

TB CHAWTON GLOBAL EQUITY INCOME FUND

MARCH 2022 FACTSHEET



All data as at 31 March 2022

Investment Objective

The Fund aims to provide a growing income stream and to grow capital over the long term (5 years or more). Each part of this objective will have equal weighting.

Investment Philosophy

The fund will be at least 80% invested in global equities. The Investment Manager will invest in a select (typically 20-50 holdings) portfolio of companies that exhibit high and sustainable returns on capital allowing the companies to both reinvest in the business for growth and provide a meaningful and growing dividend stream to be paid over time. In order to maximise the opportunity of identifying such companies, the Fund will invest in listed equities globally. The Manager believes that in order to sustain high returns over the long term, companies must adhere to responsible and sustainable investment principles.

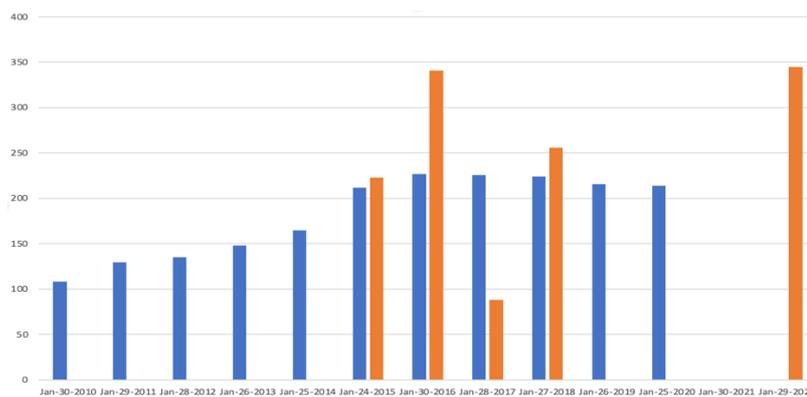
Management Commentary

The fund is invested in companies achieving high and sustainable returns on capital which are asset light so generating plenty of new capital each year. Compounding of shareholder value is then driven by three capital allocation 'tools'. Firstly, companies are able to self-fund growth by investing capital in new projects able to generate similarly high levels of return. With asset light companies this rarely utilises all the cash. Management then have the option of deploying the surplus capital in two ways depending on the circumstances. Firstly, they can pay an ordinary dividend augmented by special dividends when needed. Secondly, they can repurchase their own shares.

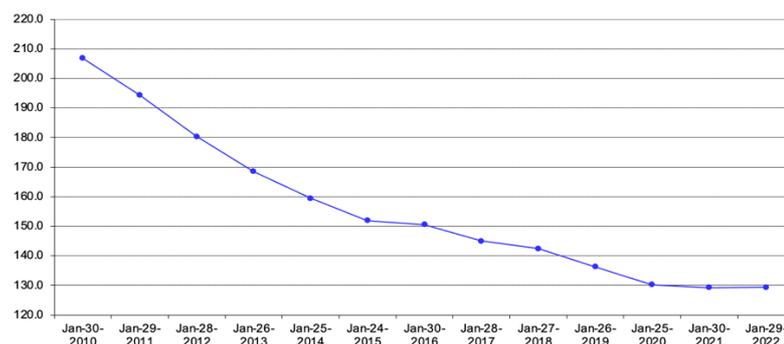
Dividends add to the total shareholder return. If management consider that the market price of their shares are rich, a special dividend can be paid to clear additional surplus capital especially if balance sheet cash has risen over a number of years. If, however, management consider their own company share price is too low, they can repurchase shares. This can be especially value creating when markets are choppy and/or driven by shorter term considerations. Long term shareholders will see the value of their holding enhanced through this mechanism.

Next plc, led by the excellent Simon Wolfson is perhaps the best adherent to this approach. As well as paying a growing dividend augmented by specials, the company has reduced its share count by almost 40% since 2010 meaning long term holders have substantially increased their percentage ownership stake.

Next ordinary (blue) and special (orange) dividend payments since 2010:



Next share count reduction since 2010:



