of six years with a skew towards the US dollar. While the headline duration remained broadly unchanged, the fund reduced its US dollar interest rate exposure and closed the Canadian dollar short duration position.

Yields are unlikely to rise further as various headwinds, including political concerns in Europe and trade tensions, persist. The contagion premium is set to increase, as the possibility of a hard Brexit remains under-priced. Global structural issues, including high global debt to GDP, an ageing population and rising inequality remain intact. Yields are expected to remain in check. Meanwhile, we are cautious about credit, given the headwinds and lack of growth drivers. Given this environment, a more discriminating approach will be required to identify the best opportunities.

Top 10 Holdings		Fund%
1	US Treasury 3.125% 2028	7.50
2	US Treasury 3.0% 2025	6.75
3	US Treasury 2.25% 2027	5.77
4	US Treasury 2.75% 2028	4.54
5	US Treasury 2.875% 2023	3.68
6	BAT International Finance	2.41
7	US Treasury Inflation Index 0.75% 2028	2.22
8	Mexico (Govt of) 10% 2024	1.55
9	Bonos De Tesoreria 5.94% 2029	1.45
10	Republic of South Africa 8.5% 2037	1.28

Source: StatPro as at 31 December 2018

Historical Performance		Fund%
1 Month		0.93
3 Months		-0.73
6 Months		-0.74
1 Year		-3.29
Since Inception		-3.39

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

Portfolio Breakdown		Fund%
1	United States	40.07
2	United Kingdom	14.08
3	Netherlands	5.98
4	France	5.97
5	Italy	4.19
6	Luxembourg	3.56
7	Cayman Islands	3.51
8	Mexico	2.66
9	Germany	1.97
10	Others	18.01

Source: StatPro as at 31 December 2018

Distribution Rates		
A Acc Class	31 August 2018	0.7783
A Acc Class	30 November 2018	0.7222

Source: Statestreet Bank & Trust Company as at 31 December 2018

ABOUT THE FUND MANAGER

Ian Spreadbury is senior portfolio manager and director at Fidelity International. He started his career in 1978, and joined Fidelity in 1995. Previously, he worked at Legal & General as a senior portfolio manager from 1985. His earlier roles at the same company include as an underwriter and assistant actuary.

Claudio Ferrarese is portfolio manager at Fidelity International and has co-manager responsibility for the company's total return franchise. He joined Fidelity in 2006 as part of the quantitative research team.

Tim Foster is a portfolio manager of Fidelity International's money market, inflation linked and total return bond disciplines. He joined the company in 2003 as a quantitative analyst and became a portfolio manager in 2007.

INVESTMENT POLICY

The Fund will obtain global exposure by investing at least 70% in a broad range of Sterling-denominated (or hedged back to Sterling) debt instruments, which may include developed and emerging market government bonds, inflation linked bonds, investment grade and high yield corporate bonds.

The Fund may also obtain exposure to transferable securities, money market instruments, collective investment schemes, cash, near cash and deposits.

No more than 10% of the Scheme Property of the Fund will be invested in other collective investment schemes.

Derivatives may be used both for investment purposes and for efficient portfolio management.

The Omnis Strategic Bond Fund is permitted to invest more than 35% of its assets in Government and Public Securities ("GAPS") listed in the United States, United Kingdom and Japan.

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.

Important Information: All information correct as at 31 December 2018. Please note that the value of an investment may go down as well as up and an investor may not get back the full amount invested. The Omnis Portfolio Investments ICVC is an authorised Investment Company with Variable Capital. The authorised corporate director of the Omnis Portfolio Investments ICVC is Omnis Investments Limited (Registered Office, Washington House, Lydiard Fields, Swindon, SN5 8UB) which is authorised and regulated by the Financial Conduct Authority. This document has been issued and approved for the purposes of section 21 of the Financial Services and Markets Act 2000 by Omnis Investments Limited. Omnis Investments Limited is registered in England and Wales under registration number 06582314. Omnis Investments Limited does not offer investment advice nor make recommendations regarding investments. Potential investors are particularly advised to read the specific risks and charges applicable to the Fund which are contained in the Key Investor Information Document (KIID). The KIID and Supplementary Information Document (SID) are available from Omnis Investments Limited at www.omnisinvestments.com or by telephoning 0345 140 0070 during normal business hours. The full Prospectus is also available on the Omnis Investments Limited website.