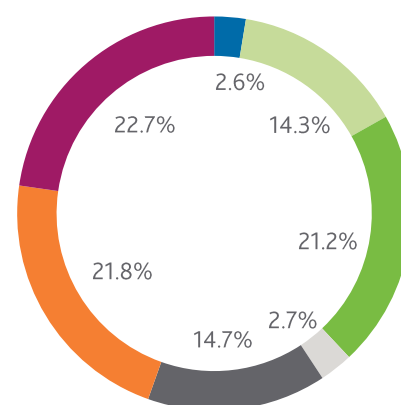


<b>Objective</b>	The Fund aims to deliver returns greater than cash or inflation over a minimum of 5 years, through a combination of capital growth, that is profit on investments, and income paid out of investments, such as interest and dividends. The fund will typically have less than half the portfolio in equities but this can vary.				
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<b>Manager</b>	Equilibrium Investment Management LLP	<b>ISIN</b>	GB00BYXHQY16	<b>Annual Management Charge (AMC)</b>	0.25%
<b>ACD</b>	Investment Funds Services Limited	<b>Sedol</b>	BYXHQY1	<b>Ongoing Charges Figure (OCF)</b>	1.03%
<b>Fund Type</b>	Open Ended Investment Company (OEIC)	<b>No. Holdings</b>	41		
<b>Launch Date</b>	1 November 2017	<b>Fund Size</b>	£365.1m		

### Fund holding breakdown

Portfolio	Security	Weight %
Liquidity	Cash	2.6
Short Dated Fixed Interest	Royal London Short Duration High Yield	4.1
	TwentyFour Absolute Credit	3.9
	L&G Sterling Short Dated Bond Index	3.8
	Semper MBS Total Return	2.4
Fixed Interest	Allianz Strategic Bond	3.5
	iShares Corporate Bond Index	4.0
	Jupiter Strategic Bond	4.0
	Royal London Extra Yield Bond	4.0
	TwentyFour Dynamic Bond	4.0
	L&G Allstocks Index Linked Gilt Index	1.8
Property	Time Commercial Long Income	2.7
Defined Returns	Societe Generale FTSE Autocall Dec 2017	3.5
	JPM FTSE Autocall September 2018	3.0
	Morgan Stanley FTSE/S&P Autocall Feb 2019	0.9
	Atlantic House Defined Returns	2.0
	Credit Suisse FTSE/S&P Autocall Jan 2018	3.2
	Citi Dual Index Autocall Jan 19	1.2
	Morgan Stanley FTSE/S&P Autocall Mar 2019	0.9
Alternative Equity	H2O Multi-returns	3.6
	Lazard Global Listed Infrastructure	3.6
	Carmignac Long Short European Equity	2.8
	Polar Capital UK Absolute Equity	3.7
	Foresight UK Infrastructure Income	2.3
	Lazard Rathmore Alternatives	2.9
	Mygale Event Driven	2.9
UK Conservative Equity	Royal London UK Equity Income	1.8
	Miton UK Multi Cap Income	1.8
	Rathbones Income	1.8
UK Dynamic Equity	Lindsell Train UK Equity	1.3
	Miton UK Value Opportunities	1.7
	Marlborough Special Sits	1.6
	Polar Capital UK Value Opportunities	1.0
Global Established Equity	Baillie Gifford Japanese Co.	1.8
	BlackRock European Dynamic	1.1
	Lindsell Train Japanese Equity	1.8
	Miton European Opportunities	1.1
	Vanguard US Equity Index	2.2
Global Speculative Equity	Invesco Hong Kong and China	1.1
	Schroder Asian Alpha	1.2
	Goldman Sachs India	0.7
	Hermes GEM SMID	0.6



### Key recent changes

#### September 2019

**From:** Global Speculative  
**To:** Hermes GEM SMID

**From:** iShares FTSE 100 ETF  
**To:** Cash

#### October 2019

**From:** Cash  
**To:** iShares FTSE 100 ETF

#### November 2019

**From:** iShares FTSE 100 ETF  
**To:** Cash

**From:** Kames Property Income  
**To:** Alternative equity

**From:** Henderson UK Absolute Return  
**To:** Lazard Rathmore Alternatives & Mygale Event Driven

Please note that the fund percentages shown are subject to rounding which can mean that they do not add up to 100%.

