

# WS Verbatim Multi-Index Portfolio 3 Fund

**verbatim**  
Asset Management

## Fund Update

All fund data as at 31st Jul 2021 unless otherwise stated.

### Fund Aim

The Fund will use a broadly defensive investment strategy with the aim of achieving capital growth over the medium to longer term.

### Investment Approach

To deliver capital growth over the medium to long term using a defensive approach to build a diversified portfolio. Funds are chosen with the objective of obtaining potential returns that look to beat inflation over the medium to long term. This is achieved by minimising the level of investment volatility through greater use of cash and bonds and minimising the use of equities.

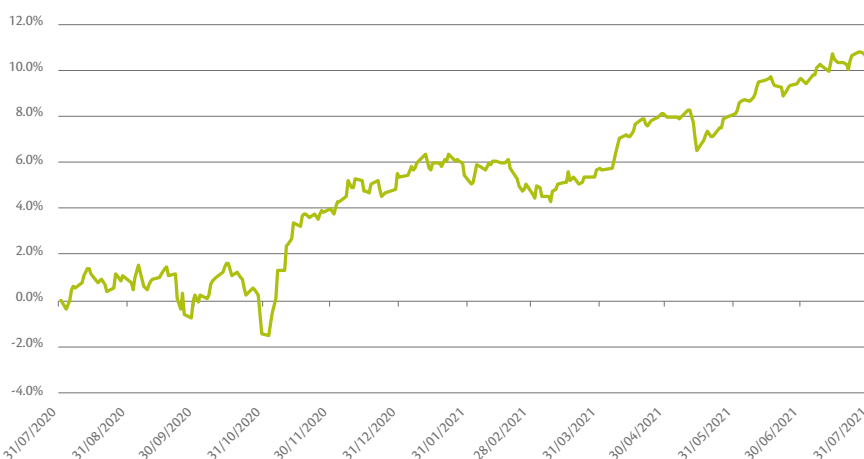
## 5YR CUMULATIVE PERFORMANCE

Performance from 31st Jul 2016 – 31st Jul 2021



## 1YR CUMULATIVE PERFORMANCE

Performance from 31st Jul 2020 – 31st Jul 2021



## CUMULATIVE PERFORMANCE

Since trading (02/10/10)	70.8%
5 Year to 31/07/2021	27.3%
1 Year to 31/07/2021	10.8%

## DISCRETE ANNUAL PERFORMANCE

WS Verbatim Multi-Index Portfolio 3 A	Total returns for the periods shown (Sterling)
01/08/2016 - 31/07/2017	4.7%
01/08/2017 - 31/07/2018	2.8%
01/08/2018 - 31/07/2019	4.8%
01/08/2019 - 31/07/2020	2.0%
01/08/2020 - 31/07/2021	10.8%

## CHARGES

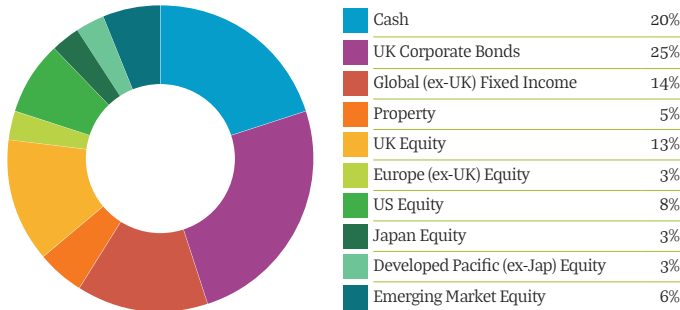
Share Class A (£) (Institutional) Annual charge	0.40%
OCF (Institutional)	0.76%
OCF Date	30/11/20

Source for performance graphs and data is the Authorised Corporate Director. Fund data based on A Accumulation shares, percentage growth total return mid to mid in UK Sterling. Past performance is no guarantee of future performance.

# WS Verbatim Multi-Index Portfolio 3 Fund

## STRATEGIC ASSET ALLOCATION

The Strategic Asset Allocation shown is valid as at 31/07/2021



## KEY INFORMATION

<b>Fund Managers</b>	Ronan Kearney Altium Investment Management
<b>First dealing date</b>	02 October 2010
<b>Fund size (millions)</b>	£33.80m
<b>Comparative sector</b>	IA Unclassified
<b>Number of holdings</b>	17
<b>Ex-dividend date (first business day of the month)</b>	Jun/Dec
<b>Payment date (last calendar day of the month)</b>	July/Jan
<b>Product availability</b>	ISA & OEIC sub-funds
<b>Share type</b>	Accumulation
<b>ISIN number</b>	GB00B4W2H776
<b>Citicode</b>	LEX9
<b>SEDOL codes</b>	B4W2H77

