



## HERITAGE MANAGED PORTFOLIO FUND

31-Jul-22

### Key facts

The Fund's investment objective is to generate long term capital growth, with a lower risk than pure equity alternatives.

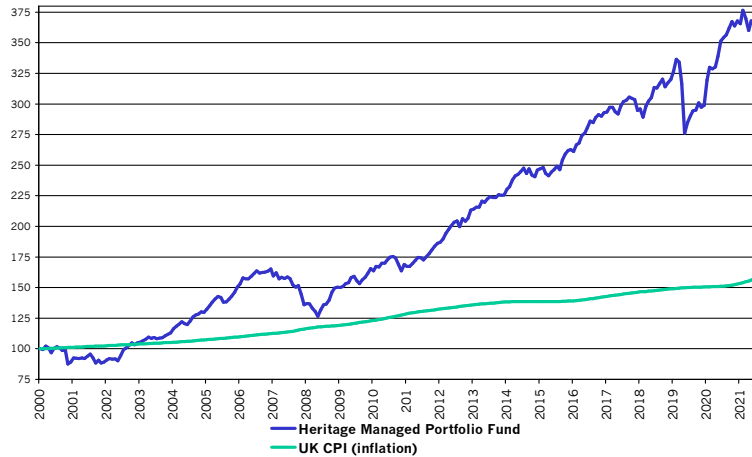
Price at 31-Jul-22	£358.90	Minimum investment	£20,000
Fund currency	GBP	Investment advisor	Heritage Capital Management Ltd.
Fund size	£210.5m	Fund domicile	Guernsey
Management fee	1% pa + perf. fee ( 5% of profits )	Fund status	Non-distributor ( "roll-up" )
Subscriptions/redemptions	Monthly	Pricing information	www.heritage-capital.co.uk
		ISIN code	GB00B128Z472

### Performance and risk

#### Performance

#### Monthly price performance since inception ( 1/12/2000 )

	HMPF	CPI/Inflation
2001	-7.19%	1.24%
2002	-0.41%	1.27%
2003	16.10%	1.37%
2004	10.92%	1.35%
2005	14.28%	2.08%
2006	16.79%	2.35%
2007	2.74%	2.35%
2008	-15.60%	3.66%
2009	10.32%	2.19%
2010	10.78%	3.35%
2011	0.06%	4.55%
2012	13.27%	2.87%
2013	13.85%	2.61%
2014	7.74%	1.61%
2015	6.80%	0.04%
2016	7.48%	0.68%
2017	11.50%	2.72%
2018	-2.76%	2.54%
2019	16.31%	1.82%
2020	-1.87%	0.93%
2021	14.07%	2.20%
2022 YTD	-4.70%	4.38%
Jul-22	2.76%	0.78%



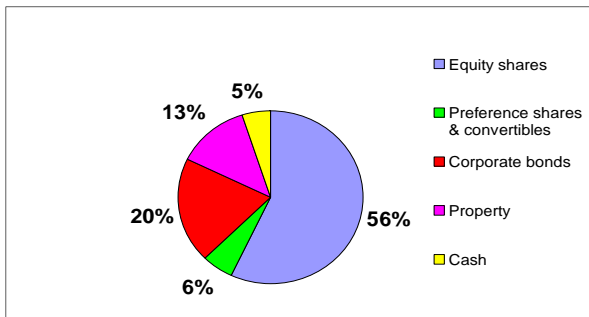
Since 2001	6.13%	2.22%
Compound annual return	6.13%	2.22%

#### Risk

Overall the Fund's conservative approach and well diversified, multi-asset portfolio results in a relatively low risk profile compared to an index of shares (such as the FTSE 100).

	Best return over :				Worst return over :				Volatility/risk (annual since inception)
	1 year	3 years	5 years	10 years	1 year	3 years	5 years	10 years	
Heritage Managed Portfolio Fund	24.8%	55.6%	85.2%	140.9%	-19.5%	-11.3%	5.5%	63.6%	7.4%
Equity Index	44.7%	60.0%	73.8%	85.4%	-34.9%	-33.8%	-14.7%	-10.0%	13.9%

### Asset allocation



The equity content consists predominantly of profitable companies on attractive valuations as well as some international & specialist funds including private equity.

The preference shares and convertibles consist of zero dividend preference shares and bonds that have an option to convert into ordinary shares.

The property exposure is through funds and REITs that invest directly in commercial property as well as property company shares.

The corporate bond holdings consist of investment grade and higher yield bonds and include both fixed and floating rate securities.

Cash is held to manage risk and to provide liquidity.

### Commentary

The Managed Portfolio Fund seeks to generate attractive long-term investment returns at a lower risk than that associated with pure equity market investment through active management of a well diversified multi-asset portfolio.

Following a difficult first half to 2022, global markets managed a welcome positive month in July. The Fund had its best month so far this year with a rise of 2.76% and is now down by 4.70% for the year-to-date.

It was also encouraging that the most of our companies have been reporting good results and the best performers this month were Compass (catering), Intermediate Capital (specialist fund manager), Lancashire (insurance), Bellway (housebuilder) and Victrex (speciality chemicals) which were all up over 10%.

Our listed property companies also had a positive month overall, helped by the reporting of good growth in net asset value by the likes of Primary Health Properties and Picton Property.

It continues to be a tough environment for bonds, with rising interest rates and inflation, although the overall yield for our fixed interest portfolio now stands at over 7% which bodes well for future returns.

Whilst the near term outlook remains uncertain, we believe that our portfolio of investments is well positioned to generate attractive returns for long-term investors, whilst our relatively defensive positioning should provide some protection against the risks of any short term continued market weakness.

Investors should be aware that past results are not a guide to future performance and that the value of investments can fall as well as rise. The information set out above does not constitute an offer to subscribe for shares, which may only be purchased under the terms of the Explanatory Memorandum.