

# TB CHAWTON GLOBAL EQUITY INCOME FUND

## MAY 2021 FACTSHEET



All data as at 31 May 2021

### 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

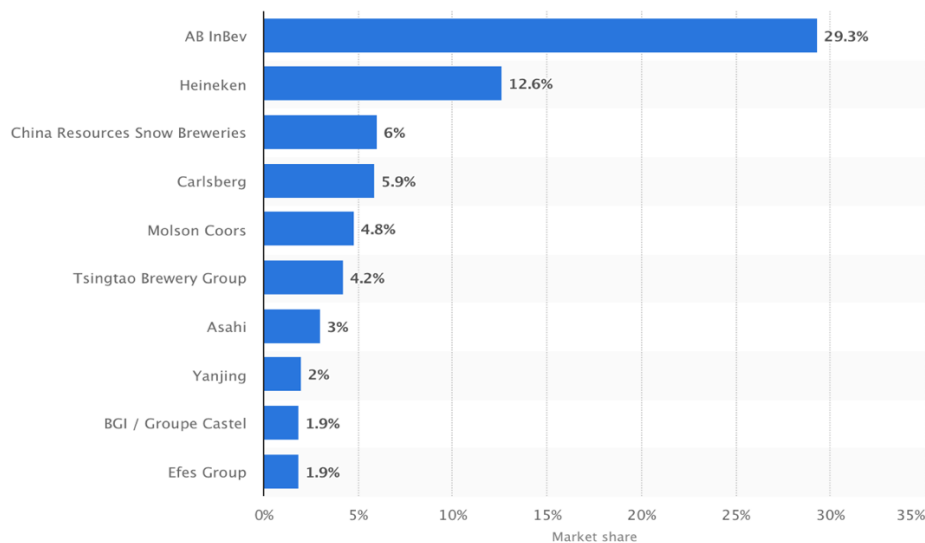
The fund will be at least 80% invested in global equities. The Investment Manager will invest in a select (typically 20-50 holdings) portfolio of companies that exhibit high and sustainable returns on capital allowing the companies to both reinvest in the business for growth and provide a meaningful 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

#### Carlsberg

The brewing industry has been one of the highest return on capital and best performing over the very long term. Danish listed Carlsberg, held in the fund, is the fourth largest brewer globally with around 6% share. In the nineties and the noughties, the company suffered from poor capital allocation by weak management but in 2014, a new management team came in under Cees T'Hart, a Unilever veteran and with one turn-around under his belt.

*Leading global brewers market share (source Statista 2021):*



An ill-fated acquisition of Scottish and Newcastle had left the company too exposed to Russia and with a weak UK position diluting strong positions in other European countries and in Asia. T'Hart set about improving the management bench and resetting strategy and incentives. Initially the team set about improving infrastructure making use of modern brewing technology to rationalise the brewery estate which released capital from valuable land for example in the middle of Copenhagen. At the same time resource was invested in digital talent and into growing the strong position the group had in China, South East and South Asia. Meanwhile Russia was managed to preserve returns and cash flow. The net effect of this was capital being reallocated from the poor Russian market to the more attractive Asian growth markets.

The team then addressed improving returns across the portfolio by moving brands up the market scale positioning most as premium. So for example Tuborg was positioned as an aspirational brand in France. Finally, the 2020 crisis, provided the opportunity to address the weak UK business where an agreement was reached to merge Marston's brewing assets with Carlsberg's UK brewing assets resulting in an entity with much greater scale and market share. This was carried out with Marston's under pressure through leverage and so at a good price. All this has set up the group to both grow revenues and grow returns on capital – AB Inbev has been able to extract returns on capital of 20% at their height compared to Carlsberg at 8% now.

