

Investment Objectives and Policy

The Activus Opportunity Fund objective is to achieve capital growth before fees of at least the UK Consumer Price Index plus 5% over a 5 year period by combining a core portfolio of funds with excellent long-term risk adjusted returns with shorter-term opportunistic investment strategies. The fund will invest mainly in collective investment schemes, listed investment companies and exchange traded funds, which at the time of investment will typically have several of the following properties:

- niche strategy which we cannot replicate
- exceptional investment management skills
- appropriate liquidity
- excellent long term risk-adjusted track record
- investment vehicle or underlying assets trading at a discount to NAV
- catalysts exist for a re-pricing of the fund or underlying assets
- low correlation to existing portfolio assets
- its addition will be complementary to the existing portfolio

Investment Manager's Commentary

The Activus Opportunity Funds is up 4.2% for April and up 5.3% for 2021. The biggest gainers this month were in private equity investment trusts SL Private Equity up 10% and Apax Global Alpha up 8%. Global smaller companies investment trust Edinburgh Worldwide fared well, finishing the month up 9%, along with US hedge funds: Third Point Investors up 9% and Warren Buffett's Berkshire Hathaway up 7%. The main detractors were life sciences firm Syncona, down 9%, and venture capitalist RTW Venture Fund, down 6%.

In April we reduced our holdings in Amati UK Smaller Companies and the SDL UK Buffettology funds and increased our holding in SL Private Equity and opened a new position in Oakley Capital. Towards the end of the month we disposed of our holdings in BlackRock Gold and General and the iShares Physical Gold ETF and invested in the Amati Strategic Metals fund in order to take advantage of the experience and expertise of managers Georges Lequime and Mark Smith. This investment offers diversification and investment in the expanding clean and sustainable energy sector.

The news is full of positive stories about the UK's measured escape from the Covid prison and the vaccine programme is continuing apace, although the global situation is of much greater concern. The IMF estimates that the UK will be the fastest growing G7 country in 2021 and this is backed up by the recent upwards revision of both of the GDP figures which related to the depths of the UK winter lockdown in January and February. More and more economic forecasts are now being published reiterating this optimistic forecast. The widespread pessimism of the economics profession back in September which Andy Haldane, the Bank of England Chief Economist, then described as Chicken Licken "The sky is falling in" economics seems to be being replaced by a Panglossian refusal to see anything but sunlit uplands on the horizon.

At present with optimism in full flow alongside the continued flow of funds from the open spigots of Central Banks around the world the markets may well continue their rise despite the market valuations of many companies becoming more and more detached from fundamentals. It is likely that at some time in the future realism will again set in. We are therefore continuing to look at opportunities to find pockets of value where the potential reward is disproportionate to the risk required to be taken. We will attempt to capture upside in the market when it fulfils this criteria but we will continue to search for diversifying investments that offer our funds' portfolios some protection from a market correction and/or inflation. We will not compromise on our fundamental view that our primary job is to ensure the return of capital and only then to look to return on capital.

David Ferguson
30th April 2021

Investment Information

Share Class	Class A Acc	Class Z Acc
Price per share (p)	114.74	117.91
Shares in issue	7,161,377	5,579,900
Net Asset Value	£8,216,947	£6,539,375
Dividends	Accumulation	Accumulation
Dividend dates	none	none
Currency	GBP	GBP
Asset management charge	1.00%	0.00%
Performance fee	none	none
Total expense ratio	2.27%	1.27%
Dealing	Daily at NAV	Daily at NAV
Minimum Investment	£1,000	£1,000
Investor eligibility	All	Activus clients
Availability	Open	Open
ISIN	GB00BFYMDH41	GB00BFYMDK79
MEXID	PXOKLA	PXOIUY
Start date	3 Jul 2018	3 Jul 2018
Investment Manager	David Ferguson	
Administrator & ACD	Maitland Institutional Services Ltd	
Depository	Northern Trust	
Auditor	Grant Thornton UK LLP	
Fund Structure	UK domiciled UCITS	
	The Fund is open-ended.	
Further information	The Prospectus and Subscription Form can be obtained by contacting the investment manager or from the website www.aktivuswealth.co.uk	

