



# WAY Absolute Return Fund

June 2018

## Investment Aims

The Fund aims to achieve capital appreciation in the form of a positive absolute return for investors in all market conditions on a 12-month basis. The Fund will focus on investment in a variety of alternative strategies with a low correlation to other asset classes. The fund will retain the flexibility to invest directly in warrants, bonds, government and public securities, money market instruments, cash and deposits that can best take advantage of economic opportunities worldwide. The fund has a flexible mandate allowing it to invest only in those assets it deems attractive at any particular time.

## Fund Commentary

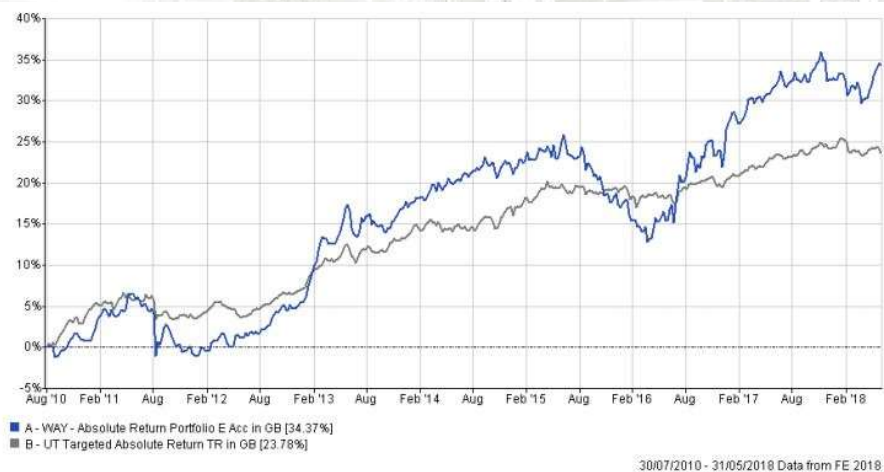
While the trend for the US stock market is still up for the year, some profit taking was evident in June against a backdrop of a strengthening US dollar. This continued trend was unsurprising since unemployment, at 3.8%, is the lowest since 1969 and this, combined with a good corporate earnings season and generally good news on the economy, gave the Federal Reserve justification to raise interest rates in June by 0.25% to 2.0%. Neither the Bank of England nor the ECB followed suit. In the UK, the exporter-dominated FTSE 100 was a notable beneficiary of Sterling weakening against the US dollar but in the effect in the eurozone was less obvious due to concerns over the impact of Italian politics on Euro-denominated government bonds and the Euro itself. While the stronger US dollar generally gave a boost to the major developed markets, it had the opposite effect on some emerging markets with sizeable US dollar debt, as has often been the case during periods of dollar strength. On the whole, June presented some opportunities to take profits on a quarter which has been strong both for the economy and stock markets. The fund rose 1.9% in May.

## Cumulative Performance (GBX)

	1 M	3 M	1 Y	5 Y	Since Launch
<b>Fund</b>	1.08%	4.66%	2.89%	19.70%	35.82%
<b>Sector</b>	-0.20%	0.17%	0.46%	11.62%	23.52%

Source: WM Capital Management Ltd to 29.06.2018 in GBP. Sector is Targeted Absolute Return.

## WAY Absolute Return Fund Performance



Source: Financial Express 30.07.10 to 29.06.2018

## Key Facts

Fund Size (31.08.17)	£12.27m
Launch Date	30.07.10
IA Sector	Targeted Absolute Return
TER	1.37%
AMC	0.85%
Min. Investment sum	£100pm/£1,000 lump sum
Yield	Est. 0%
Accounting Date	31 March
Distribution Date	31 May
ISIN Code Z Share Class	Acc. GB00BDBVS204 Inc. GB00BDBVS428
Administrator	Apex Fund Services (UK) Limited
Custodian	State Street Trustees Limited
Depository	State Street Trustees Limited
Auditors	Grant Thornton UK LLP
Solicitors	Burgess Salmon LLP
ACD	Fund Partners

## Contact Details

Issued by FACET Ltd, which is authorised and regulated by the Financial Conduct Authority.  
FRN:131372  
Further Information can be obtained from:

