

FUND FACTSHEET

JUNE 2024

at last valuation point in
June 2024 unless otherwise
stated



INVESTMENT OBJECTIVE

The Fund aims to achieve capital and income growth, and to provide a return (after fees, charges and other expenses payable out of the Fund) in excess of that of the CBOE UK All Companies Total Return Index over the long-term.

MANAGER COMMENTARY

The UK equity market fell in June as investor attention was focused on the UK general election, snap elections announced in France and the deteriorating situations in the Middle East and Ukraine. As was widely anticipated by the polls and the markets the Labour Party won the general election with a significant 179-seat majority. This convincing victory gives the government a clear mandate to implement their policies to deliver economic growth via initiatives such as stimulating house building and thereby the construction sector more widely. The electorate's expectation of the new government's expansionary plans for the economy mean the new administration will be under pressure to deliver but in the short term the UK equity market is likely to respond positively to their clear mandate.

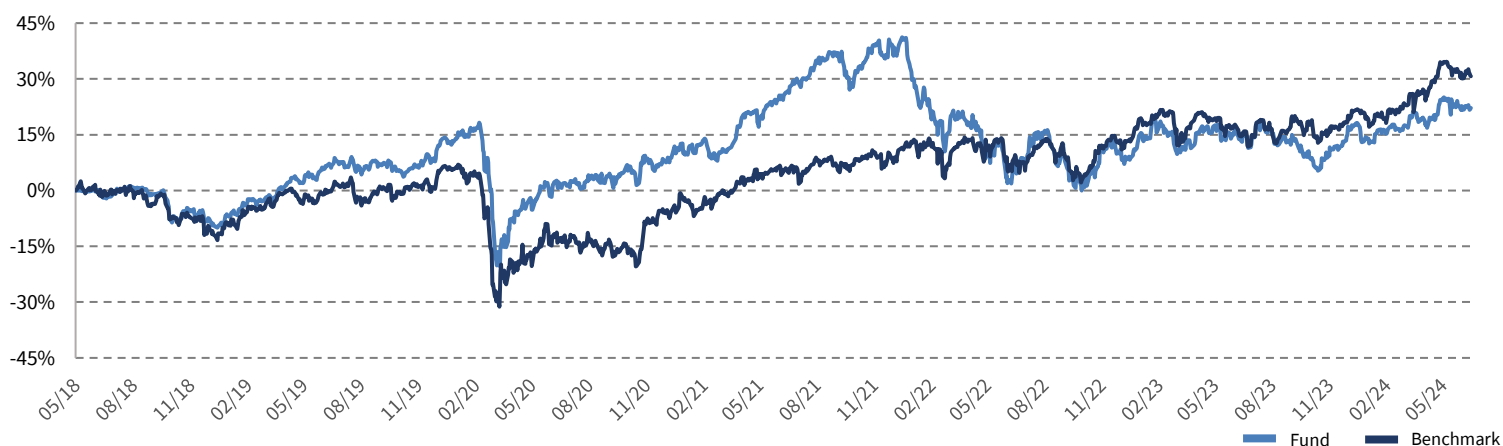
On the economic front, UK headline CPI inflation finally came in at the Bank of England's target of 2% for the month of May, in line with consensus expectations and a decline from the 2.3% level in April. Falling food prices were the largest contributor to the fall while fuel costs moved higher in line with the rising oil price. Core inflation which excludes food, energy, alcohol and tobacco also fell to 3.5% from 3.9%. Inflation in services, a closely watched data point by the MPC given its dominance of the UK economy, came in at 5.7% in May against 5.9% for April. While this level is ultimately too high, it is encouraging to see it falling away. Despite headline inflation hitting 2% the MPC held interest rates in June at 5.25% for the seventh consecutive meeting. Within the nine-person committee the decision was finely balanced, two members voted for a cut whilst for three other members it was a close call whether to cut or hold. In the end they sat on the fence and decided to hold as they want to see more evidence of a sustainable period of disinflation. Although expectations of an interest rate cut during a general election campaign were remote. Whilst the MPC will be data dependent, the likelihood of a first cut in August or September and another later in the year is becoming more likely. News in early July that shop price inflation had fallen to 0.2% in June, its lowest level since December 2021, will be welcome news for the MPC and consumers.

