

CF Seneca Diversified Growth Fund

April 2017



Research area

Investment team

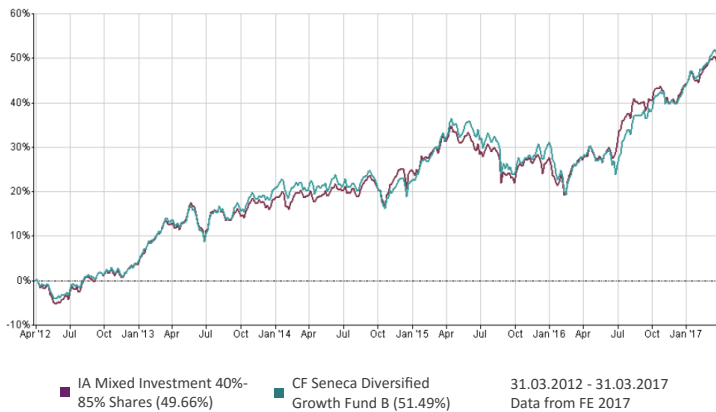
Asset allocation	Peter Elston - chief investment officer
UK equities	Mark Wright - fund manager *
Specialist assets	Richard Parfect - fund manager
Fixed income	Alan Borrows - senior fund manager
Global equity & investment themes	Tom Delic - assistant fund manager *

* Named fund managers

Investment aim

To generate long term capital growth by investing in a multi-asset portfolio, managed with a focus on value. The fund may include directly invested UK equities with a bias towards mid cap stocks, and overseas equity, fixed income and specialist assets held through third party funds.

5 year performance chart (%)



Commentary

- The Fed raised short term interest rates for the third time, as inflation pressures continued to grow
- FOMC committee members on average expect a further two increases this year, accelerating the pace of the last two years
- In the UK, prime minister May triggered Article 50, thereby formally starting divorce proceedings with the EU
- We lowered the funds' equity overweight from 2% to 1% during the month, as recent market rises had made valuations less compelling
- Several holdings were reduced, in order to facilitate a 1% decrease in the TAA to UK equities
- Good results from several holdings, including Arrow Global, OneSavings Bank, Polypipe and Ultra Electronics
- Bovis Homes attracted takeover interest from Redrow and Galliford Try
- Stewart Investors Asia Pacific Leaders Fund was exited, with the majority of funds reinvested into Pacific Assets Trust, a small-cap focused vehicle run by the same team at Stewart Investors
- As part of the readjustment in Asia Pacific ex Japan, the Prusik Asian Equity Income Fund was also added to during the month
- We increased Doric Nimrod Air 2 due to the aircraft leasing vehicle's valuation offering a lot of protection against a negative outcome on residual value on the A380
- We reduced Ranger Direct Lending as we feel the risks of disappointment in US credit quality may not be fully reflected in the valuation

Cumulative performance (%)	3 months	6 months	1 year	3 years	5 years	Since launch
CF Seneca Diversified Growth Fund	5.2	9.4	17.9	25.4	51.5	158.5
IA Mixed Investment 40-85% Shares	3.8	6.4	17.1	25.8	49.7	128.7

Discrete annual performance (%)	31.03.2017	31.03.2016	31.03.2015	31.03.2014	31.03.2013
CF Seneca Diversified Growth Fund	17.9	-2.6	9.2	6.6	13.4
IA Mixed Investment 40-85% Shares	17.1	-2.9	10.6	5.6	12.7

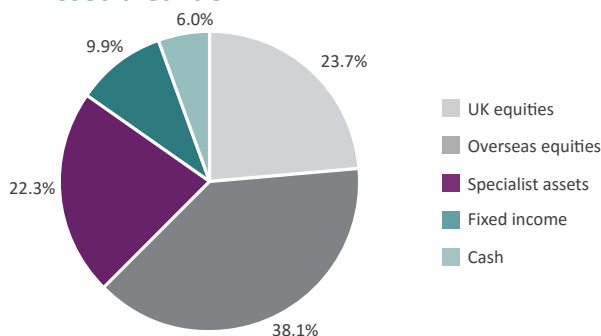
Source for all performance data: FE Analytics. Basis: Bid to bid, net income reinvested and net of fees in UK Sterling terms. The information on this factsheet is as at 31.03.2017 and refers to the 'B' share class with the exception of performance prior to 26.03.2012 which is calculated using the 'A' share class, unadjusted for the lower fees of the 'B' share class. Past performance is not a guide to future returns. The value of investments and any income may fluctuate and investors may not get back the full amount invested.

Morningstar
Rating
3 Year



CF Seneca Diversified Growth Fund

Asset breakdown



Source: Seneca IM

UK direct equities*

1	Britvic	1.3%
2	Senior	1.3%
3	Arrow Global	1.2%
4	Marston's	1.2%
5	Morgan Advanced Materials	1.2%

Overseas equities

1	Invesco Perpetual European Equity Income	6.3%
2	Goodhart Michinori Japan Equity	6.0%
3	Somerset EM Dividend Growth	4.9%
4	Halley Asian Prosperity	4.3%
5	Yacktman US Equity	4.3%

Fixed income

1	Royal London Sterling Extra Yield Bond	3.1%
2	TwentyFour Select Monthly Income	2.6%
3	Royal London Short Duration Global High Yield	2.5%
4	Templeton Emerging Markets Bond	2.3%
5	N/A	

Specialist assets

1	AJ Bell Holdings ¹	3.6%
2	Doric Nimrod Air Two	2.0%
3	Fair Oaks Income	1.6%
4	Aberdeen Private Equity	1.6%
5	Int'l Public Part ¹	1.4%

* Investment may also be made in UK equities via other third party funds.

¹ Unquoted investment Source: Capita Financial

Key facts

Launch date	8 April 2002
Size	£114.17m
A Class month end price	252.73p
B Class month end price	150.81p
N Class month end price	148.85p
Total holdings	57
IA sector	Mixed Investment 40-85% shares
Share type	Accumulation only
Valuation point	12:00 midday

Share class info	A	B	N
OCF*	1.98%	1.33%	1.58%
Min lump sum	£3,000	£100,000	£1,000
Min reg saver	£50	-	£50
ISIN	GB0031467631	GB00B7FPW579	GB00B7FW0099
SEDOL	3146763	B7FPW57	B7FW009

* Based on expenses as at 30.09.2016

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Important information

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Multi-Asset Value Investing