



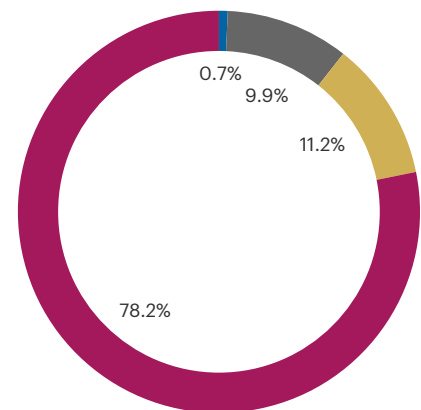
# IFSL Equilibrium Global Equity

Portfolio A Acc | March 2021

The Fund aims to provide capital growth, that is, to increase the value of your investment, over a minimum of 5 years. However, there is no certainty that this will be achieved. The fund will have exposure to at least 80% in shares of companies (equities), in any geographic sector. The Fund will invest at least 70% in other funds and investment trusts (collectively 'Investment Funds').

<b>Manager</b>	Equilibrium Investment Management LLP	<b>ISIN</b>	GBO0BMZN3Z32	<b>Annual management charge (AMC)</b>	0.25%
<b>ACD</b>	Investment Funds Services Limited	<b>Sedol</b>	BMZN3Z3		
<b>Fund type</b>	Open Ended Investment Company (OEIC)	<b>Holdings</b>	32	<b>Ongoing charges figure (OCF)</b>	1.19%
<b>Launched</b>	19 June 2020	<b>Fund size</b>	£40.1m		

Liquidity	Sterling Cash & Money Market	0.7%
Defined Returns	Societe Generale FTSE Autocall Dec 2017	1.5%
	JPM FTSE Autocall September 2018	0.9%
	BNP Paribas FTSE/S&P Autocall Feb 2020	1.9%
	Atlantic House Defined Returns	1.6%
	BNP Paribas FTSE Autocall Jan 2020	1.8%
	Morgan Stanley FTSE/S&P Autocall Mar 2019	0.9%
	Goldman Sachs FTSE/S&P Autocall Mar 2020	1.4%
Alternative Equity	Lazard Global Listed Infrastructure	2.5%
	Foresight UK Infrastructure Income	2.6%
	Foresight Global Real Infrastructure	2.9%
	Legg Mason ClearBridge Global Infrastructure	2.0%
	Carmignac Long Short European Equity	1.2%
UK Dynamic Equity	Lindsell Train UK Equity	4.7%
	Miton UK Value Opportunities	4.7%
	Polar Capital UK Value Opportunities	4.2%
	Chelverton UK Growth	4.3%
	Merian Chrysalis Inv Co.	3.8%
Global Established Equity	Baillie Gifford Japanese Co.	3.1%
	BlackRock European Dynamic	2.1%
	Lindsell Train Japanese Equity	2.8%
	Miton European Opportunities	2.1%
	Vanguard US Equity Index	2.5%
	Baillie Gifford American	3.7%
	Morgan Stanley Global Brands	3.8%
	S&W Artificial Intelligence	3.1%
	Schroder Global Recovery	6.5%
	iShares US MSCI Small Cap ETF	1.9%
	Global Speculative Equity	Invesco China
Goldman Sachs India		3.8%
Hermes GEM SMID		5.3%
Baillie Gifford EM Leading Companies		5.1%
Allianz China A-Shares		4.6%



## Key recent changes

### December 2020

**From** Defined Returns & Alternative Equity  
**To** Legg Mason IF ClearBridge Global Infrastructure Income Fund

**From** Vanguard US Equity Index & Morgan Stanley Global Brands  
**To** iShares US MSCI Small Cap ETF

### January 2021

**From** Equity & Defined Returns  
**To** Cash

### February 2021

**From** Cash  
**To** Carmignac Long Short European Equity

**From** Schroder Asian Alpha Plus  
**To** Allianz A Shares

## Commentary

Stock markets have been volatile so far in 2021. In both January and February we have initially seen markets make strong gains before giving back returns towards the end of each month.

At present, markets are being driven by a “reflation” narrative. Investors are betting that we will see a strong economic recovery later this year which, whilst positive for certain types of stocks, is having a negative impact on others.

The potential for economic recovery and the massive amounts of stimulus from both central banks and governments are fuelling concerns of higher inflation. In fact, we are almost certain to see some temporarily high levels of inflation at some point this year as prices recover from the lows of last year. Inflation is always a “year on year” number and so will be inflated by the low base during the depths of the 2020 downturn.

Whilst we still think this is most likely a temporary factor, this concern is one reason why bond yields have risen. The UK 10-year gilt now yields 0.85%, having been only 0.28% at the end of January. The US 10-year treasury bond now yields 1.44% having been 1.04% a month ago.

These rising bond yields have a knock-on effect to certain types of equity. In particular, this impacts technology firms and other companies who are valued at a high multiple of current earnings, but where earnings are expected to grow quickly in future. The bond yield is used in many equity analysts’ calculations as a “discount rate” for those future cash flows. A higher bond yield implies a lower share price.

In our portfolio we have tried to have a balance between growth stocks and the more “value” stocks which should benefit from a recovery. Some of our value-based equity funds have actually had a very good month and so the fund has had positive returns so far in 2021, even though some stock markets have fallen so far this year.

## Performance

Returns data will be published once the fund passes its first anniversary,

### Rolling total returns

-	-	-	-	-
-	-	-	-	-

### Discrete annual total returns

-	-	-	-	-
-	-	-	-	-

## Notes and risk information

All data is to 26 February 2021 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.

The figures shown are subject to rounding which can mean that they do not add up to 100%.

AMC: Equilibrium Investment Management’s fee. OCF: the overall cost of running the fund including the AMC.

### Equilibrium Investment Management LLP

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