CUMULATIVE PERFORMANCE

	YTD	6MTHS	1YR	3YR	5YR	LAUNCH
Fund	3.45	3.45	6.49	-3.16	14.57	22.21
Benchmark	7.32	7.32	12.76	24.78	30.52	30.72
IA Sector	6.83	6.83	12.60	9.43	24.36	21.78
Rank in Sector	208/234	208/234	210/232	177/226	174/214	123/210
Quartile	4	4	4	4	4	3

Total Return, Bid to Bid, Tax UK Net, Sterling Terms. Source: Waystone Fund Services UK Limited/Financial Express Analytics. Past performance is not a reliable indicator of future results. The value of your investment and the income derived from it can go down as well as up and you may not get back the money you invested.

PERFORMANCE SINCE LAUNCH (%)



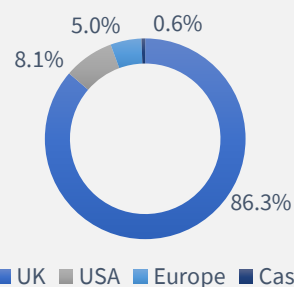
KEY DETAILS

ACC SINGLE PRICE	122.21
INC SINGLE PRICE	108.06
BENCHMARK	CBOE UK All Co's
IA SECTOR	UK All Co's
LAUNCH DATE	14 May 2018
HOLDINGS	34
PROSPECTIVE YIELD	2.2%
DIV EX DATES	1/5 & 1/11
DIV PAY DATES	30/6 & 31/12
FUND VALUE	£10.8 million

TOP 15 HOLDINGS

DIPLOMA	6.8%
MARKS & SPENCER	5.4%
RELX	4.0%
ASTRAZENECA	4.0%
CRANSWICK	3.8%
COMPASS	3.7%
UNILEVER	3.7%
FERGUSON	3.6%
GSK	3.6%
BUNZL	3.5%
LONDON STOCK EXCHANGE	3.2%
EXPERIAN	3.2%
GAMES WORKSHOP	3.2%
CONVATEC	3.0%
DISCOVERIE	2.7%
TOTAL	57.4%

GEOGRAPHICAL BREAKDOWN



COMPANY NEWS

Halma – manufactures and distributes mission critical industrial equipment such as fire detection systems, gas and water leak detection equipment, and medical diagnostic instrumentation. Their mission statement is to grow a safer, cleaner, healthier future for everyone, every day. Preliminary results demonstrate the strength of its operating model and help diminish any lingering concerns investors might have over the newish CEO and CFO. It is worth noting that current CEO Marc Ronchetti worked alongside the previous CEO for seven years, in the position of CFO. Whilst moving from CFO to CEO is not always a logical transition, we think Marc is a great leader, capital allocator and is more than capable of driving value creation at Halma. In addition, we think as CFO he had a great feel for the DNA of the business and its culture. From our perspective we see Marc as continuing in the same vein as the previous CEO David Williams and the Prelims suggest he is on the right track. Revenue was +10% to over £2bn for the first time, operating profit +21% and the 21st consecutive year of record profit. The dividend +7%, is the 45th consecutive year of a 5% or more payout. Net debt to EBITDA is at 1.4x giving healthy headroom for accretive M&A, with over 600 companies in the pipeline. They purchased 8 businesses in the year spending £292m and committed £107m, just over 5% of revenue, to R&D. Halma aims to roughly double the size of the business every seven years via a blend of organic and inorganic growth. Their total addressable market is substantial and significantly in excess of current revenue of £2bn. The key for management is to generate growth that delivers incrementally higher profit year on year. This will enable reinvestment back into the business and further acquisitions of businesses with above average group margins. Their record here is compelling. In terms of valuation Halma doesn't come cheap. It trades on a PE multiple of 26x for FY26 and a FY24 free cash flow yield of 4.3%. But it is worth noting that revenue and profit have CAGR at 12% and 11% respectively over the last 10 years, demonstrating the strength of the business, particularly in challenging economic conditions. That said they have to keep delivering and this could get more challenging the bigger and more complex the organisation becomes. As a result of this elevated valuation and our risk management framework Halma sits in the bottom half of the portfolio in terms of position size. The shares are up almost 20% year-to-date and we think the business is well positioned to grow revenue, profit and cash generation in the near and long-term. This is all underpinned by its exposure to long-term structural growth trends such as safety, urbanisation, healthcare and environmental analysis.

**MICHAEL FOSTER****LEAD PORTFOLIO MANAGER**

Michael launched the Ocean Equity Fund in May 2018. He holds the Investment Management Certificate. He has managed private investments since 2011.

**JULIAN DIEPPE****CO-MANAGER**

Julian joined the Ocean Fund at launch. He is a member of the Securities Institute and is an Investment Manager at Fiske plc. He has over 10 years of experience.