## TOP 10 FUND HOLDINGS

Sterling	15.00%
VANGUARD GLOBAL BOND IDX INS GBP H ACC	14.76%
FORTEM CAP RE IN TRACK-IGBP	13.84%
L&G SHRT DT STR CP BD IX-IA	9.61%
ISHARES CORPORATE BOND INDEX FUND LACC	8.11%
HSBC UK MULTI-FACTOR EQUITY FUND	7.38%
HSBC INVESTMENTS-US MULTI-FACTOR EQ FD-A	7.11%
IShares Pacific ex Japan Equity Index Fund (UK)	3.69%
VANGUARD EMERG MKTS STK IDX INS GBP ACC	3.56%
ISHARES CONTINENTAL EUROPEAN EQUITY INDE	3.47%

## 5 LIPPER CONSISTENT RETURN 5 YEAR PERIOD AS AT 31ST JUL 2021

The Lipper rating for Consistent Return identifies a fund that has provided relatively superior consistency and risk-adjusted returns when compared to a group of similar funds.

Source: [www.lipperleaders.com](http://www.lipperleaders.com)

LIPPER



Please remember that the value of your investment may fall as well as rise and is not guaranteed. You may not get back your initial investment. Past performance is not an indicator of future performance. For full information concerning the Fund and its risks please read the Prospectus available on our website. Investment advice should be obtained from an authorised financial adviser.

Issued by Verbatim Portfolio Management which is a limited company registered number 7037051 and is authorised and regulated by the Financial Conduct Authority. Registered office: Fintel House, St. Andrews Road, Huddersfield, West Yorkshire, England, HD1 6NA. A list of members is open to inspection at the registered office. The authorised corporate director of the WS Verbatim Multi-Index Funds is Waystone Management (UK) Limited which is authorised and regulated by the Financial Conduct Authority, Registered Office: 20-22 Bedford Row, Holborn, London, WC1R 4EB, United Kingdom.

## Market Commentary

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### ECONOMIC OVERVIEW

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The great British summer is known for its somewhat “stop-go” characteristics. In some ways markets have portrayed similar attributes this year. All-time highs punctuated by mini market corrections delivered at high speed and accentuated by all-powerful central bank liquidity.

We have been monitoring inflationary drivers as set out previously. Pressure continues to build with supply-side squeezes now accentuated by Covid factors and by disruptive weather. Commodity prices overall, and notably oil prices have risen sharply too. President Biden’s \$3.5 trillion stimulus package is hiking demand for goods from the public at a time when delivery is difficult. Wage pressure is the next and obvious corollary and is happening in some sectors already. Central banks persist with their statements defending the inflationary spike as what they term as “transitory”. The Congressional Budget Office last week pointed to a reduced output gap which supports an inflationary thesis. We do anticipate inflation being more stubborn to shift based upon a multitude of factors, we also anticipate the headline rate of inflation to persist at a level higher than central banks will be entirely comfortable with, despite the narrative.

The Federal Reserve continues to pour \$120 billion each month into the US economy. Jerome Powell the Fed’ Chairman has commented that tapering-back this huge commitment is likely to begin in the not-too-distant future. We anticipate a build-up in forward guidance and the Jackson Hole central bank conference next month offers an ideal platform.

Corporate earnings have continued to push equity valuations higher and notably Facebook supplemented their record-breaking results announcement with a statement warning that ongoing growth at such levels could not be maintained. It is possible we have reached peak growth with earnings results perhaps at lower levels for some firms during the quarter 3 announcements later this year.

Bond yields fell surprisingly during July with the US 10-year treasury yielding only 1.2%. Technical factors and limited supply have driven this move which is counter intuitive against a backdrop of rising inflation. Chinese authorities announced restrictions impacting her own technology companies. Asian, Chinese and Hong Kong markets were impacted during the month as a result.

We have been mindful of the above stated headwinds and have been building cash in portfolios to act as a cushion against any correction that may come - markets have travelled a long way in a short time. We remain vigilant and are well positioned at this time.



**Ronan Kearney**  
*Investment Manager*

### Altium

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Ronan has been a member of multi-asset investment committees since 2004, providing asset allocation expertise to retail funds with thousands of investors. Ronan founded Indexx Markets (an independent index design firm) in 2011 and sold it in 2015 to AJ Bell Ltd. Ronan is responsible for monitoring the index and its constituent elements. He is a co-founder of Altium Investment Management, a specialist in investment indices and factor investing.

Altium Investment Management advises funds and other professional investors with an analytical approach to investment construction. It combines external asset allocation with internal index construction to deliver unique solutions that are tailored to the client. Altium specialises in risk-targeted and single strategy factor indices, which can be traded independently, or licenced to listed instruments and funds. Some strategies are proprietary, and some are on behalf of other investors. Altium works with global actuarial firms and investment banks to optimise strategy returns and portfolio efficiency. In the last decade Ronan Kearney has been directly involved in the design and management of over £5bn in asset allocation models, 7 different fund families and 4 risk-rated indices. Altium Investment Management Limited is authorised and regulated by the financial conduct authority FRN: 931392