



as at May 31st 2020

Summary Investment Objective

The objective of the Fund is to obtain a yield higher than that generally available from investment in global equities whilst, over the longer term, achieving growth in both capital and income.

Investment Process

Valu-Trac's investment approach is based on Intrinsic Value Yield which is an objective and globally consistent measure of the potential income return of a stock. Intrinsic Value Yields are compared and used in conjunction with Behaviour measurements (e.g. overbought/oversold and momentum) to help with timing and risk control.

Fund Facts

Dividend Yield (GBP Net Inc): 4.87%

Price (GBP Net Inc): 100.6120p

Price (GBP Net Acc): 124.5173p

Ex Dividend Dates

30 June, 31 December

Income Allocation Dates

31 August (Final), 28 February (Interim)

Valuation Point (UK Business Days)

12 noon (UK)

Deal Closing Time

12 noon (UK)

Dealing Line

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Managers Comment

In May, the Fund delivered a positive return of +1.16% (Net Acc share class) to its valuation point on May 29th. The MSCI Developed World Index rose +6.95% in Sterling terms with Net Dividends Reinvested.

The challenge for Income investors has been highlighted within the United Kingdom Equity market. Only five FTSE 100 companies have managed to increase their dividends over the past decade and forecast growth this year of at least 2% according to research by Interactive Investor. The largest yielding of these are Legal & General and Pennon Group, both of which are held within the Valu-Trac Equity Income Fund, with the others being Croda International, Halma, and Spirax-Sarco Engineering. This illustrates the challenge of identifying an attractive level of income with long term growth prospects internationally.

The Fund ended May with three new additions Deutsche Post (Germany), Telenor ASA (Norway) and Severn Trent PLC (UK). These were added to replace stocks which had announced a cut or suspension to their dividend payout.

During May Sterling fell by -3.2% versus the Euro, by -2.0% versus the US Dollar, and by -1.4% versus the Japanese Yen which was all beneficial to Sterling based investors.

Past performance is not necessarily a guide to future performance

Top 10 Holdings – May 31st 2020

Name	Region	Sector	Weight	Yield**
Verizon Communications Inc	North America	Telecoms	5.1%	3.8%
Emera Inc	North America	Utilities	4.3%	3.8%
Southern Co	North America	Utilities	4.1%	3.8%
National Bank of Canada	North America	Financials	4.0%	3.9%
United Utilities Group PLC	UK	Utilities	4.0%	4.7%
Pennon Group PLC	UK	Utilities	3.3%	3.7%
BCE Inc	North America	Telecoms	3.2%	5.0%
Iron Mountain Inc	North America	Financials	3.2%	8.2%
Tate & Lyle PLC	UK	Cons. Staples	3.2%	4.3%
Deutsche Post AG	Europe ex UK	Industrials	3.1%	3.4%

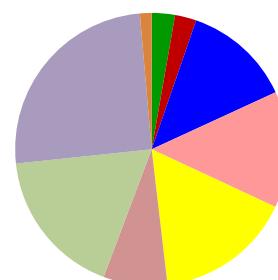
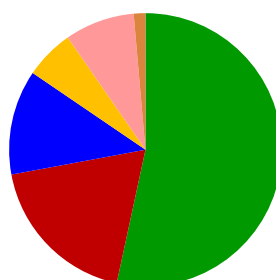
** net of withholding tax

Regional Breakdown

■ North America : 53.4%
 ■ UK : 18.7%
 ■ Europe ex UK : 12.4%
 ■ Japan : 5.8%
 ■ Asia ex Japan : 8.3%
 ■ Cash : 1.4%

Sector Breakdown

■ Energy : 2.8%
 ■ Industrials : 12.8%
 ■ Cons. Staples : 13.8%
 ■ Financials : 16.2%
 ■ Telecoms : 17.6%
 ■ Cash : 1.4%
 ■ Materials : 2.5%
 ■ Cons. Disc. : 0.0%
 ■ Health Care : 0.0%
 ■ Info Tech : 7.6%
 ■ Utilities : 25.3%



Currency Breakdown

US Dollar	37.2%	Sterling	20.1%
Canadian Dollar	16.2%	Euro	7.7%
Japanese Yen	5.8%	Other	13.0%

Share Classes*	ISIN	Bloomberg Ticker
GBP Net Income	GB00BVV2CQ12	VTEAGNI:LN
GBP Net Accumulation	GB00BVV2CR29	VTEAGNA:LN

*Other share classes available on request



as at May 31st 2020

About Valu-Trac

Valu-Trac was founded in 1985 and is based in the north of Scotland.

Valu-Trac has developed a proprietary investment platform based upon a combination of Intrinsic Value and Behaviour. The platform can be used to manage or advise a variety of portfolios (income portfolios, equity only, multi-asset and long/short) and to provide investment research and investment counselling.

Valu-Trac also provides Authorised Corporate Director (ACD) services to a number of investment management groups throughout the United Kingdom and AIFM services worldwide.

Valu-Trac Investment Management Limited

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An application form may be obtained from

www.valu-trac.com/vtinc

Performance (%)	1M	3M	1Yr	Since launch*
GBP Net Accumulation**	+1.16	-7.01	-5.03	+24.52

Past performance is not necessarily a guide to future performance

*The fund launched on 16th February 2015.

** Performance is illustrated by the GBP Net Accumulation share class.

May 2020 ex-Dividend Holdings

Dividend Payers

Name	Country	Sector
Telenor ASA	Europe ex UK	Telecoms
Compass Minerals	North America	Materials
International Business Machines	North America	Info Tech
Southern Co	North America	Utilities
United Parcel Service Inc	North America	Industrials

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