



WAVERTON
INVESTMENT MANAGEMENT

WAVERTON GLOBAL EQUITY A GBP

FUND FACTSHEET - AS AT 31 MAY 2018

OBJECTIVES

FUND AIM

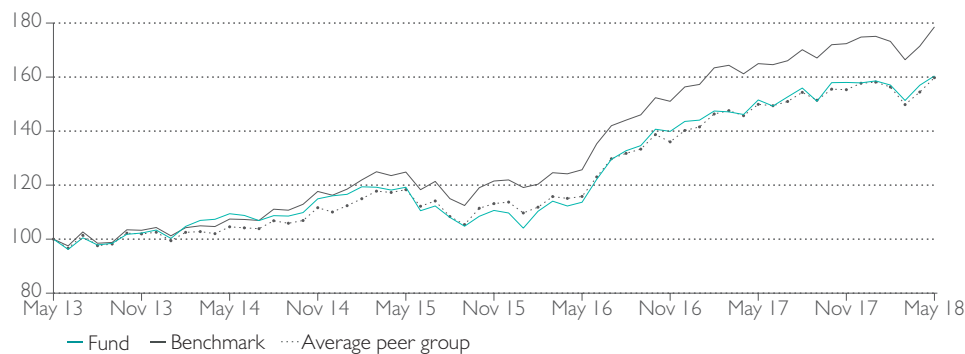
The investment objective of the Fund is to achieve returns in excess of the MSCI World NR through investment in a focused selection of equities on a global basis.

INVESTMENT STYLE

The Fund seeks to acquire, at a reasonable valuation, the highest quality companies in whatever sector and part of the world we find them. The investment process is driven by a bottom up and fundamental analysis approach with a top down and macro overlay assisting in regional and sector allocation tilts. The Fund will be populated by a concentrated list of high conviction global best ideas.

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 Mar 99
Portfolio (%)	2.2	2.2	1.6	5.9	34.6	60.4	330.2
Benchmark (%)	4.2	3.1	2.1	8.2	43.1	78.6	218.3
Morningstar Peer Group (%)	3.2	1.9	1.0	6.2	34.8	58.6	94.2
Quartile	4	2	2	3	3	2	1

DISCRETE CALENDAR YEAR PERFORMANCE

Period	2017	2016	2015	2014	2013
Fund (%)	9.9	30.9	-5.5	12.3	24.0
Benchmark (%)	11.8	28.2	4.9	11.5	24.3

STANDARDISED PERFORMANCE

Period 1 year to	31/05/2018	31/05/2017	31/05/2016	31/05/2015	31/05/2014
Fund (%)	5.9	33.3	-4.7	9.0	9.4

PORTFOLIO SUMMARY

COUNTRY		SECTOR		TOP 10 HOLDINGS	
North America	45.3%	Information Technology	25.2%	Amazon	4.0%
Continental Europe	17.5%	Health Care	16.5%	Microsoft	3.5%
Asia Pacific (ex Japan)	14.1%	Industrials	13.4%	Baidu	3.4%
Japan	11.3%	Consumer Discretionary	9.9%	Biogen	3.3%
United Kingdom	7.7%	Energy	8.9%	Eog Resources	3.3%
Cash	4.1%	Financials	7.3%	Linde	3.2%
Total	100.0%	Consumer Staples	6.4%	Honeywell	3.2%
		Materials	5.1%	Kddi	3.2%
		Telecommunication Services	3.2%	Apple	3.2%
		Cash	4.1%	Visa	3.2%
		Total	100.0%	Total	33.4%

COMMENTARY

Global equity markets continued to rally during May as trade tensions eased and the geopolitical situation calmed to a degree with China and the US starting to make positive noises about North Korea. Europe was the one major market to fall in local currency terms largely due to negative news on European politics. Italy went briefly to the brink of a constitutional crisis and causing European bank shares to collapse. In the end however, a pragmatic third way was found and Financials have rallied back sharply. The Fund underperformed the market over the month rising 2.2%, the MSCI World Net Return Index rose 4.2%.

While the Fund benefitted from its exposure to Technology, once again the strongest performing sector, performance was held back by a handful of stocks that fell. In particular, shares in the jewellery manufacturer and retailer, Pandora, fell sharply following disappointing results and unconvincing communication from management. We met with the outgoing CFO in London and remain of the view that Pandora should be able to grow revenues by 7-10% with a stable EBITDA margin of 35%. Trading on a 2018 FCF yield of 7.9% and dividend yield of 3.9% we believe that the shares look cheap.

We purchased a new position in the oil major, Royal Dutch Shell during the month, a company that meets all four of our key attributes. The company has undergone a major strategy transformation with a significant asset disposal programme of about \$30bn. Shell's truly global scale on top of good technology and strong assets, particularly with respect to its gas portfolio, provide a sustainable competitive advantage. Free cash flow growth should accelerate as capex levels off and cash flow from operations will be supported by the positive oil price environment. Management have a good track record in the allocation of capital, particularly with the acquisition of BG (though the timing was inopportune). Trading on a perspective FCF yield of 10% and dividend yield of 5.5% Shell is the cheapest amongst the IOC peer group.

FUND MANAGER



Katrina Norris

FUND DETAILS

FUND FACTS

Launch Date	16th March 1999
Morningstar Category	Global Large Cap Blend Equity
Benchmark	MSCI World Net Return Index
Fund Size	£95.5m
No. of Holdings	37
Domicile	Ireland
Sedol	BIRMYD6
Bloomberg Code	WAVGEAG ID
Fund Type	OEIC
Base Currency	GBP
Other Currencies	USD
Ex Dividend Dates	30th April and 31st October

RISK STATISTICS

3Y Annualised

Fund Volatility (%)	11.2
Index Volatility (%)	10.1
Sharpe Ratio	0.9
Information Ratio	-0.5
Tracking Error	5.0
Alpha (%)	-3.0
Beta	1.0
Active Share (% - Current)	88.5

FUND INFORMATION

Share class	ISIN	Minimum investment	AMC	INC/ACC	NAV	Historic yield (%)	Ongoing charge (%)
A GBP	IE00B1RMYD64	1,500 GBP	1.00%	INC	19.94	0.24%	1.20%
A USD	IE00B1RMYC57	2,500 USD	1.00%	INC	26.79	0.23%	1.20%

CONTACT DETAILS

MARKETING CONTACT

Jonno Ross
jross@waverton.co.uk
+44 (0)20 7484 7491
www.waverton.co.uk

ADMINISTRATOR

RBC Investor Services
Dublin_TA_Customer_Support@rbc.com

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. 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. The Fund may invest assets in Emerging Market Countries. The risks involved in investments in Emerging Market Countries are likely to exceed the risks of investment in more mature markets.

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.

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.