

TM CRUX UK Opportunities Fund

GBP factsheet March 2020

CRUX
ASSET MANAGEMENT

Fund Facts as at 29/02/20

Fund Objective

The investment objective of the Fund is to achieve capital growth. The Fund will seek to achieve returns that are 2% p.a. in excess of the FTSE All-Share Index over a rolling three year period, though there is no guarantee that it will do so.

Launch Date

23 June 2015 (renamed TM CRUX UK Opportunities Fund on 2 December 2019)

Structure

OEIC

Fund Size

£15.6mn

XD Dates

31-Dec, 30-Jun

Dividend Pay Dates

30-Apr, 31-Aug

Market Capitalisation	(%)
> £50bn	23.5
£20-50bn	21.5
£5-20bn	20.2
£1-5bn	26.7
<£1bn	4.6

Charges (%)	Initial	OCF
A Class	Nil	0.87
F Class	Nil	0.77

Minimum Investment	
A Share Class (GBP)	£20,000
F Share Class (GBP)	£5,000,000

ISIN Numbers (GBP)	
A Acc	GB00BX RTP059
F Acc	GB00BX RTP273

Top 10 Holdings		Top 10 Sectors	
	%		%
British American Tobacco	5.9	Banks	16.5
Barclays	5.7	Commercial & Professional Services	12.7
Standard Chartered	5.5	Food, Beverage & Tobacco	8.7
HSBC	5.3	Media & Entertainment	7.7
National Grid	5.0	Diversified Financials	7.3
BP	4.9	Utilities	5.0
GlaxoSmithKline	4.7	Energy	4.9
PZ Cussons	4.6	Pharmaceuticals, Biotechnology & Life Sciences	4.7
Vodafone	4.4	Household & Personal Products	4.6
J Sainsbury	4.3	Telecommunication Services	4.4
Total Holdings	28	Cash	3.5

Source: CRUX Asset Management.

Fund Manager Commentary

Equities across the board were weak in February. Our relative performance during this tumult is satisfactory but not spectacular. The early days of the selloff was contained within the obvious Asia investments proxies, i.e. those that derive significant business around China. Latterly, the selloff became generalised. This is logical given occurrence of outbreaks elsewhere and the highly integrated nature of supply chains in a globalised economy. The necessary measures taken to contain the issue constitute a supply shock that will have deleterious, yet unquantifiable, economic effects. The TM CRUX UK Opportunities returned -11.4%¹ year to date.

The 'sell now, think later' market response may seem violent but we are ill equipped to conclude whether it is irrational. The temptation can be to buy the dip (BTD in internet parlance) but this must be done with caution. Coming into this period, the fund was carrying a little over 7% cash as the selloff intensified, the cash weighting drifted higher, as the monetary value of our securities waned. Consequently, we felt it prudent to deploy cash across existing holdings in positions that were subscale, cheap or both. This meant that we concluded the month with cash around 3.5%.

We will continue to deploy this cash through March as opportunities arise but are reluctant to buy heavily given the effects of the crisis are still inchoate. We will make our investment decisions in the broader context of risks undertaken and the appropriateness of the implied cost of capital.

¹Source: FE 31.12.19 - 29.02.20 Bid-Bid, net income re-invested GBP

Fund Manager Profile



Jamie Ward
Fund Manager

Jamie has more than 12 years of experience in the industry and currently manages the TM CRUX UK Core Fund and the TM CRUX UK Opportunities Fund. He began his career as a Fund Manager at Brown Shipley, moving on to be an equity analyst at Investec and Williams de Broë with responsibility for several sectors. After this, Jamie was an equity analyst at boutique hedge fund manager Wolos Capital. He joined Oriel Asset Management in 2014 to run what is now the TM CRUX UK Core Fund; moving to CRUX Asset Management at the start of 2017. Jamie graduated with a first-class degree in Mathematics from the University of Hull and is a CFA charter holder.

Important Information

Please note the views, opinions and forecasts expressed in this document are based on CRUX's research and analysis at the time of publication. Before entering into an investment agreement in respect of an investment referred to in this document, you should consult your own professional and/or investment adviser. TM CRUX UK Opportunities Fund (the 'Fund') is a sub-fund of TM Investment Fund (the 'Company'). The Company is an investment company with variable capital and is a UCITS Scheme. It is incorporated under the Open-Ended Investment Companies Regulations 2001 ('OEIC Regulations') in England and Wales under registry number IC0001019. The Company is regulated by the FCA and was authorised on 11 August 2014. The TM Sanditon UK Fund was renamed the TM CRUX UK Opportunities Fund on 2 December 2019.

This information is only directed at persons residing in jurisdictions where the Company and its shares are authorised for distribution or where no such authorisation is required. Please read all scheme documents prior to investing. The KIID and Fund Prospectus and other documentation related to the Scheme, are available from the CRUX website www.cruexam.com. The value of an investment and the income from it can fall as well as rise and you may not get back the amount originally invested. If you invest through a third party provider you are advised to consult them directly as charges, performance and terms and conditions may differ materially than those shown on this document.

Please note: Due to rounding the figures in the holdings breakdown may not add up to 100%. Unless otherwise indicated all figures are sourced from Financial Express, Datastream, State Street and CRUX Asset Management Ltd. Third party data is believed to be reliable, but its completeness and accuracy is not guaranteed.

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