HERITAGE MANAGED PORTFOLIO FUND

31-Oct-26

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-Oct-26	£447.45	Minimum investment	£20,000
Fund currency		GBP	Investment advisor	Heritage Capital Management Ltd.
Fund size		£204.8m	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

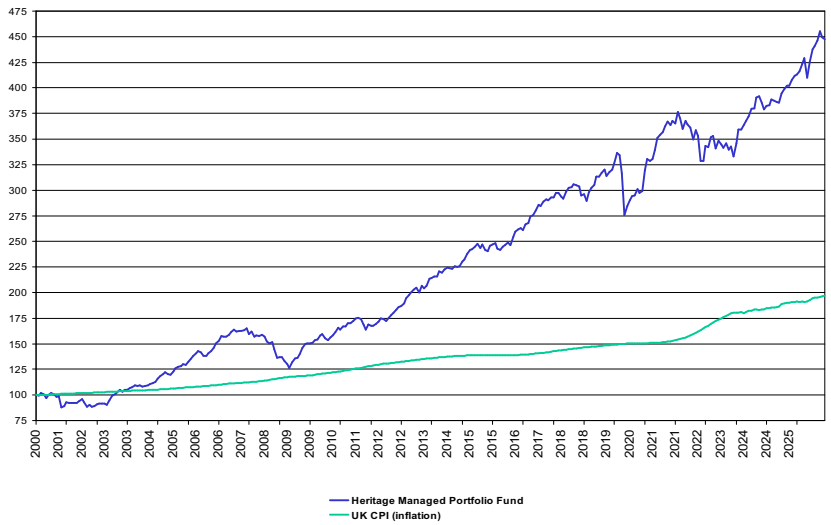
Performance and risk

Performance

	HMPF	CPI/Inflation
2001	-7.19%	0.82%
2002	-0.41%	1.49%
2003	16.10%	1.34%
2004	10.92%	1.45%
2005	14.28%	2.21%
2006	16.79%	2.67%
2007	2.74%	2.10%
2008	-15.60%	4.00%
2009	10.32%	1.98%
2010	10.78%	3.20%
2011	0.06%	4.76%
2012	13.27%	2.75%
2013	13.85%	2.06%
2014	7.74%	0.91%
2015	6.80%	0.20%
2016	7.48%	1.10%
2017	11.50%	3.16%
2018	-2.76%	2.29%
2019	16.31%	1.40%
2020	-1.87%	0.37%
2021	14.07%	5.14%
2022	-9.14%	10.66%
2023	5.02%	3.95%
2024	6.66%	2.58%
2025	8.52%	3.26%
2026 ytd	7.58%	3.30%
Oct-26	-0.43%	0.35%
Since 2001	5.98%	2.65%

Compound annual return

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

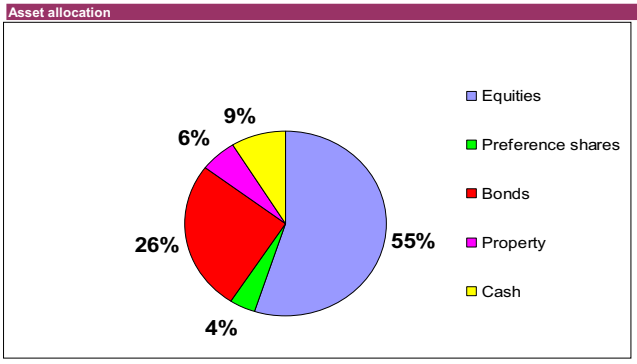


Risk

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
	1 year	3 years	5 years	10 years	1 year	3 years	5 years	10 years	(annual since inception)
Heritage Managed Portfolio Fund	24.8%	55.6%	85.2%	140.9%	-19.5%	-11.3%	5.5%	56.1%	7.4%
Equity index	44.7%	60.0%	73.8%	85.4%	-34.9%	-33.8%	-14.7%	-10.0%	13.5%

Asset allocation



The equity content consists of profitable listed companies on attractive valuations supplemented by some international & specialist funds including emerging markets, private equity and infrastructure.

The preference shares consist of zero dividend preference shares.

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

The bond holdings consist of government, investment grade and higher yield corporate 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.

The Fund had a fairly quiet month overall, with a slight decline of 0.4% leaving the year-to-date return at 7.6%.

Our equity portfolio had a reasonable month. The best performances came from RELX, Compass, Greggs, Shell and Astrazeneca, which were all up by 10% or more and insurance specialist BP Marsh also had a strong month on the back of good results, whilst HSBC was the only significant shareholding down by over 10%. October also saw us receive the take-over proceeds for our large holding in Beazley as well as a smaller position in Schroders and we are currently reviewing options for how best to reinvest the proceeds.

The best performances from our specialist investment trust funds this month were from healthcare specialits, Polar Capital Global Healthcare Trust and Worldwide Healthcare Trust as well as private equity fund Oakley Capital. On the other hand our emerging market funds had a much weaker month with Aberdeen Asian, Utilco Emerging Markets and Mobius all well down and Japan weak too.

Our property holdings enjoyed a better month with Londonmetric, Primary Health Properties, Target Healthcare REIT and TR Property all bouncing back after their recent weak run.

Our bonds and preference shares continue to feel the impact of elevated inflationary pressures due to the ongoing situation in the Gulf, although prospective returns now look attractive with an attractive yield of around 7%.

Whilst the near term outlook remains uncertain as ever, we believe that our portfolio of well diversified investments is well positioned to generate attractive returns for long-term investors.

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.