

Investment Objectives and Policy

The investment objective is to achieve an annual gross return of the Bank of England base rate + 5% over the full market cycle without the constraints of any fixed asset allocation parameters. The investment policy is to invest in a diversified portfolio of assets which exhibit favourable risk-reward characteristics. The fund will invest mainly in collective investments including listed funds and investment trusts 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 Investment Fund is down 1.2% in February. The proportion of the portfolio invested in risk assets increased to 50% by month-end. We added to our holdings of listed private equity funds, RIT Capital Partners and Ruffer Diversified Fund. Most asset prices declined in February, however gold and mining stocks were up 10% on average. Also posting gains were Berkshire Hathaway, Third Point Offshore, RTW Venture Fund and Supermarket Income REIT. The fund has no direct exposure to Russia.

The obvious Big Event this month is the tragedy unfolding in the Ukraine. While it feels uncomfortable to concentrate on the financial effects of such events, we of course continue to do so looking to protect against downward price pressure and looking for pricing opportunities as the market overreacts to the news cycle as invariably happens. We have had examples already in this crisis with the immediate fall in the markets following Putin's ill-conceived invasion allowing purchases of some investment companies funds at a much larger discounts than normal.

At the time of writing, Putin's war does not seem to be going as smoothly as he may have anticipated. Both Ukrainian resistance and the West's stronger than anticipated response seem to have surprised the Russian Government and while it is impossible to be sure what is really happening behind the reinstated Iron Curtain, domestic protest in Russia appears to be growing both on the street and from previously loyal oligarchs.

The market falls which are likely will not be uniform and volatility will continue to provide opportunities and we believe our all-weather approach means the portfolio continues to be positioned both to withstand headwinds and to find these opportunities.

David Ferguson
28th February 2022

Investment Information

Share Class	Class A Acc	Class Z Acc
Price per share (p)	127.76	134.87
Shares in issue	26,627,953	5,899,794
Net Asset Value	£34,029,306	£7,900,007
Dividends	Accumulation	Accumulation
Dividend dates	March/September	March/September
Currency	GBP	GBP
Asset management charge	1.00%	0.00%
Performance fee	none	none
Total expense ratio	1.63%	0.63%
Dealing	Daily at NAV	Daily at NAV
Minimum Investment	£1,000	£1,000
Investor eligibility	All	Activus clients
Availability	Open	Open
ISIN	GB00BYPKW395	GB00BYPKW627
MEXID	PXXXI	PXXXK
Start date	19 Jul 2016	19 Jul 2016
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

Ruffer Diversified Return	4.8%
BH Macro	4.8%
Pershing Square Holdings	4.3%
Third Point Investors (\$)	4.1%
Supermarket Income REIT	4.0%
Berkshire Hathaway	3.6%
Pantheon Infrastructure	3.6%
BlackRock World Mining	3.4%
Hg Capital	3.3%
International Public Partnerships	3.3%
Other investments	60.8%

Liquidity	0.0%
Total	100.0%

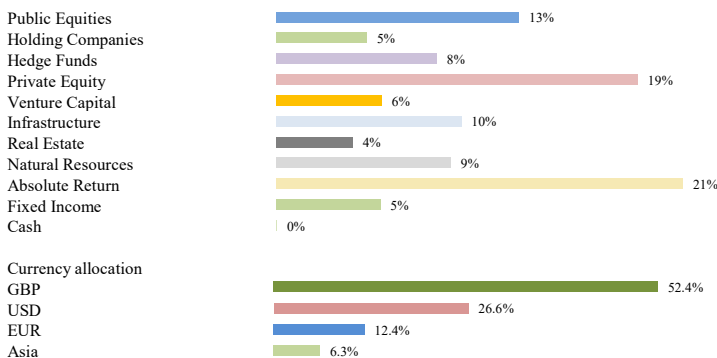
Performance

	A	Z
Annualised return	4.5%	5.5%
Cumulative return	27.8%	34.9%
Monthly return	-1.2%	-1.1%
Year to date return	-6.6%	-6.4%

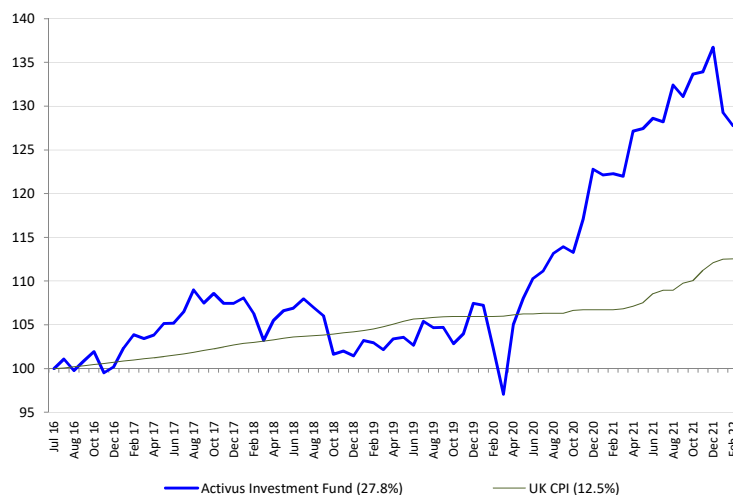
Risk Metrics

	Fund	UK equities
Volatility	7.6%	13.6%
Maximum Drawdown	-10.9%	-25.6%

Asset Allocation



Performance of A Shares since July 19th 2016



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

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