

JOHCM UK Opportunities Fund

Fund overview

- The Fund aims to preserve and grow client capital through active management of a concentrated portfolio of listed UK equities
- The team invest in high quality companies that generate predictable cash flows and have robust balance sheets when they are attractively valued
- The Fund is run with an absolute mind-set both in terms of valuation and making investments irrespective of benchmark weightings
- Benchmark: FTSE All-Share Total Return Index
- The use of the Index does not limit the investment decisions of the fund manager therefore the shareholdings of the Fund may differ significantly from those of the Index
- Please refer to the Prospectus/KID for further information

Share class: A Acc GBP

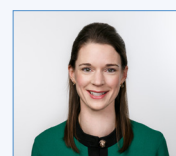
ISIN: GB00B0LLB641

Fund details

Fund size	GBP 122.60m
Strategy size	GBP 436.29m
Launch date	30 November 2005
Benchmark	FTSE All-Share TR (12pm adjusted)
No. of holdings	27
Domicile	UK
Fund structure	UCITS
Tax status	UK reporting status
Denominations	GBP
Valuation point	12pm Dublin time
Historic Yield (%)	2.7
XD date	31 Dec
Pay date	28 Feb

Total strategy assets updated quarterly and shown as at 30 June 2024.

Fund managers



Rachel Reutter
Senior Fund Manager

Rachel has worked on the Fund since she joined JOHCM in 2012 and has 18 years of industry experience.

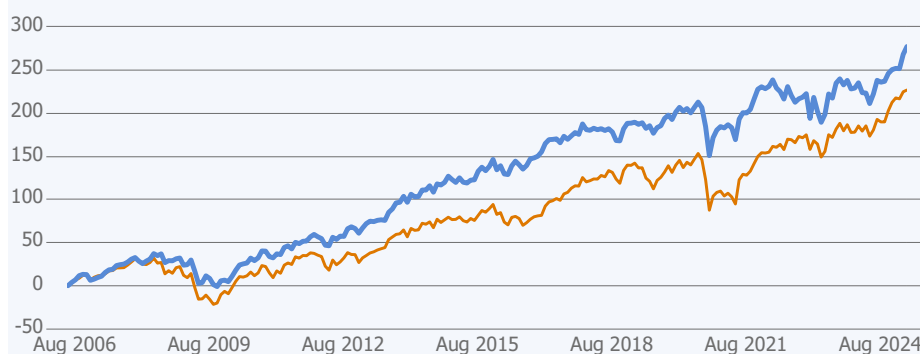


Michael Ulrich
Senior Fund Manager

Michael has worked on the Fund since he joined JOHCM in 2015 and has 27 years of industry experience.

Performance highlights

Return since launch (%)



Return history

	1m	3m	1yr	3yr	5yr	10yr	SL	Annualised*
A Acc GBP	2.45	7.20	16.51	11.41	24.76	67.59	276.90	7.33
Benchmark	0.61	2.87	17.04	24.96	37.91	81.64	226.55	6.51
Quartile**	1	1	2	2	3	3	1	-

Discrete 12 month performance to end of August

	08.24	08.23	08.22	08.21	08.20	08.19	08.18	08.17	08.16	08.15
A Acc GBP	16.51	7.19	-10.79	18.12	-5.20	5.33	1.59	4.91	17.31	2.00

Past performance is no guarantee of future performance.

The value of an investment and the income from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested. For further information on risks please refer to the Fund's KID and/or the Prospectus. The annual management charge is deducted from the capital of the Fund. This will increase the income from the Fund but may constrain or erode potential for capital growth.

NAV of Share Class A in GBP, net income reinvested, net of fees. The A Acc GBP Class was launched on 30 November 2005. Performance of other share classes may vary and is available on request.

*Annualised since launch. **Refers to the fund's ranking in a peer group of funds made up from all funds classified as UK All Companies by the Investment Association (IA).