Largest Investments

Third Point Investors (\$)	6.5%
Pershing Square Holdings	5.6%
Hg Capital	4.6%
Pantheon International	4.6%
Apax Global Alpha	4.6%
Oakley Capital	4.5%
SL Private Equity	4.5%
Berkshire Hathaway	4.5%
Princess Private Equity	4.4%
SDL UK Buffettology Fund	4.2%
Other investments	48.3%
Liquidity	3.9%
Total	100.0%

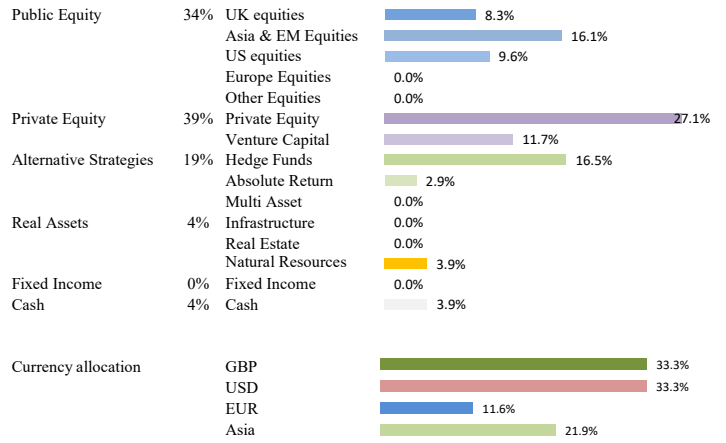
Performance

Annualised return	5.0%	6.0%
Cumulative return	14.7%	17.9%
Monthly return	4.2%	4.2%
Year to date return	5.3%	5.7%

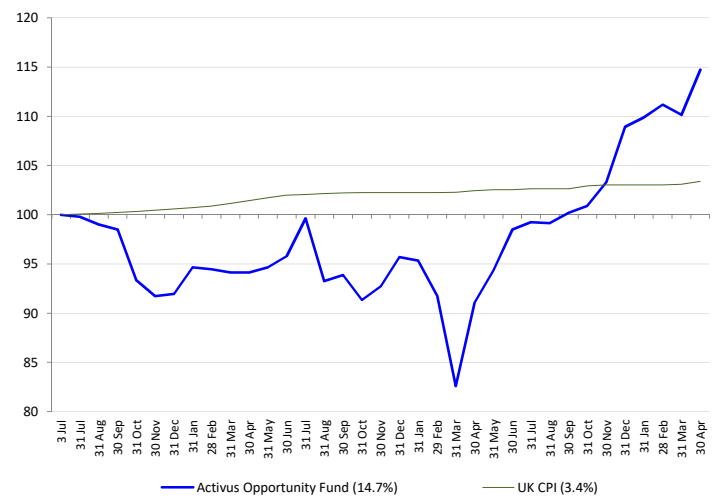
Risk Metrics

	Fund	UK equities
Volatility	12.4%	17.5%
Maximum Drawdown	-17.3%	-25.6%

Asset Allocation



Performance of A Shares since July 3rd 2018



Correlation measures how two securities move in relation to each other and the coefficient ranges from -1 (perfectly uncorrelated) to +1 (perfectly correlated). Correlations in this report are versus the Cboe UK All Companies index. **Beta** measures the sensitivity of an investment to movements in the Cboe UK All Companies using daily data. **Alpha** measures the additional annualised return after fees contributed by Activus and the asset managers in excess of the return predicted by the capital asset pricing model.

Volatility is a measure of risk. Standard deviation is used which shows how investment returns have varied from the average return over a specific period. **Sharpe Ratio** measures the excess return per unit of risk. It is calculated as the return in excess of a risk free rate divided by volatility. **BOE** - Bank of England Base Rate

The information contained in this report should not be construed as investment advice and you should seek independent financial advice before making an investment decision. The views expressed herein reflect the views of Activus Wealth Ltd at the date of this document and should not be considered as a complete or thorough analysis of our market views. The prices, values and metrics in this report have been obtained or derived by Activus in good faith from public, private and internal sources including Maitland Institutional Services Ltd, FE Analytics, the London Stock Exchange, account providers and internally created models. Activus believes the information to be accurate but does not assume responsibility for its accuracy. The value of and income from investments may fluctuate and past performance is not a guide to future performance, future returns are not guaranteed and a loss of original capital may occur. CBOE UK All Companies Index is part of the CBOE UK Index Series © which is a registered trade mark of CBOE Global Markets Inc, a company incorporated in the USA with registered address at 400 South LaSalle St Chicago IL 60605 USA