

## LF Seneca Diversified Growth Fund

For retail investors only

Month end June 2018



### Research area

Asset allocation  
UK equities  
Specialist assets  
Fixed Income & Overseas Eq (EM)  
Fixed Income & Overseas Eq (Dev)

### Investment team

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

- The Bank of England kept rates on hold, though chief economist Andy Haldane joined the minority of those on the Monetary Policy Committee calling for a hike.
- This caused Sterling to strengthen, as markets priced in the greater likelihood of an August increase in the Base Rate.
- Equity markets were generally weak as fears grew of a further deterioration in US-Chinese trade relations.
- Positive meeting with Senior confirmed that there remains considerable upside for the business at this stage in the aerospace and oil & gas cycle.
- Exit of Yacktman US Equity Fund following the reduction in TAA target weight to North America in May.
- Introduction of Royal London Cash Plus Fund which seeks to deliver income in excess of money market rates, whilst protecting client capital.
- Due to the relatively high premium to NAV of Custodian Real Estate, we have reduced the allocation in order to focus on similarly positioned REITs trading closer to NAV.
- Following progress on capital deployment with the purchase of high quality UK mortgage portfolios, we have increased the allocation to UK Mortgages Ltd.
- We have committed to participate in the launch of Hippgnosis Songs Fund which is raising capital to invest in the copyright of proven well known songs with a heritage.

Cumulative performance (%)	3 months	6 months	1 year	3 years	5 years	Since launch
LF Seneca Diversified Growth Fund	2.9	-1.3	4.1	24.5	48.1	179.7
IA Mixed Investment 40-85% Shares	4.9	0.5	4.9	24.1	43.4	143.6

Discrete annual performance (%)	30.06.2018	30.06.2017	30.06.2016	30.06.2015	30.06.2014
LF Seneca Diversified Growth Fund	4.1	25.0	-4.4	8.5	9.7
IA Mixed Investment 40-85% Shares	4.9	16.1	1.9	6.8	8.2

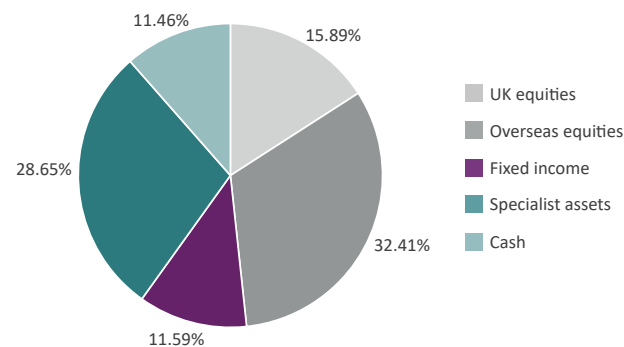
Source for all performance data: FE Analytics. Basis: Bid to bid, net income reinvested and net of fees in UK Sterling terms. The information on this factsheet is as at 30.06.2018 and refers to the 'B' share class with the exception of performance prior to 26.03.2012 which is calculated using the 'A' 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.



# LF Seneca Diversified Growth Fund

## Asset breakdown



Source: Seneca IM

## Top five holdings

UK Direct Equities*	
1. OneSavings Bank	1.1%
2. Marston's	1.0%
3. BT Group	1.0%
4. Babcock International Group	0.9%
5. Marks & Spencer	0.9%

Overseas Equities	
1. Invesco Perpetual European Equity Income Fund	5.5%
2. Goodhart Michinori Japan Equity Fund	5.4%
3. HMG Global Emerging Markets Equity Fund	4.1%
4. Samarang Asian Prosperity Fund	3.9%
5. Prusik Asian Equity Income Fund	3.4%

Fixed Income	
1. Royal London Short Duration Global High Yield Bond Fund	4.5%
2. Royal London Sterling Extra Yield Bond Fund	2.9%
3. TwentyFour Select Monthly Income Fund	2.4%
4. Templeton Emerging Markets Bond Fund	1.8%
5. N/A	

Specialist Assets	
1. AJ Bell Holdings Limited <sup>1</sup>	3.8%
2. International Public Partnership	2.5%
3. Doric Nimrod Air Two	2.1%
4. Fair Oaks Income Fund	2.0%
5. Sequoia Economic Infrastructure	1.8%

\* 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	£118.12m
A Class month end price	271.28p
B Class month end price	163.20p
N Class month end price	160.57p
Total holdings	59
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

## Contact us

### Steve Hunter - head of business development

D 0151 906 2481 M 07470 478 974 E [steve.hunter@senecaim.com](mailto:steve.hunter@senecaim.com)

### Helen O'Loughlin - business development consultant

D 0151 906 2483 M 07789 745 214 E [helen.oloughlin@senecaim.com](mailto:helen.oloughlin@senecaim.com)

### Lucy Dolan - business development consultant

D 0151 906 2479 E [lucy.dolan@senecaim.com](mailto:lucy.dolan@senecaim.com)

### Dawn Morris - marketing manager

T 0151 906 2477 E [dawn.morris@senecaim.com](mailto:dawn.morris@senecaim.com)

### David Thomas - chief executive

D 0151 906 2480 M 07469 392 164 E [david.thomas@senecaim.com](mailto:david.thomas@senecaim.com)

### Seneca dealing line – Link Fund Solutions

T 0345 608 1497

## Important information

The views expressed are those of the fund manager at the time of writing and are subject to change without notice. They are not necessarily the views of Seneca Investment Managers and do not constitute investment advice. Whilst Seneca Investment Managers has used all reasonable efforts to ensure the accuracy of the information contained in this communication, we cannot guarantee the reliability, completeness or accuracy of the content. This document is provided for the purpose of information only and if you are unsure of the suitability of this investment you should take independent advice. Before investing you must read the key investor information document (KIID) as it contains important information regarding the fund, including charges, tax and fund specific risk warnings and will form the basis of any investment. This fund may experience high volatility due to the composition of the portfolio or the portfolio management techniques used. The prospectus, KIID and application forms are available in English from Link Fund Solutions, the Authorised Corporate Director of the Fund (0345 608 1497). Seneca Investment Managers Limited, the Investment Manager of the Fund (0151 906 2450) is authorised and regulated by the Financial Conduct Authority and is registered in England No. 4325961 with its registered office at Tenth Floor, Horton House, Exchange Flags, Liverpool, L2 3YL.

Ratings: Morningstar Rating™ as of 30.06.03.2018 copyright © 2018 Morningstar, all rights reserved, the information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely; neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. FE Crown Fund Ratings as of 30.06.2018 do not constitute investment advice offered by FE and should not be used as the sole basis for making any investment decision. All rights reserved. FP18 204

## Seneca Investment Managers Limited

Tenth Floor, Horton House, Exchange Flags, Liverpool, L2 3YL

T 0151 906 2450 E [info@senecaim.com](mailto:info@senecaim.com) W [senecaim.com](http://senecaim.com)

## Multi-Asset Value Investing