



VT Chelsea Managed Aggressive Growth

November 2022

VT CHELSEA
Managed
FUNDS



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Fund information

Launch date	5 th June 2017
Size	£36.47m
Number of holdings	32
Share class & ISIN	VT Chelsea Managed Aggressive Growth A Acc GBP GB00BF0NMY13
Initial charge	0%
Ongoing charges figure	1.13%

Top 10 holdings

Fidelity Index US	11.27%
HSBC American Index	6.07%
Polar Capital Biotechnology	4.68%
Polar Capital Global Insurance	4.47%
Baillie Gifford Japan Trust	4.42%
Schroder Global Recovery	3.86%
Ninety One Global Environment	3.83%
Invesco Physical Markets PLC	3.74%
Polar Capital Technology Trust PLC	3.59%
Fidelity Asia Pacific Opportunities	3.46%

VT Chelsea Managed Aggressive Growth

aims to produce capital growth over the long term[†]. The fund will invest up to 100% in UK and overseas equities, although it may also invest in other 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* It has been a turbulent few months to say the least. The government's mini-budget went down like a lead balloon. Tax cuts would have led to more inflation and more government borrowing. The result was a surge in UK bond yields (Gilts). The pound also fell heavily against the US dollar. Defined benefit pension funds were hit by margin calls from leveraged gilt positions. The Bank of England had to step in to stabilise the market. 30 year UK Gilt yields, which were around 1% at the start of the year, rose to over 5%. This rise in yields has hit bonds, equities, property, and alternatives assets. The political fallout forced the prime minister and chancellor to resign. The mini-budget has been largely scrapped and the gilt market has now calmed down. Yields have fallen back but still remain around 4%.

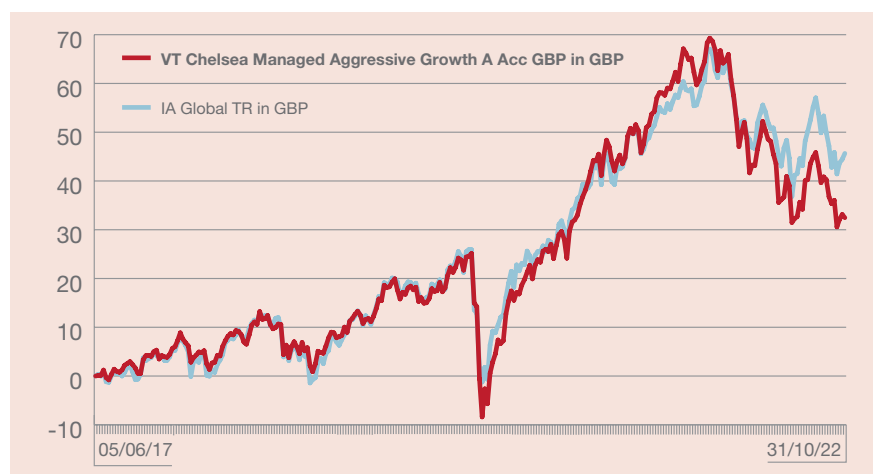
Higher government bond yields across the world have particularly hurt the growth style of investing. A number of the small-cap growth funds have been hit as a result. Action was taken to reduce some of this exposure at the

start of the period. Jupiter European Smaller Companies, Chelverton UK Growth and Jupiter UK Dynamic all underperformed in the period.* The growth investment trusts held within the fund have also struggled. However, many of these investment trusts now trade on a substantial discount and offer a lot of potential value in our view.

The fund was helped by a strong rebound in Polar Capital Biotechnology. Sentiment towards the biotech area of the market has started to improve again. The Indian holdings also performed extremely well and positions have now been reduced as valuations look expensive. Polar Capital Insurance continues its excellent performance and it is now one of the biggest positions in the fund.

It has been a difficult year for the fund but we continue to remain focused on the future. We believe the bias to smaller companies will benefit the fund over the long term. We think that ultimately inflation will peak in the United States and this should help the growth holdings if it does.

Performance since launch (%)*



Cumulative performance

	1 year	3 years	5 years	Since launch
Fund (%)	-19.46	14.29	26.71	32.46
IA Sector (%)	-9.25	25.26	40.54	45.66

Calendar year performance

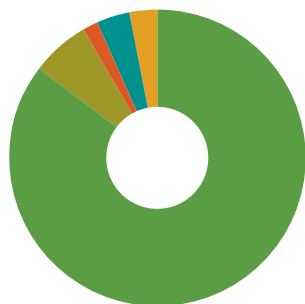
	YTD	2021	2020	2019
Fund (%)	-20.19	16.85	16.68	19.71
IA Sector (%)	-11.22	17.68	15.27	21.92

Past performance is not a reliable guide to future returns. *FE Funds Info 31/05/2022-31/10/2022 Total Return in Sterling.

All data correct as at 31st October 2022.

[†]Long term is 5+ years.

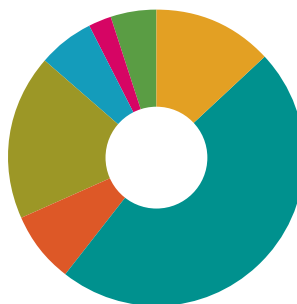
Asset allocation (%)



Equity	85.48%
Targeted Absolute Return	0.00%
Fixed Interest	0.00%
Cash	6.19%
Property	1.72%
Gold and Silver	3.74%
Alternatives	2.87%
Total	100.00%

Data correct as at 31st October 2022. Figures may not add up to 100% due to rounding.

Geographical equity allocation (%)



UK	13.08%
USA	47.49%
Asia Pacific ex Japan	7.92%
Europe ex UK	17.99%
Japan	6.24%
Emerging Markets ex Asia	2.36%
Other	4.93%
Total	100.00%

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All performance data is sourced from FE Fund Info. 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 IA Sector.

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

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