Contact details

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Portfolio analysis (%)

Data as at 31 August 2024

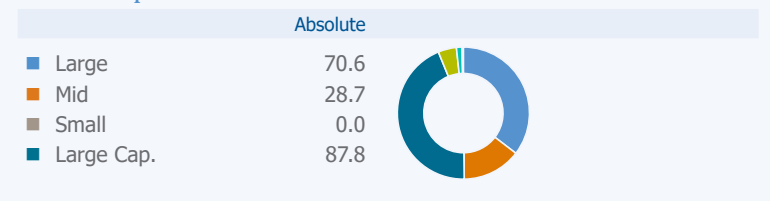
Top 20 holdings

	Absolute
AstraZeneca	5.0
National Grid	4.9
Compass	4.9
Unilever	4.9
Experian	4.8
London Stock Exchange	4.7
Bunzl	4.6
SSE	4.6
RELX	4.6
Haleon	4.5
Diageo	4.3
Smith & Nephew	3.7
Serco	3.4
Barrick	3.3
Smiths	3.2
CRH	3.1
Whitbread	3.1
IMI	3.1
Tate & Lyle	3.0
Next	3.0
Total	80.7

Sector breakdown

	Absolute
Industrials	27.9
Consumer Discretionary	18.3
Health Care	13.2
Consumer Staples	12.2
Financials	12.2
Utilities	9.5
Basic Materials	3.3
Energy	2.8
Cash	0.6

Market cap breakdown



Large = FTSE 100, Medium = FTSE 250, Small = FTSE Small Cap, FTSE Fledgling and FTSE AIM. Cash includes cash on deposit, money market funds and investments in UK Treasury Bills.

Contribution (%)

Stock contributors

Top contributors	Absolute
Haleon	0.43
AstraZeneca	0.40
London Stock Exchange	0.40
Bunzl	0.38
Next	0.36
Top detractors	
Serco	-0.32
SSP Group	-0.21
RELX	-0.16
BP	-0.13
IMI	-0.09

Sector contribution*

	Relative return
Health Care	0.98
Financials	0.66
Consumer Staples	0.45
Basic Materials	0.26
Utilities	0.07
Consumer Discretionary	-0.03
Industrials	-0.05
Energy	-0.13

*Excludes cash

Please note that due to rounding breakdowns may not add to 100.00%. All Attribution figures are as at end of day and are calculated on a gross basis.



Fund manager's commentary

- The fund rose 2.45% in August, outperforming the FTSE All Share's 0.61%, with Next excelling due to its strong online business and significant digital sales growth since pre-pandemic
- Mondi prioritised shareholder value by walking away from acquiring DS Smith, focusing on sensible pricing and strategic integration, rather than overpaying for the potential deal
- Hargreaves Lansdown's board accepted a private equity takeover at a modest valuation, providing cash for future investments based on careful stock valuation

"Oasis can just take my money. I absolutely do not care what the ticket price is. I'm a ticket touts dream" *Oasis fan, quoted in The Sun, 31 August 2024*

We're no experts on the right price for the reunion performance of an ageing 90's pop band. The value of a chance to hear "Wonderwall" from the other end of a football pitch is clearly subjective. Fortunately, when it comes to the right price to pay for shares, our desire to own companies with fantastic growth potential and strong balance sheets is tempered by a valuation discipline that protects us and our clients from the "fear of missing out".

During August, the fund was up 2.45%, which was ahead of the FTSE All Share 0.61%. Our best-performing stock in August was Next. Our thesis is based on the market-leading position that the company has built in its online business. Investment in technology and infrastructure has driven digital sales up 50% since pre-pandemic, with third-party brand sales doubling and overseas orders now accelerating.

Despite this, our last purchase of Next's shares was in September 2022, when the price was £48 and the valuation was compelling. At the end of August, we reduced the position at a price of over £100, with the valuation still attractive, but offering less upside than it did two years ago.

During the period, packaging company Mondi reported for the first time since it walked away from the potential acquisition of DS Smith, having been outbid by a competitor. The potential deal would have resulted in a more vertically integrated portfolio of paper and box-making operations. However, Mondi's management is focused on delivering value to shareholders (and not to investment banks), and they sensibly stepped away when the price no longer made sense.

At the beginning of the period, the board of Hargreaves Lansdown agreed to a takeover approach from private equity. We are disappointed with management's willingness to roll over at a fairly modest valuation, albeit at a price that is 60% above the lows of only six months ago. The bid will eventually furnish us with cash, and when the time is right, we have a well-researched watchlist of potential new investments, which are reviewed and considered on an ongoing basis.

