



WAVERTON
INVESTMENT MANAGEMENT

WAVERTON CAUTIOUS INCOME FUND P GBP

FUND FACTSHEET - AS AT 30 NOVEMBER 2017

OBJECTIVES

FUND AIM

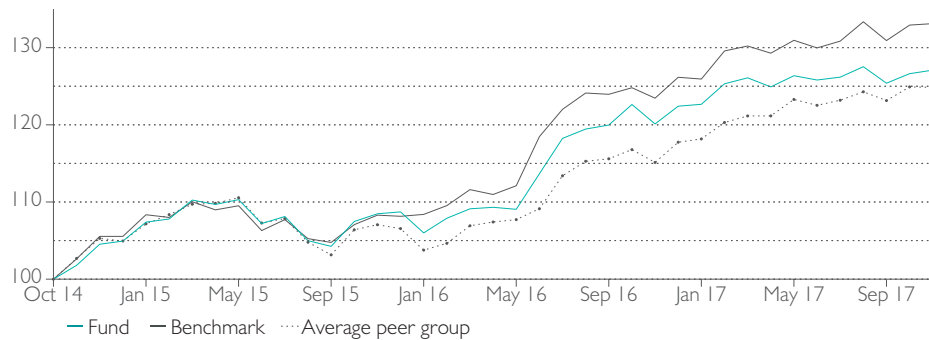
The investment objective of the Waverton Cautious Income Fund is to provide holders with a reasonable level of income and maintain the real value of the capital over the medium to long term. The yield of the Fund may alter as interest rate and market conditions change.

INVESTMENT STYLE

The Fund has a multi-asset structure and invests in a diversified portfolio of equities, government and corporate bonds mainly through third party funds but also with some direct holdings. The Fund will maintain a relatively concentrated portfolio with a high degree of flexibility.

PERFORMANCE

PERFORMANCE SINCE INCEPTION



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 P 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. The Waverton Cautious Index is a composite benchmark of 45% MSCI AC World Index TR, 17.5% Iboxx Sterling Gilts Index, 17.5% Iboxx Sterling Corporates Index, 20% GBP 1 month LIBOR.

Period	1 Month	3 Months	YTD	1 Year	3 Years	Inception Oct 14
Portfolio (%)	0.4	-0.4	3.8	5.8	21.6	27.1
Benchmark (%)	0.1	-0.2	5.5	7.8	26.1	33.1
Average Peer Group (%)	-0.2	0.5	5.9	8.3	19.2	25.5
Quartile	1	4	4	4	2	2

DISCRETE CALENDAR YEAR PERFORMANCE

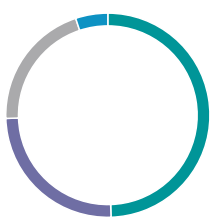
Period	31/12/2016	31/12/2015
Fund (%)	12.6	3.6
Benchmark (%)	16.7	2.5

STANDARDISED PERFORMANCE

Period 1 year to	30/11/2017	30/11/2016
Fund (%)	5.8	10.7

PORTFOLIO SUMMARY

ASSET ALLOCATION



Asset	%	Projected Yield (%)
Equities	49.5%	1.3%
Alternatives	25.0%	1.1%
Fixed Interest	20.4%	1.0%
Cash	5.1%	0.0%
Total	100.0%	3.4%

TOP 10 HOLDINGS

Morant Wright Nippon Yield Fund 'B' £ Inc	7.9%
Waverton Sterling Bond Fund 'A' Inc £	6.7%
Somerset Emerging Markets Dividend Growth A Fund Inc	5.7%
Schroder European Alpha Income Z Inc	5.4%
HICL Infrastructure Ord 0.01p	4.5%
GCP Student Living Plc Ord 1p	4.2%
Channel Islands Property	4.2%
3i Infrastructure Ord	3.8%
CVC Credit Partners European Opportunities Ltd '£' Class	3.6%
Helical Bar 4% Convertible Bond 17/06/2019	3.2%
Total	49.2%

COMMENTARY

Sterling appreciated over the course of November as the issue of the Brexit "exit fee" gained some clarity and concerns surrounding the Irish border issue eased slightly, paving the way for trade discussions in the new year (in theory). The final day of the month was particularly strong for the currency. Japan was the strongest performing equity market during the month, while Asia ex Japan & EM both drew down sharply in the final few days. The UK and Europe ex UK were both relatively weak throughout the period.

Notwithstanding this risk-asset performance, the Fund was up 0.36% in November, ahead of both equity and government bond markets in GBP terms. Our increased allocation to Japanese equity in October benefitted the fund in November, as did our sale of Samsung Electronics. Key drivers of Fund performance in the month were our allocation to developed market equities and Sterling corporate bonds. In particular, substantially all of our direct US equity positions generated positive absolute performance and most outperformed the S&P 500. Emerging market equity and foreign currency bond holdings detracted from performance, as did holdings within the Asset Backed bucket of our Alternatives allocation. We made good returns on our long GBP position (against USD) and our position in Montlake Dunn CTA performed well also.

We made a number of trades in the portfolio during November, including sales of RWC Enhanced Income and PIMCO MLPs, additions to CVC & European equity, and a new investment in Fair Oaks Income (a CLO-investing investment trust). We also invested in CATCo's C-Share, discussed previously.

The prospective yield for the fund including new positions is just under 3.6%.

FUND MANAGER



James Mee

FUND MANAGER



John Bellamy

FUND DETAILS

FUND FACTS

Launch Date	16th October 2014
Morningstar Sector	GBP Moderate Allocation
Benchmark	Waverton Cautious Index
Fund Size	£38.5m
No. of Holdings	40
Domicile	Ireland
Sedol	BQ1KPQ1
Bloomberg Code	WAVCIPG ID
Fund Type	OEIC
Base Currency	GBP
Other Currencies	None
Ex Dividend Dates	Jan 31st, Apr 30th, Jul 31st and Oct 31st

DISTRIBUTION TECHNOLOGY RISK PROFILE



FUND INFORMATION

Share class	ISIN	Minimum investment	AMC	INC/ACC	NAV	Historic yield (%)	Ongoing charge (%)
B GBP	IE00BQ1KPP02	1,500 GBP	0.75%	INC	11.02	3.39%	1.61%
P GBP	IE00BQ1KPP19	1,500 GBP	0.40%	INC	11.21	3.39%	1.27%

CONTACT DETAILS

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ADMINISTRATOR

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Risk Warning: Past performance is no guide to future performance. The value of holdings may fall as well as rise. All financial investments involve an element of risk. Clients should note that yields on investments may fall or rise dependent on the performance of the underlying investment and more specifically the performance of financial markets. As such, no warranty can be given that the expressed yields will consistently attain such levels over any given period. 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. A copy of the full prospectus and the KIID is available from Waverton Investment Management or Administrator, RBC Investor Services (Ireland). Sources: Waverton, Morningstar.

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