

**SHINING A LIGHT ON THE.....  
Rathbone Enhanced Growth Portfolio Fund**

**AT A GLANCE**

<b>Investment Objective</b>	
The fund seeks to achieve a long-term total return in excess of the Consumer Price Index (CPI) +5% over a minimum five to ten-year period, and a risk budget of 100% of the volatility of global equities as measured by the MSCI World Equity index. The income yield will at best be minimal. There is no guarantee that the fund will achieve a positive return over this, or any other period, and investors may not get back the original amount they invested.	

<b>Inception Date</b>	1 <sup>st</sup> August 2011
<b>Fund Factsheet Link</b>	<a href="http://www.morningstar.co.uk/uk/funds/snaps/hot/snapshot.aspx?id=F00000MPO5">http://www.morningstar.co.uk/uk/funds/snaps/hot/snapshot.aspx?id=F00000MPO5</a>

<b>Management</b>	
<b>Manager Name</b>	<b>Start Date</b>
David Coombs	1 <sup>st</sup> August 2011

<b>Investment Style Details</b>	
<b>Equity Style</b>	
<b>Market Capitalisation</b>	<b>% of Equity</b>
Giant	40.00%
Large	31.49%
Medium	23.58%
Small	3.96%
Micro	0.97%

<b>Top 10 Holdings</b>		
<b>Total number of holdings</b>	76	
<b>Assets in Top 10 Holdings</b>	21.68%	
<b>Name</b>	<b>Sector</b>	<b>% of Assets</b>
iShares MSCI AC Far East exJpn ETF \$ Dis	-	4.48%
JPM Japan Equity C (inc) JPY	-	3.40%
SPDR® Russell 2000 US Small Cap ETF	-	2.06%
ChinaAMC China Opportunities I USD	-	2.01%
HgCapital Trust Ord	-	2.00%
Ashmore SICAV Emg Mkts Sht Dura Z2 GBP	-	1.86%
J.P. Morgan Structured Products B.V. 0%	-	1.68%
Biotech Growth Ord	-	1.61%
Adobe Inc	-	1.30%
Abbott Laboratories	-	1.28%

<b>Volatility Measurements</b>	
<b>3-Yr Std Dev (volatility)</b>	11.60%
<b>3-Yr Mean Return (average)</b>	3.64%

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## FUND PERFORMANCE

Performance from 1<sup>st</sup> January 2014 to 30<sup>th</sup> June 2020:

	2014	2015	2016	2017	2018	2019	2020
<b>Rathbone Multi Asset Enhanced Growth Fund</b>	9.23%	3.31%	16.06%	15.15%	-6.44%	18.83%	-4.13%
<b>Vanguard Global Bond Index Fund</b>	7.97%	1.25%	3.51%	2.00%	-0.11%	6.63%	3.41%

Performance over 12 months, 3 years, 5 years and since launch:

	1 year	3 years (pa)	5 years (pa)	Since launch (pa)
<b>Rathbone Multi Asset Enhanced Growth Fund</b>	0.71%	3.64%	6.52%	6.30%
<b>Vanguard Global Bond Index Fund</b>	4.80%	3.60%	3.36%	3.69%

*You should note that past performance is not a reliable indicator of future returns and the value of your investments can fall as well as rise. The total return reflects performance without sales charges or the effects of taxation, but is adjusted to reflect all on-going fund expenses and assumes reinvestment of dividends and capital gains. If adjusted for sales charges and the effects of taxation, the performance quoted would be reduced.*

## UPDATE....

**\*This update has been written at the time of the Coronavirus Pandemic of 2020, which has impacted the global financial markets in a way that has never been seen before.**

This fund aims to deliver a positive return over a 5 – 10-year period of inflation, plus 5% with the same level of equity risk. The performance of the manager is such that if he takes too much risk and / or does not achieve the target return, then he is not remunerated. Therefore the outcomes are aligned to the investors.

At the start of the year they were positive about the US and had a high weighting. However, things are changing. The betting money is falling on Biden and this tends to be a more reliable gauge to who will win. There are concerns on Biden due to his age and therefore who the Vice President will be. If they are from the left of the party then this could hit areas like healthcare, financials, and tech, especially if the democrats have a clean sweep. If this hits the markets it could ripple out across global markets. The biggest worry is a narrow result which then ends up in court as this would be very bad for markets. At the moment they have not reduced their exposure but are watching this carefully.

In terms of COVID19 their view is that there is garbage coming in and garbage coming out, with no clear data as it differs from country to country. The two key things to look at are hospitalisation and deaths, and what is clear is that death rates are coming down as treatments improve. They believe it is impossible to consider a second lockdown in any country although there might be regional lockdowns.

In terms of Brexit they feel pretty positive about the long-term outcome for the UK, and coming into the year had increased their weighting to the UK to the highest level for 9 years. On the back of the handling of COVID19 they have reduced the weighting to its lowest for 11 years.

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Structural trends they are following includes Health Bomb, Generation Z, Customer Experience, Technology, Modern Utilities, Ageing and Chinese Consumer. In terms of concerns this is around Middle East, UK/EU, Deflation, Inflation, Equity Bear Market, Yield Curve, and the left taking hold in the US. In the UK they are worried that the Government will raise taxes at the wrong and believe that would be suicidal.

In terms of the portfolio, they have not made many changes apart from reducing the weighting to the UK, adding some Japanese Yen and Singapore Dollar, and adding some stock names which were expensive but became cheap in the sell-off.

With inflation at 0.6% this fund has achieved its stated goal over the long-term.

In summary, this fund looks to deliver a positive outcome by investing across different asset classes. This is likely to appeal to investors who want to leave the management of asset classes to someone else. It may also appeal as a blend within a portfolio of funds.

*The source of information in this note has been provided by Rathbone and is correct as at July 2020. These are notes from meeting the fund manager or representative and should not be seen as a recommendation to purchase any fund mentioned. Any reference to shares is not a recommendation to buy or sell. Should you wish to make a decision based on these notes we cannot take responsibility for this and you should carry out your own research before making a decision. We would also recommend that you receive advice before following up on any decision.*