

FP Octopus UK Multi Cap Income Fund

Data as at 30 April 2022

Fund Managers



Chris McVey

CITYWIRE / AA



Richard Power

CITYWIRE / AA



Dominic Weller

CITYWIRE / AA



Supported by the Octopus Quoted Companies team; Edward Griffiths, Kate Tidbury, Mark Symington, Stephen Henderson, Jessica Sweeney, Freda Isingoma and Charles Lucas. The team manages over £2.6 billion in UK quoted companies.

Source and Copyright: Citywire. Richard Power, Chris McVey and Dominic Weller are AAA rated by Citywire for their rolling 3 year risk-adjusted performance, for the period to 31/03/2022.

Key Facts

IA Sector	UK Equity Income
Fund Launch Date	10 December 2018
Fund Domicile	United Kingdom
Dealing Frequency	Daily
Number of Holdings	70

Benchmark

FTSE All-Share Index

Yields

	Running Yield
I Acc	4.13%
I Inc	4.15%

Dividends

XD Dates

1 March, 1 June, 1 September, 1 December

Payment Dates

30 April, 31 July, 31 October, 31 January



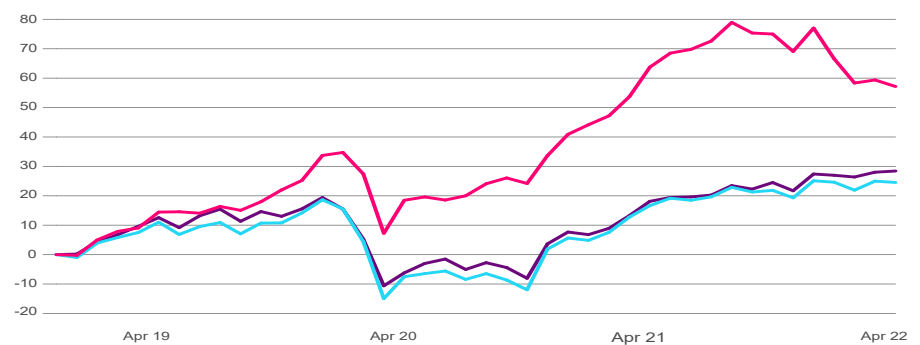
Fund Objective

The fund aims to provide predictable, attractive dividends alongside long term capital growth.

Investment Strategy

As active fund managers, we'll blend companies from across the entire UK equity market, ranging from some of the UK's largest and most established businesses, often generating significant dividends, with mid and smaller companies, with hidden potential to provide superior growth.

Performance Overview



Cumulative performance to 30 April 2022 (%)

	YTD	1 year	3 years	5 years	Inception
UK Multi Cap Income - S Acc	-11.22	-4.01	37.33	n/a	57.17
FTSE All-Share TR	0.80	8.72	14.09	26.62	28.41
IA UK Equity Income TR	-0.39	6.82	12.53	19.14	24.91

Discrete yearly performance to quarter end (%)

Year to 31 March	2022	2021	2020	2019	2018
UK Multi Cap Income - S Acc	3.70	43.32	-1.67	n/a	n/a
FTSE All-Share TR	13.03	26.71	-18.45	6.36	1.25
IA UK Equity Income TR	10.89	32.67	-20.75	3.45	0.38

Source: Lipper and Octopus Investments. Returns are in sterling and are based on published dealing prices excluding any initial charges, with net income reinvested and net of all fund fees.

Key Risks

- The value of an investment, and any income from it, can fall or rise. Investors may not get back the full amount they invest.
- Yield is not guaranteed.
- Investments in smaller and/or medium sized companies are likely to fall and rise in value more than shares listed on the main market of the London Stock Exchange. They may also be harder to sell.
- Fees will be deducted from capital which will increase the amount of income available for distribution. However, this will erode capital and may hinder capital growth.

Investment Enquiries

To speak to any of our fund managers, please call:

0800 316 2394

info@octopusinvestments.com

Investor Services

For all administration enquiries such as account enquiries and valuations, please call FundRock Partners:

0370 7070073

Top Ten Equity Holdings (%)

Next Fifteen Communications Grp plc	2.8
Tate & Lyle plc	2.1
STV Group plc	2.1
Galliford Try Holdings plc	2.1
Renew Holdings plc	2.1
Gateley Holdings plc	2.0
DWF Group plc	1.9
Brickability Group plc	1.8
Watkin Jones plc	1.8
OSB Group plc	1.8
Total	20.5

Top Ten Sectors (%)

Construction & Building	14.4
Media & Entertainment	11.4
Support Services	10.1
Speciality & Other Finance	8.1
Finance	6.8
Real Estate	4.8
Banks	3.0
Software & Computer Services	2.7
Oil & Gas	2.5
General Retailers	2.5
Total	66.3

Market Cap Weighting (%)

Over £10bn	5.2
£5bn-£10bn	0.9
£3bn-£5bn	6.6
£1-£3bn	18.6
£500-£1bn	19.5
£250-£500m	17.4
£100-£250m	16.0
Sub £100	5.4
Cash	10.5

