

TB Saracen UK Alpha Fund

September 2019

SARACEN
share success

Signatory of:



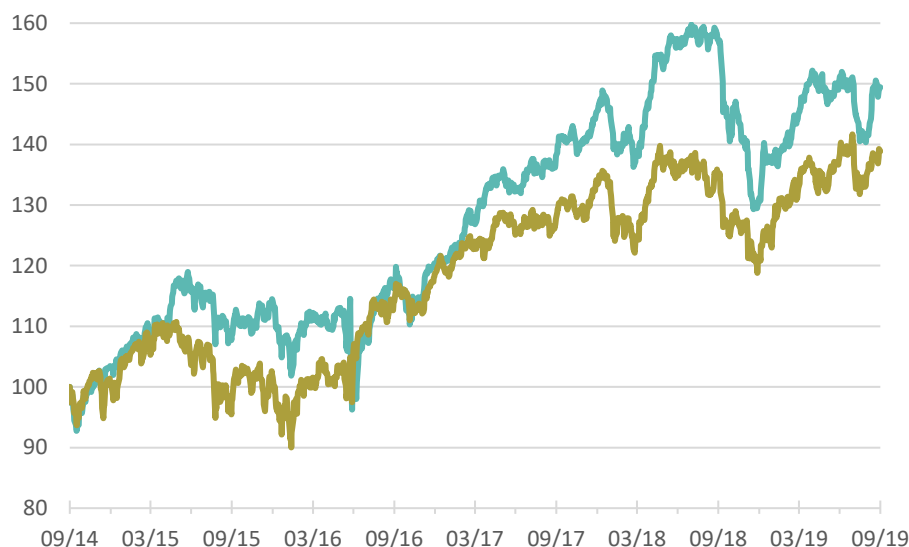
Fund Overview

- Objective: to achieve a higher rate of return than the MSCI UK All Cap Index by investing in a portfolio of primarily UK equity securities with the potential for long term growth.
- The portfolio has a bias towards small and medium sized companies and a high active share compared to the benchmark.
- The fund has significant capacity and liquidity at a competitive annual charge.
- The Fund recently celebrated its 20th anniversary and, since launch in March 1999, has outperformed its benchmark in 16 out of 20 years and in 8 out of the last 10 calendar years.
- A concentrated portfolio of 25-35 holdings, with a focus on capital growth, backed by the Saracen research process.

Performance Chart*

5 Year Performance (%)

— TB Saracen UK Alpha Fund B Acc
— MSCI UK All Cap Index (TR)



*Source: Bloomberg, as at 30th September 2019

Total Return, Bid to Bid, GBP terms. Past performance is not a reliable indicator of future results. The value of your investment and the income derived from it can go down as well as up and you may not get back the money you invested.

Cumulative Performance after all charges to 30th September 2019

	1 month	3 months	1 year	3 years	5 years	Since launch*
TB Saracen UK Alpha B Acc	5.5%	-0.3%	-5.1%	28.5%	49.4%	677.1%
MSCI UK All Cap Index (TR)	3.0%	0.9%	2.0%	20.8%	37.0%	
Sector Average	2.7%	1.0%	0.0%	19.9%	36.6%	185.5%
Quartile Ranking	1	4	4	1	2	1

Source: Financial Express; *launch date 05 March 1999

Sector: IA Sector (UK All Companies)

FOR PROFESSIONAL INVESTORS ONLY

Retail investors should consult their financial advisers

FUND DETAILS

(as at 30th September 2019)

Fund size: £11.3m
Launch date: 05/03/99

No. of holdings: 30
Active share: 93%
Source: Bloomberg

Denomination: GBP

Valuation point: 12 noon

Fund prices:

A Accumulation: 475.73p
B Accumulation: 777.13p

Policy is not to charge a dilution levy except in exceptional circumstances.

ACD:

T. Bailey Fund Services Limited

Scott McKenzie
Fund Manager

David Clark
Fund Manager



Scott McKenzie joined Saracen in August 2014 and has managed the fund since launch. **David Clark** joined the team in March 2019. Both David and Scott have over 25 years' experience managing UK equity funds.



TB Saracen UK Alpha Fund

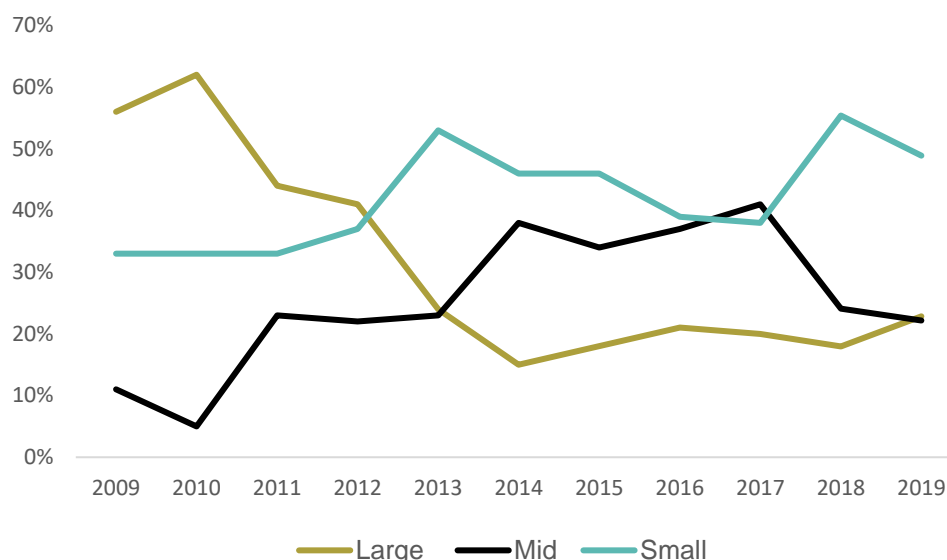
September 2019

SARACEN
share success

Signatory of:



