



VT Chelsea Managed Balanced Growth

November 2018

VT CHELSEA
Managed
FUNDS



The Chelsea research team (L to R): James Yardley, Senior Research Analyst; Darius McDermott, Managing Director; Juliet Schooling Latter, Research Director; Ryan Lightfoot-Brown, Research Analyst

Fund information

Launch date	5 th June 2017
Size	£18.8m
Number of holdings	29
Benchmark	IA Mixed Investment 40%–85% Shares
Share class & ISIN	VT Chelsea Managed Balanced Growth A Acc GBP GB00BF0NMX06
Initial charge	0%
Ongoing charges figure	1.29%

Top 10 holdings

Cash	6.46%
Fidelity Index US	6.03%
Merian Global Equity Absolute Return Hedged	5.44%
Artemis Global Income	5.16%
Fidelity Global Special Situations	4.92%
Man GLG UK Absolute Alpha	4.90%
Hermes Asia ex Japan Equity	4.06%
JOHCM UK Dynamic	4.05%
Investec Global Special Situations	3.93%
Target Healthcare REIT	3.82%

VT Chelsea Managed Balanced Growth aims to produce capital growth over the long term[†], but with lower volatility than global equities. The fund has a target weighting of between 50% and 70% in UK and overseas equities, although it may also invest in

assets including bonds, property, gold and targeted absolute return strategies. Exposure to assets will typically be via open-ended funds, investment trusts and exchange traded funds.

Fund commentary The fund returned -3.57% versus -4.53% for its benchmark to the end of November.* Subsequently during December the fund returned -3.09% versus a fall of -3.92% for its benchmark. ^ It was a difficult period for equity markets across the world. The impact of higher US interest rates and fears of lower global growth hit market sentiment. US tech stocks were finally knocked back after an incredibly strong run. We reduced our equity weighting over the period and our relatively cautious positioning enabled the fund to significantly outperform the market falls in October and November.

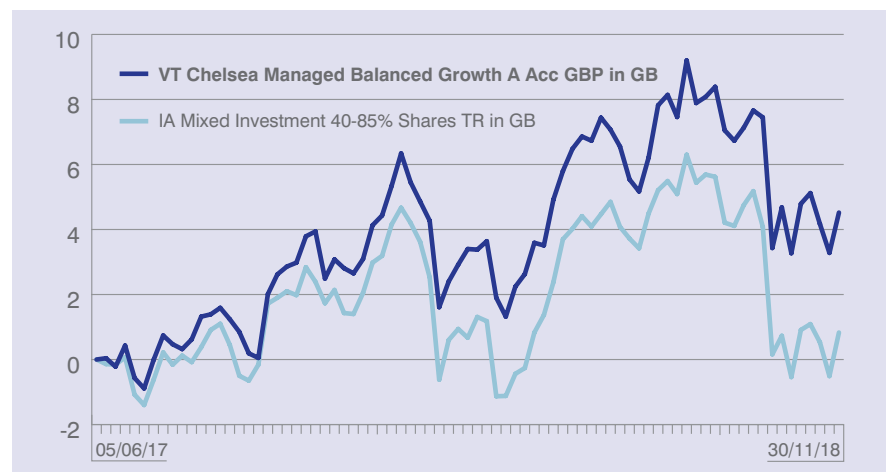
The Lindsell Train investment trust did well once again and has been by far our most successful investment. We have now taken

profits and sold our holding after the trust rose over 70% from our initial purchase in July of last year.**

Our bucket of alternative investment trusts continued to help performance and adds diversification. We rotated some of our positions away from names which have done well and added some new positions which we think offer better value.

Jupiter European was the worst performing fund over the period. After an incredibly strong run of performance it was inevitable that it would have a period of underperformance. Despite the recent fall the fund remains the best performing European fund year-to-date and we continue to hold our position.***

Performance since launch (%)*



Cumulative performance

	1 year	3 years	5 years	Since launch
Fund (%)	1.16	-	-	4.52
Benchmark (%)	-1.02	-	-	0.83

Calendar year performance

	YTD	2017	2016	2015
Fund (%)	0.08	-	-	-
Benchmark (%)	-2.28	-	-	-

*FE Analytics 31/08/2018-30/11/2018 benchmark is the IA Mixed Investment 40-85% Shares return in sterling terms. Dealing to dealing on a bid to bid basis. ^ FE Analytics 30/11/2018-31/12/2018 benchmark is IA Mixed Investment 40-85% Shares. Total return in sterling terms. **FE Analytics. Total return in sterling terms. Dealing to dealing on a bid to bid basis. 14/07/2017 – 03/10/2018. ***IA Europe ex UK FE Analytics. 01/01/2018-30/11/2018 Total return in sterling.

Data as at 30th November 2018.

[†]Long term is 5+ years. The aim is to have lower volatility than global equities over a rolling five-year period.

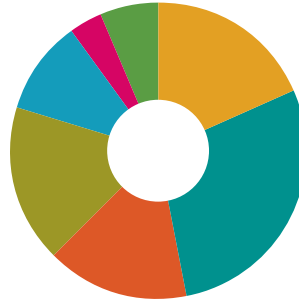
Asset allocation (%)



Equity	55.82%
Targeted Absolute Return	21.25%
Fixed Interest	4.87%
Cash	6.46%
Property	3.82%
Gold and Silver	2.88%
Alternatives	4.92%
Total	100.00%

Correct as at 30th November 2018. Figures may not add up to 100% due to rounding.

Geographical equity allocation (%)



UK	18.49%
USA	28.66%
Asia Pacific ex Japan	15.61%
Europe ex UK	17.15%
Japan	10.25%
Emerging Markets ex Asia	3.62%
Other	6.21%
Total	100.00%

Correct as at 30th November 2018. Figures may not add up to 100% due to rounding.

Why invest in VT Chelsea Managed Funds?

- ✓ An easy portfolio. Invest in a range of assets globally with a single buy
- ✓ Chelsea's experienced research team looking after your investments
- ✓ Your portfolio will be adapted to take account of the prevailing market and economic climate
- ✓ You'll get exposure to some investments unearthed by our research team that might normally be hard for individual investors to buy
- ✓ We'll try to access the underlying funds in the cheapest way possible, including some share classes not available to individual investors

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All performance data is sourced from FE Analytics. Every effort is made to ensure the accuracy of any information provided but no assurances or warranties are given. Some performance differences between the fund and the sector average may arise because the fund performance is calculated at a different valuation point from the benchmark.

The VT Chelsea Managed Funds are for investors who prefer to make their own investment decisions, without personal advice.

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