

Monthly Fact Sheet 30 April 2018

Launch Date	20th October 2014
Fund Size	£218m
Historic Yield (%)*	0.96

Share Price (as at 30.04.18)

<i>Shares</i>	<i>Income</i>	<i>Accumulation</i>
B Shares	209.79p	216.52p

Investment Objective and Policy

The objective of the Fund is to achieve long-term capital growth by investing primarily in a portfolio of fully listed and AIM traded UK equities.

Fund Managers



James Baker

a history graduate from Cambridge University, has over 30 years of equity market experience on both buy and sell sides, specialising for all of his career in UK Small and Mid caps stock selection. He has

worked for several organisations over the years, but most notably spent 11 years from 1999 to 2011 as part of the ABN Amro, Small Mid cap sales team, which was consistently top ranked by Extel. Prior to joining Chelverton he worked as the Assistant fund manager on the Rathbone UK Recovery Fund.



Edward Booth

graduated from the London School of Economics with a degree in Economics with Economic History, and qualified as a Chartered Accountant at Deloitte, where he focused on

the Insurance sector. Prior to joining Chelverton, he worked as a Business Analyst for Barclays, focusing on a number of areas including Investment Bank Revenue and Group Capital performance.

MI Chelverton UK Equity Growth Fund

Investment Approach

The Fund Managers are looking for companies that can both grow faster than the market and are highly cash generative enabling them to fund their own growth. Typically these companies will have some form of sustainable competitive advantage, such as a unique product, or a dominant position in a particular market, leading to high margins and the ability to generate surplus cash.

Monthly Manager Commentary

The Fund returned 3.63% in April, lagging the UK All Companies Sector Average as the stock market rebounded strongly from a poor first quarter. The main driver for the rally was the oil sector, where the Fund has minimal exposure, as the oil price rose sharply on the back of increased political tension in the Middle East. Defensive sectors, namely telecoms, utilities and food retail, where there is minimal mid and small cap representation, also performed well. At the stock level, the Fund's performance was impacted by two earnings downgrades. Clarkson warned of a slowdown in the transaction and corporate finance segments of its business as clients spooked by concerns over a trade war put ship investment activity on ice. Proactis Holdings, the procurement software business, sold off severely when it warned of early contract terminations and a slowdown in new orders only two months after a more positive, in-line update. News flow across the rest of the portfolio was generally satisfactory with Boku, Keystone Law, GB Group, DFS Furniture and Alliance Pharma in particular all responding well to positive results and trading updates.

During the month we exited Greencore, the producer of convenience foods, as we were concerned by the seemingly persistent issues in the group's US business. We also sold our holding in Quiz, the fashion retailer, where despite being impressed by the growth of its online business, we had become increasingly concerned by the dependence of its wholesale business on structurally challenged department store chains. On the buy side, we bought a new holding in Elektron Technology who have a market leading global position in hermetically sealed components for extreme environments, together with a nascent businesses in ophthalmic products and real time operations management. We also started a holding in Nanoco, which has started to achieve real traction with its novel quantum dot technology and recently signed a significant supply deal with a leading global consumer electronics group.

On the macro front, the outlook continues to change with the recent strength of Sterling reversing as weaker domestic data, coupled with increased tension over BREXIT negotiations, undermined the expectation of an interest rate rise. Globally, the question is whether ongoing GDP growth can be sustained or whether it will be upset by a trade war. The Fund's current bias remains towards structural growth, overseas earners and consumer defensives will hopefully continue to offer resilience in this environment.