Performance



A - MSCI World TR in GBP

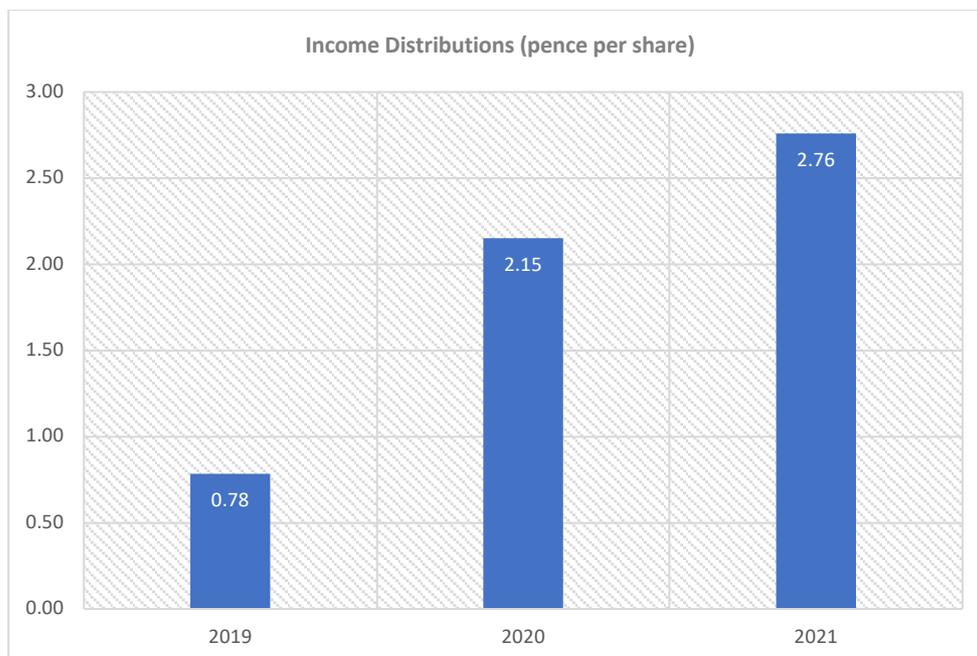
B - TB Chawton Global Equity Income B Acc GBP

C - IA Global Equity Income TR in GBP

Cumulative	3 Months	6 Months	1 year	Since Launch*
TB Chawton Global Equity Income Fund B Acc GBP	-8.7%	-3.4%	6.9%	34.7%
MSCI World TR	-2.4%	4.7%	15.4%	46.4%
IA Global Equity Income	-1.1%	5.0%	11.8%	29.7%
Quartile	4	4	4	1

Source: FE fundinfo as at 31 March 2022. Total return in GBP. Past performance is not a reliable indicator of future results. The value of your investments and the income derived from it can go down as well as up and you may not get back the money you invested. * Fund launch 21 May 2019

Historic Annual distributions



Source: Chawton Global Investors LLP



The Investment Manager

Michael Crawford successfully managed what grew to be a substantial global equity fund at Bessemer Trust for seven years before departing in January 2019 to found Chawton Global Investors. He has over 23 years of fund management experience and was a member of the highly successful Morgan Grenfell Asset Management U.K. team from 1996 to 2004. He has also worked at Credit Suisse Asset Management and LV Asset Management. Michael has a Masters in Business Administration from Cranfield School of Management.

Michael Crawford
Managing Partner
Portfolio Manager,
Global Equities

How to Invest

TB Chawton Global Equity Income is available as an OEIC and it is also suitable to include in stocks and shares ISAs and SIPPS. You can buy shares in the fund by visiting www.tbaileyfs.co.uk/funds or through various third parties including Hargreaves Lansdown, James Hay, Aegon, Transact, Barclays Wealth and AJ Bell.

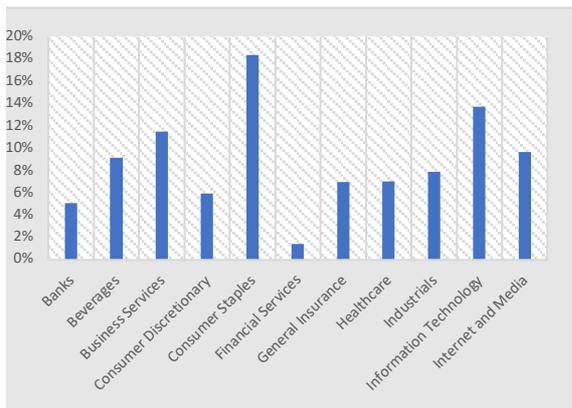
Ten Largest Holdings (% of NAV)

Procter & Gamble	4.9%
RELX	4.2%
Nestle	4.1%
Bloomsbury Publishing	3.9%
Johnson and Johnson	3.9%
Next plc	3.8%
SEB (Enskilda)	3.8%
Texas Instruments	3.7%
Costco Wholesale	3.7%
Microsoft	3.6%