**FACET Limited**  
1-2 The Courtyard  
East Park  
Crawley  
West Sussex, RH10 6AG

Sales: 01293 590066  
Dealing: 01115 988 8284

Registered in England No 07042526



## WAY Absolute Return Fund

### Performance (%)

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sep	Oct	Nov	Dec	YTD
2018	-0.42	-0.11	-1.88	1.31	1.90	1.08							2.29
2017	-0.22	1.37	0.79	0.18	1.04	0.15	0.28	0.21	-0.31	1.98	-1.76	0.22	3.99
2016	-1.83	-0.58	-1.23	1.82	-0.18	2.55	1.76	2.2	0.02	1.67	-0.89	3.11	8.5
2015	1.49	-0.69	1.08	-0.46	1.11	-1.2	-0.11	-0.58	-1.97	-1.14	-0.09	-0.63	-3.22
2014	0.59	0.38	0.69	0.25	0.37	0.72	0.24	0.39	0.42	-0.65	0.67	-0.59	3.54
2013	4.03	2.81	-0.17	0.98	2.46	-2.7	2.34	-0.87	-0.77	0.94	1.39	0.51	11.32
2012	-0.03	1.55	0.46	-1.27	1.38	0.52	0.12	0.7	1.44	0.2	0.4	0.67	6.27
2011	2.45	0.32	-0.2	1.62	0.28	-0.45	-1.07	-2.05	-0.35	-1.39	-0.58	-0.4	-1.9
2010	-	-	-	-	-	-	-	-1.2	1.01	1.57	-0.2	0.08	1.25

Source: WM Capital Management Ltd to 29.06.2018

### Performance by Calendar Year (GBX)

	2018	2017	2016	2015	2014	2013	2012	2011	2010
Fund	2.29%	3.99%	8.50%	-3.22%	3.54%	11.32%	6.27%	-1.90%	1.25%
Sector	-0.62%	2.97%	1.06%	2.41%	2.85%	6.26%	3.41%	-1.26%	4.18%

Source: WM Capital Management Ltd to 29.06.2018

### Key Portfolio Managers

John Richard Mitchell

John has over 40 year's experience in the financial services industry. While he was employed as the risk manager for Credit Suisse Securities, he was involved in many areas, including risk control of bond trading, setting and controlling the VaR limits on the trading book and monitoring trades to ensure clients received best execution. When at Royal London Asset Management, he was involved in starting their first geared fund, set up the management of the risk control, and agreeing these with the trustee in order to get the sign off for the fund to go live. This fund held both bonds and equities together with written traded option to enhance the income on the equity holding. Involved in the set-up of Newland Financial as compliance director of both the stockbroking/Wealth Management arm and the fund managers. The fund managers had a specialist resources fund, the broker had a corporate finance department that brought mainly resources companies to the market.

Chris Fernyhough

Chris has been in the markets for almost 15 years now, 10 of which have been as a Wealth Manager, specialising in building multi-asset discretionary portfolios for High Net Worth and Corporate clients. These have consisted of both direct bond and equity exposure, as well as the use of collectives. Chris has worked for places such as WH Ireland, where he assisted in the set up and running of the Bristol office, and Newland Financial, where he set up their Wealth Management arm. Chris then moved to Beaufort Securities to assist in the set up of their stockbroking and Wealth Management arm. For the past three years, Chris has been the Managing Director of FACET who run bespoke discretionary money as well as model portfolios. He holds a distinction in the PCIAM exam and is a Chartered Wealth Manager as well as holding Chartered FCSI status with the CISI.

### Principal Holdings

Ethika Sustainable Impact Fund GBP Class B
European Investment Grade 6.5% UNS BDS 31/03/2023
CARPE VALOREM 7% BDS 12/05/21.
IShares MSCI World Minimum Volatility
IShares Dow Jones Industrial Average UCITS ETF Acc
Diversified Gas & Oil PLC
CFP SDL UK Buffettology Fund
All Saints Asset Management 6.5% 2023
CFP SDL FREE SPIRIT FUND
IShares Barclays Capital GBP Index-Linked Gilts

### IMPORTANT INFORMATION

This document has been produced for information only and represents the views of the investment manager at the time of writing. It should not be construed as Investment Advice. No investment decisions should be made without first seeking advice. Full details of the WAY Absolute Return Fund, including risk warnings, are published in the WAY Fund Managers Limited Prospectus.

### RISK WARNINGS

The Absolute Return Fund, is subject to normal stock market fluctuations and other risks inherent in such investments. The value of your clients investment and the income derived from it can go down as well as up, and your client may not get back the money that they invested. Investments in overseas equities may be effected by changes in exchange rates, which could cause the value of your clients investment to increase or diminish. Your client should regard their investment as medium to long term. Past performance is not a guide to future performance. Every effort is taken to ensure the accuracy of this data, but no warranties are given.