The exact timing of any new purchase naturally depends on the valuation of the stock to be bought. Unlike some Oasis fans, we absolutely care about the ticket price.

Performance over 1 month	%
Fund - A Acc GBP	2.45
Benchmark	0.61

Statistics

	Annualised since launch
Active share* (%)	69.66
Fund volatility (%)	12.74
Benchmark volatility (%)	15.83
Alpha	2.20
R squared	0.87
Correlation	0.93
Tracking error (%)	5.97
Information ratio	0.14
Sharpe ratio	0.46

Data calculated weekly.

*The proportion of stock holdings in a fund's composition is different from the composition found in its benchmark. The greater the difference between the composition of the fund and its benchmark, the greater the active share.

Fund awards & ratings



Ratings and awards are as at 31 March 2024.

Country registration

	A Acc GBP	A Dis GBP	B Acc GBP	B Dis GBP
Switzerland	✓	✓	✓	✓
UK	✓	✓	✓	✓

Swiss representative and paying agent

Copies of the fund's current prospectus, key investor information document (KID) and financial statements can be obtained free of charge from the Swiss Representative, 1741 Fund Solutions Ltd., Burggraben 16, 9000 St. Gallen, Switzerland.

Share class details (Further details on additional share classes are available on request)

	ISIN	SEDOL	Bloomberg	WKN	Initial charge	Annual charge	Ongoing charge	Minimum investment*
A Acc GBP	GB00B0LLB641	B0LLB64	JOHUOIA LN	A0H1DL	5%	0.75%	0.91%	£1,000
A Dis GBP	GB00B3K76Q93	B3K76Q9	JOHUOII LN	A0RGE1	5%	0.75%	0.91%	£1,000
B Acc GBP	GB00B0LLB757	B0LLB75	JOHUORA LN	A0JLVD	5%	1.25%	1.40%	£1,000
B Dis GBP	GB00B3K76P86	B3K76P8	JOHUORI LN	A0RGE2	5%	1.25%	1.41%	£1,000

Performance fee: A performance fee of 15% is payable on the excess if the NAV outperforms the Index Adjusted NAV (as defined in the Prospectus) on an annual basis. The calculation is performed daily. Any underperformance is carried forward. Please note A Acc and A Dis share classes are not subject to a performance fee.

Ongoing Charge is as at 30 August 2024.

*Other currency equivalents apply.

Important information

Professional investors only.

Issued and approved in the UK by J O Hambro Capital Management Limited ("JOHCM") which is authorised and regulated by the Financial Conduct Authority. Registered office: Level 3, 1 St James's Market, London SW1Y 4AH. Issued in the European Union by Perpetual Investment Services Europe Limited ("PISEL") which is authorised by the Central Bank of Ireland. Registered office: 24 Fitzwilliam Place, Dublin 2, Ireland D02 T296. References to "JOHCM" below are to either JOHCM or PISEL as the context requires. Perpetual Group is a trading name of JOHCM and PISEL.

This is a marketing communication. Please refer to the fund prospectus and to the KIID/KID before making any final investment decisions.

These documents are available in English at www.johcm.com, and available from PISEL, or (for UK investors) JOHCM, at the addresses set out above.

Information on the rights of investors can be found [here](#).

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The registrations of the funds described in this document may be terminated by JOHCM at its discretion from time to time.

Notice to investors in Switzerland: The representative of the Company in Switzerland is 1741 Fund Solutions Ltd., Burggraben 16, 9000 St. Gallen, Switzerland (the "Representative"). The paying agent of the Company in Switzerland is Telco Bank Ltd, Bahnhofstrasse 4, 6430 Schwyz, Switzerland. The Prospectus, the KIDs, the Instrument of Incorporation / the Constitution, and the annual and semi-annual reports may be obtained free of charge from the Representative. The Company is defined as J O Hambro Capital Management UK Umbrella Fund (domiciled in the UK), J O Hambro Capital Management Umbrella Fund plc (domiciled in Ireland) or Regnan Umbrella Fund ICAV (domiciled in Ireland), as relevant.

The investment promoted concerns the acquisition of shares in a fund and not the underlying assets.

Past performance is no guarantee of future performance. The value of an investment and the income from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested.

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