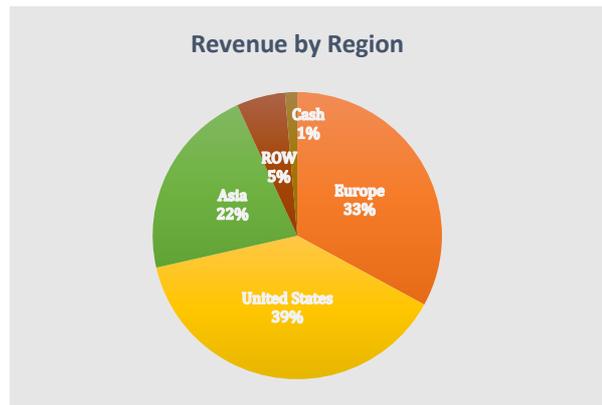
Risks

As a concentrated equity portfolio of typically less than 50 stocks the fund may involve higher volatility and therefore higher risk for those with shorter term investment time horizons (under 5 years). The value of an investment and the income from it can fall as well as rise as a result of market and currency movements and you may not get back the amount originally invested. You should therefore regard your investment as long term. Details of the risk factors are included in the fund's prospectus available at www.tbaileyfs.co.uk/funds

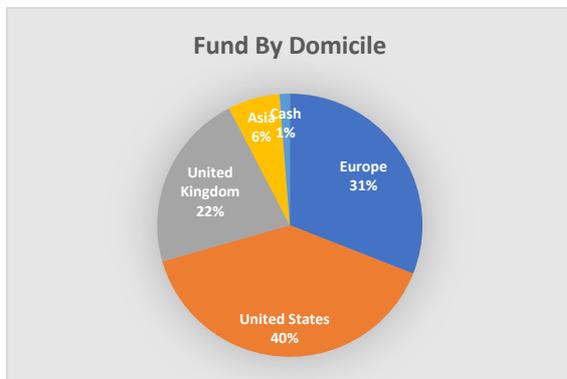
Sector Allocation



Geographic Breakdown



Listing Breakdown



Size breakdown



Fund Information

Type of scheme	UK OEIC (UCITS)
Launch date	21 May 2019
Total Net Assets	£13.8M
Comparator Benchmark	MSCI World Index
Number of Holdings	34 (33 corporate groups)
Base Currency	GBP (£)
Classes	B, C (£, \$, €)
Dealing and valuation	12 noon each UK Business Day
Year End	31 December
Dividend XD dates	1 April, 1 July, 1 Oct, 1 Jan
Dividend pay dates	31 May 31 Aug 30 Nov 28 Feb
Last 12 months Div. payments	2.7p
IA sector	Global Equity Income
Custodian	Northern Trust
Authorised Corporate Director	T. Bailey Fund Services Ltd

Minimum Investment

Class B Shares	£1,000
Class C Shares	£500,000

Management Fees

Class B Shares	0.90%
Class C Shares	0.60%

Ongoing Charge Figure*

Class B Shares	1.15%
Class C Shares	0.85%

ISIN Codes

Class B GBP INC	GB00BJ1GY073
Class B GBP ACC	GB00BJ1GXX37
Class B EUR INC	GB00BJ1GY180
Class B EUR ACC	GB00BJ1GXY44
Class B USD INC	GB00BJ1GY297
Class B USD ACC	GB00BJ1GXZ50
Class C GBP INC	GB00BJ1GY636
Class C GBP ACC	GB00BJ1GY305
Class C EUR INC	GB00BJ1GY743
Class C EUR ACC	GB00BJ1GY412
Class C USD INC	GB00BJ1GY859
Class C USD ACC	GB00BJ1GY529

*For full information on the periodic charge please refer to section 7 of the full prospectus

Portfolio Fundamentals

I set out the portfolio aggregate current fundamental characteristics below compared to the data just after inception. Characteristics remain consistent with a high-quality portfolio.

Portfolio Fundamentals	31 March 2022	30 June 2019
Return on Capital	17%	18%
Gross Margin	52%	56%
Operating Margin	26%	28%
Net debt/EBITDA	1.1	1.1
Dividend 5 year CAGR	11%	12%
Forward Price Earnings Ratio	23	19
Forward Dividend Yield	2.3%	2.2%

Source: Capital IQ/Chawton Global Investors LLP

An interesting way of thinking about the valuation is to invert the forward PE ratio to get an earnings yield for the portfolio of 4.2% which compares favourably to current yields from cash and bonds. In addition, the companies held in the fund should be able to increase prices in line with inflation in which case capital value and income are likely to be preserved in real terms (but see risk warnings above). Returns are then further augmented by growth from reinvestment of earnings not distributed.

Important Information

TB Chawton Global Equity Income is a sub-fund of the TB Chawton Investment Funds ICVC. Full details of the TB Chawton Investment Funds including risk warnings are published in the TB Chawton Funds Prospectus, The TB Chawton Funds Supplementary Information Document (SID) and the TB Chawton Investment Funds Key Investor Information Documents (KIIDs) which are available on request or at www.tbaileys.co.uk. Every effort is taken to ensure the accuracy of the data used in this document but no warranties are given. Chawton Global Investors LLP is authorised and regulated by the Financial Conduct Authority No. 825467. T. Bailey Fund Services Limited is authorised and regulated by the Financial Conduct Authority No. 190293

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