Cumulative Performance

	YTD	1 m	3 m	6 m	1 yr	3 yrs	Since Launch
Fund (%)	2.98	3.63	-0.23	7.11	20.03	89.95	116.52
Sector Rank	9/256	252/258	201/257	4/256	1/253	1/239	1/235
Quartile Ranking	1st	4th	4th	1st	1st	1st	1st
IA UK All Companies (%)	-0.12	6.18	0.73	1.62	7.06	22.61	42.09

Source: Lipper, NAV to NAV, B Shares Acc, Total Return to 30.04.2018

Discrete Annual Performance

	30.04.17	30.04.16	30.04.15	30.04.14	30.04.13
	30.04.18	30.04.17	30.04.16	30.04.15	30.04.14
Fund (%)	20.03	33.47	18.56	-	-
IA UK All Companies (%)	7.06	18.64	-3.51	-	-

Source: Lipper, NAV to NAV, B Shares Acc, Total Return to 30.04.2018

*The historic yield reflects distributions over the past 12 months as a percentage of the bid price of the B share class as at the date shown. It does not include any initial charge and investors may be subject to tax on their distributions.

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30 April 2018

ACD
Maitland Institutional Services Limited

Investment Advisor
Chelverton Asset Management Ltd

Administrator
Maitland Institutional Services Limited

Income Paid Annually

XD Dates 31 December

Valuation 12 Noon

Codes (B Shares)

	Income	Accumulation
Sedol	BP85595	BP855B7
ISIN	GB00BP855954	GB00BP855B75

Annual Management Fee (%)

B Shares 0.75

Minimum Investment

B Shares £1,000

Ongoing Charge (%)

B Shares 1.00

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FURTHER INFORMATION

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MI Chelverton UK Equity Growth Fund

Top 20 Holdings

Holding	Sector	% of Portfolio
1. Strix	Industrials	1.9
2. Liontrust Asset Management	Financials	1.8
3. Polypipe Group	Construction	1.7
4. Quixant	Technology	1.7
5. Brooks MacDonald	Financials	1.7
6. Coats Group	Industrials	1.6
7. Tyman	Construction	1.6
8. Equiniti Group	Support Services	1.6
9. Castleton Technology	Technology	1.6
10. Synthomer	Industrials	1.5
11. Alliance Pharma	Healthcare	1.5
12. TT Electronics	Industrials	1.5
13. Eco Animal Health Group	Healthcare	1.5
14. Dairy Crest Group	Consumer	1.4
15. Renew Holdings	Support Services	1.4
16. dotDigital	Technology	1.4
17. Bodycote	Industrials	1.4
18. JTC	Financials	1.4
19. IMI	Industrials	1.4
20. Volution Group	Construction	1.4

Source: Chelverton Asset Management Limited

Sector Breakdown

	% of Portfolio
Technology	22.9
Industrials	22.6
Consumer	12.2
Financials	11.1
Healthcare	7.2
Support Services	6.7
Construction	5.9
Media	4.4
Resources	1.0
Cash	6.0

Market Cap Breakdown

	% of Portfolio	No. of Stocks
Above £1bn	16.2	13
£500m - £1bn	14.4	15
£250m - £500m	29.1	24
£100m - £250m	22.5	23
Below £100m	11.8	20
Cash and Income	6.0	N/A
Total	100.0	95

Source: Chelverton Asset Management Limited

Disclaimer: This fund invests in smaller companies and carries a higher degree of risk than funds investing in larger companies. The shares of smaller companies may be less liquid and their performance more volatile over shorter time periods. The fund can also invest in smaller companies listed on the Alternative Investment Market (AIM) which also carry the risks described above. This document is provided for information purposes only and should not be interpreted as investment advice. If you have any doubts as to the suitability of an investment, please consult your financial adviser. The information contained in this document has been obtained from sources that Chelverton Asset Management Limited ("CAM") considers to be reliable. However, CAM cannot guarantee the accuracy or completeness of the information provided, and therefore no investment decision should be based solely on this data. Past performance is not a guide to future performance. This document is issued by CAM, Authorised and regulated by the Financial Conduct Authority. This document does not represent a recommendation by CAM to purchase shares in this Fund. We recommend private investors seek the services of a Financial Adviser. Maitland Institutional Services Limited are the Authorised Corporate Director of this fund and prospectuses for the fund are obtainable directly from them. Please email Chelverton@maitlandgroup.co.uk or call +44 (0) 1245 459 962.