Asset Allocation

	Value	% of total assets
Equities	£69.84m	89.50%
Cash	£8.19m	10.50%
Fund Size	£78.03m	100.00%
No. of Holdings	70	

Monthly Commentary

April 2022 saw volatile global equity markets once again, with sentiment impacted by slowing economic momentum as a result of the ongoing conflict in Ukraine, and China's further struggles to contain Covid-19. During the month, the FP Octopus UK Multi Cap Income Fund returned -1.39%. This performance was against a rise of +0.31% in the benchmark FTSE All Share index, with the FTSE 100 Index increasing by +0.76% albeit the more domestically focused FTSE 250 (excluding Investment Companies) Index decreased by -1.48%, whilst the FTSE SmallCap (excluding Investment Companies) Index declined by -0.88%, all on a total return basis. Whilst positive share price momentum remains difficult to come by in the current market, the fund's holdings have generally been continuing to report reassuring trading momentum.

During the month, key contributors to performance included **Totally Plc** (+22.30%), the leading UK focussed healthcare services provider, which saw its shares progress following a positive trading update and several contract extensions. Despite this very positive recent performance, the stock remains on a relatively modest low 'teens earnings multiple, and pays the fund an attractive and growing dividend. Elsewhere, **Gateley** (+10.70%), the legal and professional services firm, saw a positive share price reaction following a material earnings enhancing acquisition. This also remains on attractive earnings multiples, and is expected to pay the fund a dividend yield in excess of 4.5% this year. **XPS Pensions** (+11.69%), the UK's largest pure pensions consultancy, delivered a positive performance following publication of a positive pre-close trading update which noted organic revenue growth of 8% year-on-year. **Gulf Keystone** (+12.01%), the Kurdistan focused oil and gas producer, was another solid performer as the shares continued to benefit from the recent oil price strength. The group also announced that the significant interim dividend of almost 24p will be paid. Elsewhere, **RWS** (+18.92%), the global intellectual property translation business, saw its shares progress following an in-line trading update, and conformation that the group could be potentially subject to a private equity approach.

On a negative tack, a number of stocks continued to come under pressure despite no significant negative newsflow. Stocks which declined in the period included growth 'satellite' **Future Plc** (-14.76%), the global specialist media platform. We anticipate interim results later in May, where we once again expect the business to deliver another solid operational performance. With the shares trading on a significantly lower rating than at any time over the last five years, we suggest the stock look good value at current levels. We also saw negative share performances from **Pets At Home** (-14.00%), the UK's leading pet supplies business, we do believe this business is extremely well placed within the growing pet market. **Serica Energy** (-11.79%), one of the UK's leading mid-tier natural gas supplier also saw its shares pull back, despite publication of record results for the full year. This share price weakness is likely to have been in part due to the sell down by BP of its 5% stake in the business. We retain our position noting the expected significant potential cash build within this business over the coming years.

As we said above, the market remains volatile and the mid-term prospects for economic growth is uncertain given well documented macro-economic and geo-political concerns. Despite this, we remain focused on investing in businesses which we believe can grow earnings and dividends ahead of the market through the cycle, and provide a progressive and growing dividend. We continue to expect that the vast majority of our investee companies within our quality growth biased portfolio, will outperform the wider market through the cycle.

Fees & Codes

	ISIN	Sedol	Initial charge	Ongoing Charge Figure
S Acc*	GB00BG47Q333	BG47Q33	0.00%	0.45%
S Inc	GB00BG47Q440	BG47Q44	0.00%	0.45%
I Acc	GB00BG47Q556	BG47Q55	0.00%	0.90%
I Inc	GB00BG47Q663	BG47Q66	0.00%	0.90%

Minimum Investment is £1,000 or £100 regular monthly savings.

*Please be advised that the S share classes are now soft-closed and are closed for investment.

Important Information

Ratings do not constitute investment advice and should not be used as the sole basis for making any investment decision. Personal opinions may change and should not be seen as advice or a recommendation. We do not offer investment or tax advice. This factsheet does not constitute investment advice. Any mention of a specific stock is not a recommendation to buy or sell. If you are unsure of the suitability of this investment you should speak to a Financial Adviser. Before investing you should read the Prospectus, the Key Investor Information Document (KIID) and the Supplementary Information Document (SID) as they contain important information regarding the fund, including charges, tax and fund specific risk warnings and will form the basis of any investment. The Prospectus, KIID and application forms are available in English at octopusinvestments.com. The Authorised Corporate Director (ACD) of the FP Octopus UK Multi Cap Income Fund is FundRock Partners Ltd which is authorised and regulated by the Financial Conduct Authority no. 469278, Registered Office: 52-54 Gracechurch Street, London, EC3V 0EH. Issued by Octopus Investments Limited, which is authorised and regulated by the Financial Conduct Authority. Registered office: 33 Holborn, London, EC1N 2HT. Registered in England and Wales No. 03942880. Telephone calls are recorded. CAM012052. Issued: May 2022.