## Commentary

Markets generally rose during November, despite ongoing political uncertainty on both sides of the Atlantic.

Crucially, some indicators of global growth have strengthened recently. Investors have been worried that a global slowdown, partly driven by uncertainty over trade, could become something more serious. However, whilst growth remains weak the slide in global manufacturing appears to have bottomed out for now, whilst some indicators of Chinese growth have rebounded.

The UK economy remains fragile, with low levels of business investment as a result of Brexit-related uncertainty. The upcoming election adds to this uncertain picture.

Despite this, the market has rallied over the month and this allowed us to sell our volatility trade at around the 7,400 mark, having bought at around 7,100 in October. In addition, the recent performance of small and mid-cap stocks in the UK has picked up.

This is an area of the market we think looks decent value and so this has aided returns of late.

However, partly as a result of the weak UK economic picture, we have sold the Kames Property Income fund. As well as economic concerns, the changing retail market continues to hit property returns. Taking into account the FCA's recent focus on liquidity as well, we felt the potential rewards of holding this fund no longer justified the risk.

The only property fund we now hold in portfolios is invested in long income property, which remains a very in demand asset class due to its defensive nature and inflation linked income streams.

We reinvested the sale of this fund into alternative equity. We have also made some changes in this part of the portfolio, selling the Henderson UK Absolute Return funds and buying the Lazard Rathmore Alternatives and MyGale Event Driven funds.

These are generally seen as relatively low risk funds, selected as an alternative to topping up fixed interest. We remain concerned that certain types of fixed interest look highly valued.

In equities we continue to believe that certain parts of Asia represent good value, whilst the US and European equity markets look relatively expensive in our view.

Our portfolios are broadly "neutral" in terms of risk. We remain underweight traditional equities, property and fixed interest whilst holding more in defined returns and in alternative equity.

Since inception on 1 November 2017 the fund has returned 6.60%. To put this into context, the average fund which holds between 20% and 60% in equities (the FE UT Mixed Investment 20%-60% Shares sector) has returned 5.83% over the same period.

## Performance

### Rolling total returns

3 Months (29/08/19-29/11/19)	6 Months (29/05/19-29/11/19)	1 Year (29/11/18-29/11/19)	-	-
1.62%	3.70%	7.63%	-	-

### Discrete annual total returns

2018 (31/12/17 - 31/12/18)	-	-	-	-
-3.60%	-	-	-	-

## Notes and risk information

All data is to 29 November 2019 and collated by Equilibrium Investment Management LLP. Performance data sourced from FE Analytics. The views expressed herein should not be taken as statements of fact or relied upon when making investment decisions.

Past performance is never a guide to future performance. Investments may (will) fall as well as rise and you may not get back your original investment. Changes in currency exchange rates or interest rates may have an adverse effect on the value of your investments.

Investment Fund Services Limited (IFSL) is the Authorised Corporate Director (ACD) of the IFSL Equilibrium OEIC. IFSL is registered in England No. 06110770 and is authorised and regulated by the Financial Conduct Authority. Registered office: Marlborough House, 59 Chorley New Road, Bolton, BL1 4QP. Copies of the Prospectus and Key Investor Information Document are available in English from [www.ifslfunds.com](http://www.ifslfunds.com) or can be requested as a paper copy by calling 0808 178 9321 or writing to IFSL at the above address. Investors should refer to these for further details on the fund's investment objectives, policy and associated risks.

AMC: the fee that Equilibrium Investment Management LLP receives. OCF: the overall cost of running the fund including the AMC.

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