

**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 Fund is down 5.8% in May. Venture capital and private equity were the largest detractors in the Opportunity Fund. On a positive note the Fund's holding in Syncona was up 20% and our new holding in Chrysalis Investments was up 4%.

We sold the majority of the 'diversifier' part of the portfolio in order to increase exposure to both public and private equity at extremely favourable discounts to NAV. An example of how we use volatility to our advantage can be demonstrated when we bought a UK equity investment trust at the beginning of the month at an anomalous double digit discount to NAV and sold it at the end of the month much closer to NAV for a 5% profit. One sector which is particularly out of favour is life sciences, for instance there are many companies trading at less than the cash on their balance sheet. The Fund purchased several investment companies focused on life sciences, all at a significant discount to NAV. The Fund also added to its holdings of several private equity companies in addition to adding Chrysalis Investments. We estimate there is a 7% uplift to portfolio value if the discounts to NAV revert to beginning of year levels.

Asset price volatility has become significantly higher recently compared to the last fifteen years where it was subdued by central banks keeping interest rates artificially low and creating money out of thin air. We expect higher portfolio volatility in the near term which works both ways in that there will be periods of larger down as well as up moves but eventually returning to their mean trend. Due to fairly significant equity and bond price falls in most regions, prospective returns have of course improved.

David Ferguson  
31st May 2022

**Investment Information**

Share Class	Class A Acc	Class Z Acc
Price per share (p)	108.89	113.17
Shares in issue	14,016,110	2,904,719
Net Asset Value	£15,261,867	£3,287,020
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	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	
Further information	The Fund is open-ended. The Prospectus and Subscription Form can be obtained by contacting the investment manager or from the website <a href="http://www.activexwealth.co.uk">www.activexwealth.co.uk</a>	

**Largest Investments**

Pershing Square Holdings	5.9%
Third Point Investors (S)	5.8%
Syncona	5.0%
HarbourVest Global PE	4.8%
Apax Global Alpha	4.7%
abrdn Private Equity Opportunities	4.7%
BlackRock Throgmorton Trust	4.6%
Pantheon International	4.5%
Hg Capital	4.5%
Polar Capital Technology	4.5%
Other investments	48.0%

Liquidity	3.0%
Total	100.0%

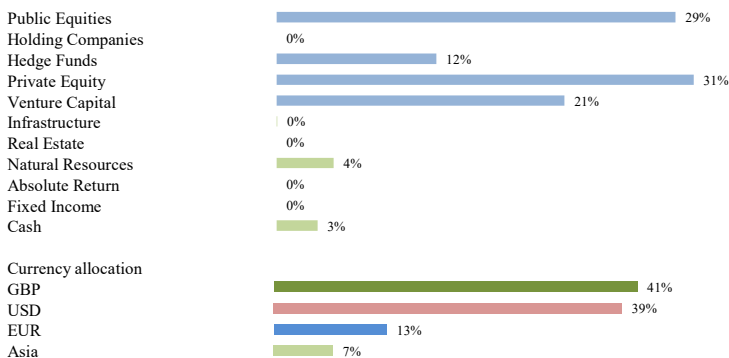
**Performance**

	A	Z
Annualised return	2.2%	3.2%
Cumulative return	8.9%	13.2%
Monthly return	-5.8%	-5.8%
Year to date return	-14.1%	-13.7%

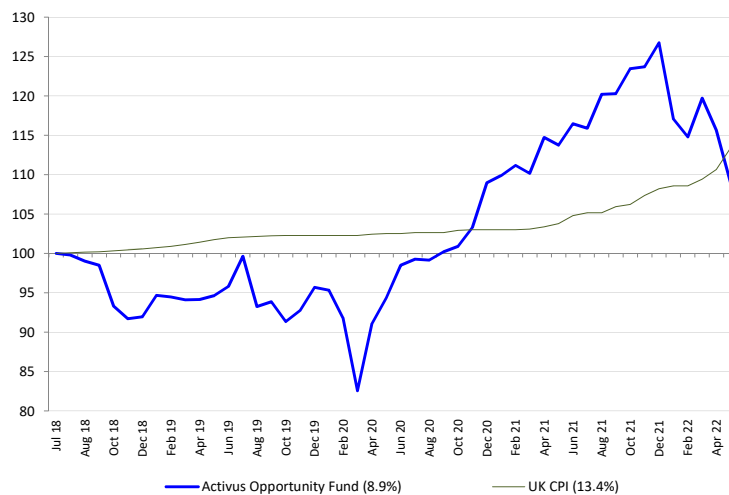
**Risk Metrics**

	Fund	UK equities
Volatility	12.4%	14.8%
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 IL60605 USA