## Performance

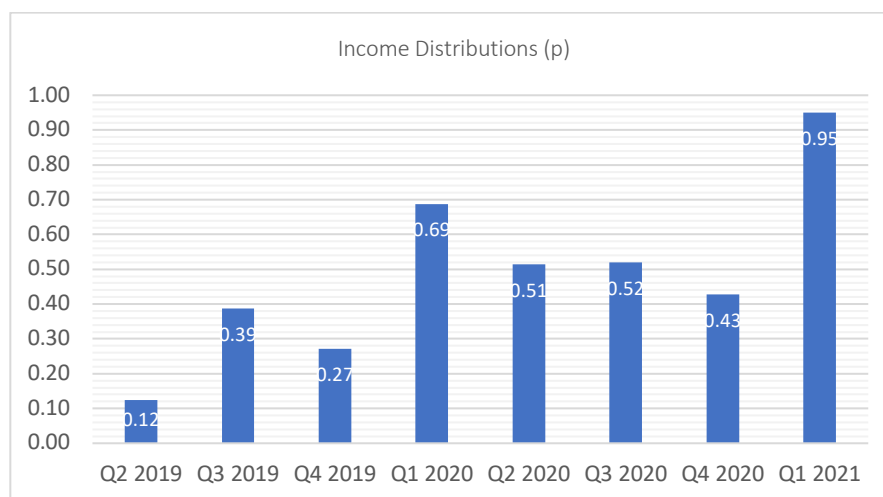


21/05/2019 - 31/05/2021 Data from FE fundinfo 2021

Cumulative	3 Months	6 Months	1 year	Since Launch*
<b>TB Chawton Global Equity Income Fund B Acc GBP</b>	8.5%	7.0%	16.6%	31.5%
<b>MSCI World TR</b>	7.9%	9.0%	22.3%	30.6%
<b>IA Global Equity Income</b>	8.0%	9.7%	21.5%	19.4%
<b>Quartile</b>	2	3	3	1

Source: FE fundinfo as at 31 May 2021. 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 Quarterly 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.tbaileys.co.uk/funds](http://www.tbaileys.co.uk/funds) or through various third parties including Hargreaves Lansdown, Alliance Trust Savings, Aegon, Transact, Barclays Wealth and AJ Bell.

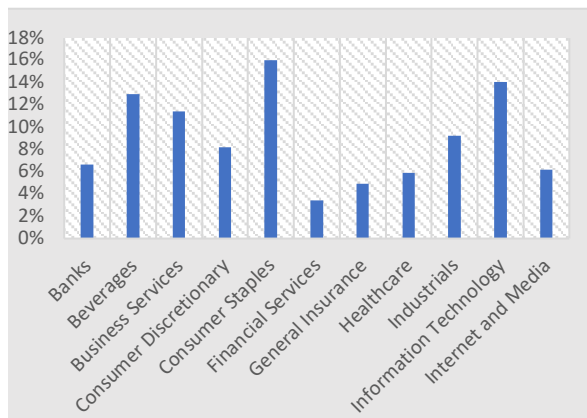
### Ten Largest Holdings (% of NAV)

Procter & Gamble	4.4%
Next plc	4.4%
TSMC	4.1%
Texas Instruments	3.9%
Johnson & Johnson	3.7%
L'Oreal	3.6%
RELX	3.6%
Atlas Copco	3.4%
SEB Enskilda	3.4%
Magellan Financial	3.4%

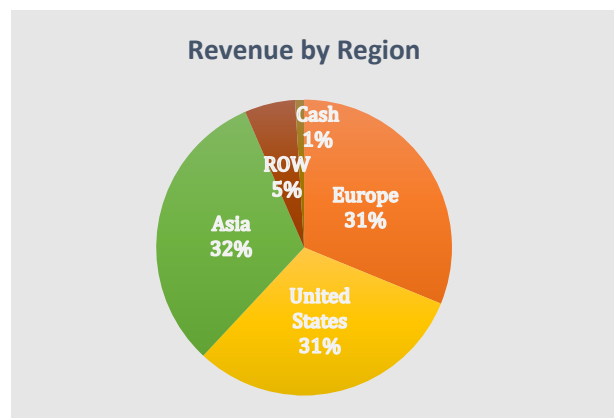
### Risks

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.tbaileys.co.uk/funds](http://www.tbaileys.co.uk/funds)

### Sector Allocation



### Geographic Breakdown



## Fund Information

Type of scheme	UK OEIC (UCITS)
Launch date	21 May 2019
Total Net Assets	£12.3m
Comparator Benchmark	MSCI World Index
Number of Holdings	37 (35 company 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	2.4p
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%

## SEDOL Codes

Class B GBP INC	BJ1GY07
Class B GBP ACC	BJ1GXX3
Class B EUR INC	BJ1GY18
Class B EUR ACC	BJ1GXY4
Class B USD INC	BJ1GY29
Class B USD ACC	BJ1GXZ5
Class C GBP INC	BJ1GY63
Class C GBP ACC	BJ1GY30
Class C EUR INC	BJ1GY74
Class C EUR ACC	BJ1GY41
Class C USD INC	BJ1GY85
Class C USD ACC	BJ1GY52

## 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	GB00BJ1GY52

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

## 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.tbaileyfs.co.uk](http://www.tbaileyfs.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

MSCI: The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. ([www.msci.com](http://www.msci.com)).

## Contact us on

[info@chawtoninvestors.co.uk](mailto:info@chawtoninvestors.co.uk)

020 3151 6818