

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 returned 4.6% in March. Over the past two years the fund is up 37%. Double digit returns were made by each of Amati Strategic Metals, Brevan Howard Macro, Berkshire Hathaway, Pershing Square Holdings, Oakley Capital, International Public Partnerships and Molten Ventures. The major detractor was once again healthcare and biotechnology which is trading at significantly depressed levels. During March we reduced fixed income and increased inflation protection.

You may remember that last year the Activus Investment Fund was rated one of the top five 'invest and forget' funds by an independent analyst in the Daily Telegraph. This week we have been given further independent recognition as the Investment Fund has been awarded the coveted top rating of Five FE Fundinfo Crowns from FE Analytics, a leading financial analytics company. The rating takes into account three key measurements in judging a fund's performance: alpha, volatility and consistently strong performance and are frequently used by professional advisers to screen for the best performing funds in a sector. Only the top 10 per cent can qualify for the top rating so we are very pleased to be recognised in this way.

Putin's War, along with its tragic humanitarian cost in Ukraine is causing knock on effects on de-globalisation and energy disruption. The effect of both of these is already being felt through higher inflation with the highest month-on-month and year-on-year figures since the 1970s seen in many countries. As we have highlighted previously, increased market volatility is likely to present idiosyncratic investment opportunities such as traditional investment companies trading at significant discounts to their underlying asset values plus systemic opportunities such as out-of-favour asset classes such as healthcare and technology which have moved too far away from their intrinsic value. We continue to search out these opportunities.

David Ferguson
31st March 2022

Investment Information

Share Class	Class A Acc	Class Z Acc
Price per share (p)	133.66	141.23
Shares in issue	26,741,171	5,896,711
Net Asset Value	£35,733,675	£8,328,414
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	5.4%
BH Macro	4.9%
Pershing Square Holdings	4.5%
Third Point Investors (\$)	4.0%
Berkshire Hathaway	3.9%
Pantheon Infrastructure	3.5%
BlackRock World Mining	3.4%
International Public Partnerships	3.4%
Hg Capital	3.3%
Apax Global Alpha	3.3%
Other investments	60.2%
Liquidity	0.3%
Total	100.0%

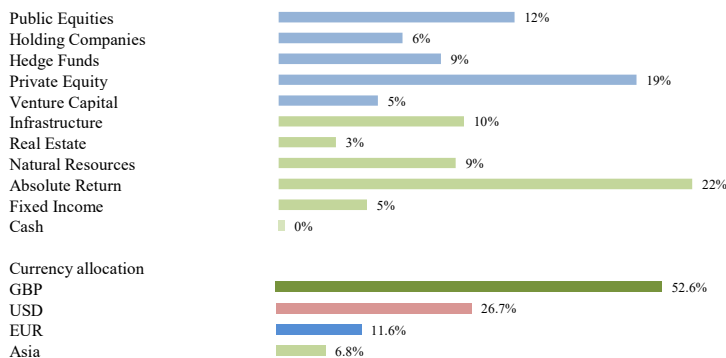
Performance

	A	Z
Annualised return	5.2%	6.2%
Cumulative return	33.7%	41.2%
Monthly return	4.6%	4.7%
Year to date return	-2.2%	-2.0%

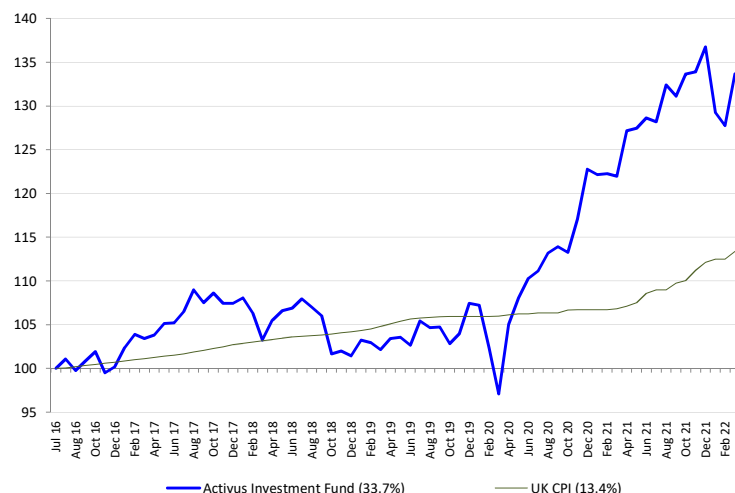
Risk Metrics

	Fund	UK equities
Volatility	7.8%	13.3%
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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