



WAVERTON
INVESTMENT MANAGEMENT

WAVERTON ALTERNATIVES FUND II A GBP

FUND FACTSHEET - AS AT 30 JUNE 2018

OBJECTIVES

FUND AIM

The Fund aims to provide long term capital appreciation through a diversified portfolio of securities which may themselves invest in equities and alternative asset classes to the extent that these are allowed by the COLL Sourcebook. There is no particular emphasis on any geographic region or sector.

INVESTMENT STYLE

The Fund will actively allocate between various alternative asset classes and seeks consistent returns with lower volatility than equity based investments.

PERFORMANCE

ROLLING PERFORMANCE



Risk Warning: Past performance is no guide to future performance. The value of holdings may fall as well as rise and investors may not get back their initial investment.

Important information: Performance displayed is for the A Share Class. Performance is calculated on a NAV to NAV basis and does not take into account any initial fees.

Performance is displayed net of fees and assumes income is reinvested.

Period	1 Month	3 Months	YTD	1 Year	3 Years	5 Years	Inception June 08
Portfolio (%)	0.0	0.5	-0.7	-1.7	-4.1	1.2	0.1
Benchmark (%)	0.0	0.2	0.3	0.4	1.5	2.6	11.1
Average Peer Group (%)	0.1	1.4	-1.6	0.0	20.3	13.2	29.8
Quartile	3	3	2	4	4	4	4

DISCRETE CALENDAR YEAR PERFORMANCE

Period	2017	2016	2015	2014	2013
Fund (%)	0.2	-3.7	1.6	1.3	4.0
Benchmark (%)	0.3	0.6	0.6	0.5	0.5

STANDARDISED PERFORMANCE

Period 1 year to	30/06/2018	30/06/2017	30/06/2016	30/06/2015	30/06/2014
Fund (%)	-1.7	-0.8	-1.6	3.4	2.0

PORTFOLIO SUMMARY

ASSET ALLOCATION

Equity Market Neutral	22.7%
Other	17.7%
Long/Short Equity	12.9%
Global Macro	11.4%
Property	9.0%
Infrastructure	6.4%
CTA	5.9%
Equity Event Driven	5.8%
Insurance	4.4%
Aircraft / Asset Leasing	3.8%
Total	100.0%

INVESTMENT VEHICLE

Active Funds	87.2%
Passive Funds	4.0%
Cash	8.8%
Total	100.0%

TOP 10 HOLDINGS

Old Mutual UK Specialist Equity Fund F	8.3%
Phileas Long/Short Europe I £ Acc	7.1%
Odey UK Absolute Return Fund	6.9%
Jupiter Absolute Return Fund I Acc	6.5%
F&C Real Estate Equity Long/Short	6.0%
BlueBay Global Sovereign	5.9%
MontLake Dunn WMA UCITS Fund £	5.9%
Boussard & Gavaudan Absolute Return	5.8%
Channel Islands Property	5.7%
JP Morgan Multi-Asset Macro Acc GBP	5.4%
Total	63.5%

COMMENTARY

The Fund was slightly positive for the quarter and was held back by further weakness in our infrastructure funds and CATCo which fell 12.1% over the quarter after announcing further provisions for last year's hurricanes.

The period saw us dispose of two long term holdings - the JL Equity Market Neutral and Spinnaker Emerging Markets Funds.

The JL Equity Market Neutral Fund has disappointed in terms of performance and we ran out of patience with the Fund. Spinnaker has also struggled a little but the catalyst here was the lead manager leaving the Fund. New investments were made in the F&C Real Estate Equity Long Short and BlueBay Global Sovereign Opportunities Funds.

The F&C Real Estate Equity Long Short Fund invests in European real estate equities through a market neutral strategy. They have one of the best resourced teams in European listed real estate and with whom we had a very productive meeting.

The BluBay Global Sovereign Opportunities Fund invests long or short in global government bonds, rates and currencies. Again, this is a well resourced and experienced team and a strategy that can take advantage of rising interest rates and bond yields

FUND MANAGER



Tomi Satchell

ANALYST



James Mee

FUND DETAILS

FUND FACTS

Launch Date	24th June 2008
IA Sector	Specialist
Benchmark	ICE Libor 3 Month
Fund Size	£55.7m
No. of Holdings	24
Domicile	UK
Sedol	B2QN8B3
Bloomberg Code	CF JOHBI LN
Fund Type	OEIC
Base Currency	GBP
Other Currencies	None
Ex Dividend Dates	1st July and 1st January

FUND INFORMATION

Share class	ISIN	Minimum investment	AMC	INC/ACC	NAV	Historic yield (%)	Ongoing charge (%)
A GBP	GB00B2QN8B32	25,000 GBP	1.00%	INC	0.98	0.48%	1.78%
B GBP	GB00B2QN8M47	25,000 GBP	0.75%	INC	0.97	0.73%	1.53%

CONTACT DETAILS

MARKETING DIRECTOR

Mark Barrington

mbarrington@waverton.co.uk

+44 (0) 20 7484 2058

www.waverton.co.uk

AUTHORISED CORPORATE DIRECTOR

Link Asset Services

linkassetservices.com

Risk Warning: Past performance is no guide to future performance. The value of holdings may fall as well as rise and investors may not back their initial investment. All financial investments involve an element of risk. The level of income from the investment may fluctuate in value. Currency movements may also affect the value of the investment. If the currency in which the past performance is displayed differs from the currency of the country in which you reside, then you should be aware that due to exchange rate fluctuations the performance shown may increase or decrease if converted into your local currency.

For full details of investment risks please refer to the Prospectus and the KIID. A copy of the Prospectus or the KIID is available from Waverton Investment Management or the Authorised Corporate Director, Capita Financial. Note: Performance displayed is for the A Share Class. Performance is calculated on a NAV to NAV basis and does not take into account any initial fees. Performance is calculated net of fees and assumes income is reinvested.

Sources: Waverton Investment Management, Morningstar.

Issued by Waverton Investment Management Limited. Registered in England No 2042285. Registered Office: 16 Babmaes Street, London, SW1Y 6AH. Authorised and Regulated by the Financial Conduct Authority.