

## LF Seneca Diversified Growth Fund For retail investors only

January 2018



### Research area

Asset allocation  
UK equities  
Specialist assets  
Fixed income &  
Overseas equity

### Investment team

Peter Elston - chief investment officer \*  
Mark Wright - fund manager \*  
Richard Parfect - fund manager  
Tom Delic - fund manager

\* Portfolio oversight (process implementation, cash and cashflow management)

### 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

- There were no asset allocation target changes in December
- Equity markets were generally buoyant after a somewhat tepid November
- Inflation rose in the UK, the US, Europe and Japan, indicating continued economic strength
- The Federal Reserve increased its Fed Funds rate by a further 25 basis points as expected
- The target weight for Babcock International was increased, in order to take further advantage of the compelling dividend yield which is over 4% and close to 3x covered by earnings
- Strong results from Victrex; healthy cash generation enabled the company to announce a larger than expected special dividend
- In Japan, the Goodhart Michinori Japan Equity Fund and CC Japan Income & Growth Trust were reduced to bring back to target weight
- Following the announcement that Aberdeen Private Equity Fund is to be wound up at NAV we reduced the position following the 16% leap in the share price
- We participated in the equity raise for Ediston Properties Investment Company which has bought a portfolio of retail parks with asset management opportunities

Cumulative performance (%)	3 months	6 months	1 year	3 years	5 years	Since launch
LF Seneca Diversified Growth Fund	3.3	5.5	15.3	35.7	59.9	183.4
IA Mixed Investment 40-85% Shares	3.4	4.3	10.0	27.4	53.0	142.4

Discrete annual performance (%)	31.12.2017	31.12.2016	31.12.2015	31.12.2014	31.12.2013
LF Seneca Diversified Growth Fund	15.3	9.9	7.1	1.2	16.5
IA Mixed Investment 40-85% Shares	10.0	12.9	2.7	4.9	14.5

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 31.12.2017 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.

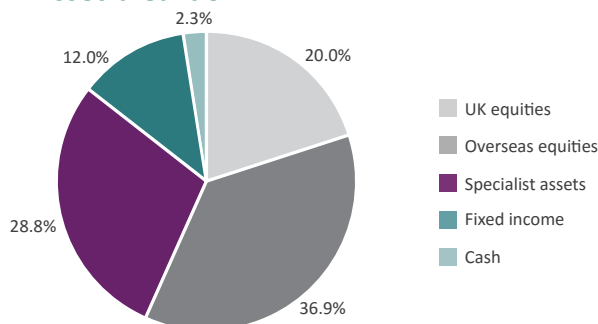
Past performance is not a guide to future returns. The value of investments and any income may fluctuate and investors may not get back the full amount invested.

Morningstar  
Rating  
3 Year



# LF Seneca Diversified Growth Fund

## Asset breakdown



Source: Seneca IM

### UK direct equities\*

1	Marston's	1.2%
2	OneSavings Bank	1.1%
3	BT Group	1.0%
4	Legal & General Group	1.0%
5	Halfords Group	1.0%

### Overseas equities

1	Invesco Perpetual European Equity Income	6.0%
2	Goodhart Michinori Japan Equity	5.4%
3	Samarang Asian Prosperity	4.7%
4	Somerset EM Dividend Growth	4.5%
5	Prusik Asian Equity Income	3.6%

### Fixed income

1	Royal London Short Duration Global High Yield Bond	4.4%
2	Royal London Sterling Extra Yld Bond	2.9%
3	TwentyFour Select Monthly Inc	2.4%
4	Templeton Emerging Markets Bond	2.1%
5	N/A	

### Specialist assets

1	AJ Bell Holdings <sup>1</sup>	4.1%
2	International Public Partnership	2.5%
3	Doric Nimrod Air Two	2.1%
4	Fair Oaks Income	2.0%
5	Aberdeen Private Equity	1.6%

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

<sup>1</sup> Unquoted investment Source: Link Fund Solutions

## Key facts

Launch date	8 April 2002
Size	£117.49m
A Class month end price	275.71p
B Class month end price	165.33p
N Class month end price	162.87p
Total holdings	61
IA sector	Mixed Investment 40-85% shares
Share type	Accumulation only
Valuation point	12:00 midday

Share class info	A	B	N
OCF*	1.88%	1.23%	1.48%
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 30.09.2017

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## Important information

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## Multi-Asset Value Investing