**JAMES HARRISON****CO-MANAGER**

James joined the Ocean Fund at launch. He is a Chartered Fellow of the Securities Institute and is CEO of Fiske plc. He has over 26 years of experience.

**KEVIN MORDRICK****FUND SALES**

Kevin has 35 years' experience in financial services. He was Associate Sales Director for Invesco Perpetual and Sales Director of Rensburg Fund Management.

Currency	Price	Minimum Investment	Annual Mgmt. Charge (AMC)	*Ongoing Charge Figure (OCF) – taken from capital	ISIN	Sedol
GBP						
B Acc	122.21p	£1,000	0.75%	1.00%	GB00BDRNX587	BDRNX58
B Inc	108.06p	£1,000	0.75%	1.00%	GB00BDRNX694	BDRNX69

*please note the 1.00% OCF includes the AMC Entry and Exit charges 0%

The Ocean Equity Fund does not have an objective linked to the oceans or marine bio-diversity but the Fund Manager may choose to invest in companies that derive their revenue from shipping and energy transition sectors.

AUTHORISED AND REGULATED BY THE FINANCIAL CONDUCT AUTHORITY | MEMBER OF THE LONDON STOCK EXCHANGE | NOT FOR DISTRIBUTION IN THE U.S.A.

This factsheet has been issued by Fiske plc on the basis of publicly available information, internally developed data and other sources believed to be reliable and accurate. No representations or warranty, expressed or implied, is made nor responsibility of any kind is accepted by Fiske plc, its directors or employees either as to the accuracy or completeness of any information stated in this factsheet. Any opinions expressed (including estimates and forecasts) may be subject to change without notice. This document is not intended as an offer to buy or sell the fund nor as a personal recommendation. Fiske plc, or any of its connected or affiliated companies or their employees, may have a position or holding or other material interest in the fund concerned or in a related investment, or may have provided within the previous twelve months, significant advice or investment services in relation to the investment concerned or a related investment.

Investors must be aware of the risks associated with investment in this fund. Full details of the Ocean Equity Fund, including risk warnings, are published in the Prospectus and Key Investor Information document. The fund may not be suitable for all investors and if you are in any doubt whether the fund is suitable for you advice should be sought from a suitably qualified professional advisor. The value of the fund and the income derived from it can go down as well as up. Investors may not get back their initial investment. Past performance is not necessarily a guide to future performance. Estimates of future performance are based on assumptions that may not be realised. Securities denominated in foreign currencies may see their value fall as a result of exchange rate movements. Any comments contained in this factsheet are intended only for the use of the individual or entity to which it is addressed and may contain information which is confidential and may also be legally privileged. If you have received this document in error, please telephone the Compliance Department on 44 (0)20-7448-4700. Fiske plc FCA Register No: 124279

INVESTOR PROFILE

The fund may appeal to investors who:

- Plan to hold their investment for the long-term
- Are prepared to accept the risk associated with the volatile nature of equity related investments
- Want total return through a blend of capital and income growth

FUND FEATURES

- Emphasis on total return (TR) via blend of capital and dividend growth
- Focus on quality companies with high returns on capital and strong cash flows
- High conviction, low turnover – 'buy and manage' approach
- 30-40 holdings
- Investing across the market cap universe
- Preservation of capital is paramount over the business cycle
- Predominantly UK and up to 20% Overseas from a listing perspective

HOW TO INVEST

Ocean Equity is available as an OEIC and is also suitable to include in stocks and shares ISAs and SIPPs.

You can buy shares in the fund by visiting:

<https://www.waystone.com/ourfunds/waystone-fund-services-uk-limited/ocean-investment-funds/>

Or by telephoning the Ocean Equity investor Dealing Line: 0115 988 8288 (open business days between 9am and 5pm)

Or via the following platforms:

A J Bell	Interactive Investor
Aviva	Novia
Allfunds	Pershing
Aegon	Raymond James
Barclays	Standard Life
Charles Stanley Direct	Transact
Cofunds	Winterflood
Elevate	7IM
Hargreaves Lansdown	

CONTACT US

Michael Foster (Manager) – 07771 516 565

Kevin Mordrick (Fund Sales) – 07557 798 421

100 Wood Street, London, EC2V 7AN

Authorised Corporate Director & Administrator:

Waystone Fund Services UK Limited

<https://www.waystone.com/ourfunds/waystone-fund-services-uk-limited/ocean-investment-funds/>