Fund Breakdown by Market Capitalisation



Data as of 30th September 2019, Source: Saracen Fund Managers

Monthly Commentary

Performance

After a difficult summer the Fund enjoyed a better month in September, rising by 5.5% in comparison to a 3.0% increase from the MSCI UK All Cap Index. In general September saw a reversal of the weaker trends we had seen previously, with a sharp recovery in value stocks, notably in the financials and industrials sectors. Smaller companies continue to lag with political unrest and ongoing Brexit concerns dominating sentiment. This remains a headwind for the Fund but should also provide opportunity going forward, if the dust ever settles.

Positives

It was a month of strong recovery with 11 holdings rising by more than 10%. The purchases of Melrose and Standard Life Aberdeen in August paid off, with rises of 12% and 15% respectively. Cyclical companies enjoyed a bounce, notably Tyman and TI Fluid Systems, whilst Galliford Try rose by 14% in response to merger talks with Bovis. Financials were positive with both Barclays and U&I recovering from low levels. We also had a number of good smallcap holdings with STV, Chemring, Vitec and Marlowe all rising nicely despite a fairly moribund market for smaller companies overall.

Negatives

Thankfully there were only a few laggards. A mild profit warning from Imperial Brands was the main culprit, with the stock falling 14% towards the end of the month. Both Avon Rubber and MJ Gleeson saw some profit taking, having been strong contributors previously.

Portfolio Activity

Having made a few changes during August, this was a far quieter month of activity. We reduced the position in Tyman after a strong recovery in the price and added to the small holding in Superdry. Cash currently stands at 6%.

	ISIN	SEDOL	Bloomberg	EMX	Initial Charge	Annual Charge	Ongoing * Charge
B Acc Shares	GB0005711196	0571119	SFMGRBA LN	SARGFB	0%	0.75%	1.19%

* Source: T Bailey Fund Services Ltd.

September – Attribution *

Top Contributors	Positive
Tyman	+0.65%
Standard Life Aberdeen	+0.57%
Melrose	+0.52%
Galliford Try	+0.47%
TI Fluid Systems	+0.44%
Top Detractors	Negative
Imperial Brands	-0.32%
Avon Rubber	-0.23%
MJ Gleeson	-0.18%
Mattioli Woods	-0.08%
Kin & Carta	-0.02%

*Source: Bloomberg as at 30/9/19

Fund Breakdown

Top 10 Holdings	
Melrose	4.8%
Standard Life Aberdeen	4.6%
Synthomer	4.5%
MJ Gleeson	4.3%
Prudential	4.1%
Barclays	4.0%
Alpha FMC	4.0%
Palace Capital	3.8%
Equiniti	3.7%
Restore	3.7%

Sector breakdown	
Industrials	35.5%
Financials	27.0%
Consumer Goods	15.2%
Basic Materials	7.2%
Consumer Services	6.3%
Oil & Gas	2.6%
Telecoms	0.0%
Healthcare	0.0%
Technology	0.0%
Utilities	0.0%

To place a deal or for further information contact:

T. Bailey Fund Services Limited (TBFS)
64 St. James's Street
Nottingham
NG1 6FJ

General Enquiries: 0115 988 8200
Dealing Line: 0115 988 8274
E-mail Dealing: clientservices@tbailey.co.uk

(Phone and email deals will only be accepted on completion of initial account set up and by prior agreement with TBFS)

T. Bailey Fund Services Limited is authorised and regulated by the Financial Conduct Authority (No. 190293).

Platform Partners



Important information:

This information should not be construed as an invitation, offer or recommendation to buy or sell investments, shares or securities or to form the basis of a contract to be relied on in any way and is by way of information only. Taxation levels, benefits and reliefs may all vary depending on individual circumstances and are subject to change. This document represents the views of Saracen Fund Managers Limited at the time of writing. Subscriptions will only be received, and shares issued on the basis of the current Prospectus, Key Investor Information Document (KIID) and Supplementary Information Document (SID). These are available, in English, together with information on how to buy and sell shares, on-line at: www.tbaileyfs.co.uk.

Risk factors you should consider before investing:

The value of investments and the income from them may go down as well as up and you may get back less than the amount invested. **Past performance is not a guide to future performance.** A full list of the risks applicable to this Fund can be found in the Prospectus. All fund performance figures calculated on a single price basis. This Fund may not be appropriate for investors who plan to withdraw their money in the short-term (within 5 years). The Fund should be viewed as a medium to long-term investment only.

Investment Manager:

Saracen Fund Managers Ltd, 19 Rutland Square, Edinburgh, EH1 2BB. Tel: 0131 202 9100 and on-line at www.saracenfundmanagers.com. Saracen Fund Managers Limited is authorised and regulated by the Financial Conduct Authority. Registered in Scotland No. 180545.

Issued by Saracen Fund Managers Limited. Please note that Saracen Fund Managers Limited do not provide financial advice. If you have any doubt whether the TB Saracen UK Alpha Fund is suitable for you and you wish to receive advice you should contact your Financial Adviser.

Regulatory Status:

FCA Recognised: Yes
Scheme Type: OEIC (UCITS)

Issue date – 30th September 2019