



VT Chelsea Managed Balanced Growth

September 2018

VT CHELSEA
Managed
FUNDS



The Chelsea research team (L to R): James Yardley, Senior Research Analyst; Darius McDermott, Managing Director; Juliet Schooling, Research Director; Ryan Lightfoot-Brown, Research Analyst

Fund information

Launch date	5 th June 2017
Size	£17.9m
Number of holdings	27
Benchmark	IA Mixed Investment 40%–85% Shares
Share class & ISIN	VT Chelsea Managed Balanced Growth A Acc GBP GB00BF0NMX06
Initial charge	0%
Ongoing charges figure	1.29%

Top 10 holdings

Fidelity Index US	7.55%
Fidelity Global Special Situations	6.01%
Old Mutual Global Equity Absolute Return Hedged	6.01%
Artemis Global Income	5.48%
Fundsmith Equity	5.17%
Man GLG UK Absolute Alpha	5.15%
Investec Global Special Situations	4.64%
JOHCM UK Dynamic	4.13%
Hermes Asia ex Japan Equity	4.07%
Janus Henderson UK Absolute Return	3.89%

VT Chelsea Managed Balanced Growth

aims to produce capital growth over the long term[†], but with lower volatility than global equities. The fund has a target weighting of between 50% and 70% in UK and overseas equities,

although it may also invest in assets including bonds, property, gold and targeted absolute return strategies. Exposure to assets will typically be via open-ended funds, investment trusts and exchange traded funds.

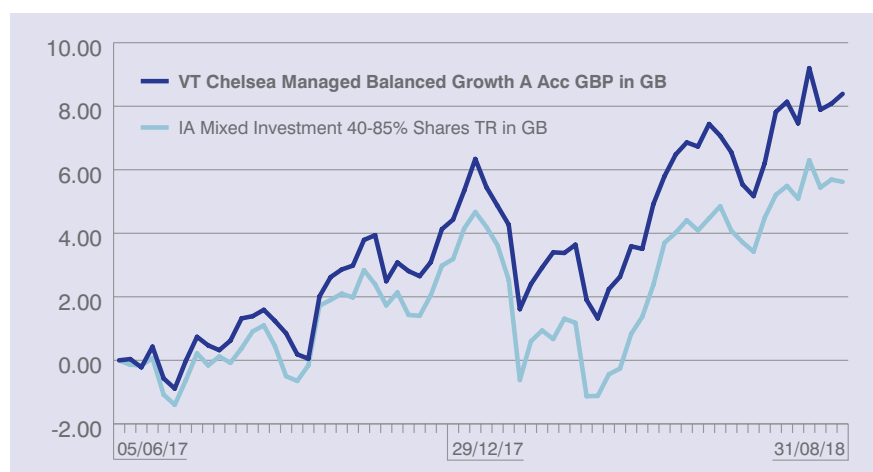
Fund commentary The fund returned 1.90% vs 1.60% for its benchmark over the past three months.* Our strongest performer was our special situation holding in the Lindsell Train Investment Trust, up 13.46%.* It had another strong run reaching an all time high late in the period. We have taken some profits and have generated considerable positive returns for the fund. Our US and global funds continued to perform well as the US stock market and US dollar continued to rise.

However, emerging markets were very weak over the period as the market

worried about a potential escalation in trade wars. RWC Global Emerging Markets fell and we have taken advantage to add to our position as our long-term view still remains positive. Conversely, our GS India position was up 1.71% despite a tough market backdrop in the broader region.

Our small position in Old Mutual Gold & Silver suffered from the strong dollar but we continue to hold and add to the position as we believe it is an important diversifier.

Performance since launch (%)^{*}



Cumulative performance

	1 year	3 years	5 years	Since launch
Fund (%)	7.09	-	-	8.39
Benchmark (%)	4.81	-	-	5.62

Calendar year performance

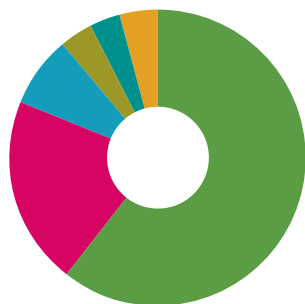
	YTD	2017	2016	2015
Fund (%)	3.79	-	-	-
Benchmark (%)	2.35	-	-	-

Data as at 31st August 2018.

[†] Long term is 5+ years. The aim is to have lower volatility than global equities over a rolling five-year period.

* Source for all performance data: FE Analytics on a bid-to-bid basis total return to 31/08/2018, benchmark is the IA Mixed Investment 40-85% Shares

Asset allocation (%)



Equity	60.53%
Targeted Absolute Return	20.73%
Fixed Interest	7.75%
Cash	3.72%
Property	0.00%
Gold and Silver	3.20%
Alternatives	4.08%
Total	100.00%

Correct as at 31st August 2018. Figures may not add up to 100% due to rounding.

Geographical equity allocation (%)



UK	19.79%
USA	30.36%
Asia Pacific ex Japan	15.21%
Europe ex UK	17.12%
Japan	11.12%
Emerging Markets ex Asia	3.12%
Other	3.28%
Total	100.00%

Correct as at 31st August 2018. Figures may not add up to 100% due to rounding.

Why invest in VT Chelsea Managed Funds?

- ✓ An easy portfolio. Invest in a range of assets globally with a single buy
- ✓ Chelsea's experienced research team looking after your investments
- ✓ Your portfolio will be adapted to take account of the prevailing market and economic climate
- ✓ You'll get exposure to some investments unearthed by our research team that might normally be hard for individual investors to buy
- ✓ We'll try to access the underlying funds in the cheapest way possible, including some share classes not available to individual investors

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All performance data is sourced from FE Analytics. Every effort is made to ensure the accuracy of any information provided but no assurances or warranties are given. Some performance differences between the fund and the sector average may arise because the fund performance is calculated at a different valuation point from the benchmark.

The VT Chelsea Managed Funds are for investors who prefer to make their own investment decisions, without personal advice.

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