



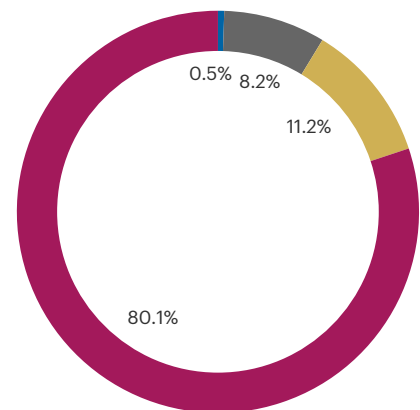
# IFSL Equilibrium Global Equity

Portfolio A Acc | July 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>	31	<b>Ongoing charges figure (OCF)</b>	1.22%
<b>Launched</b>	19 June 2020	<b>Fund size</b>	£69.9m		

Liquidity	Sterling Cash & Money Market	0.5%
Defined Returns	Societe Generale FTSE Autocall Dec 2017	1.5%
	JPM FTSE Autocall September 2018	1.0%
	BNP Paribas FTSE/S&P Autocall Feb 2020	1.2%
	Atlantic House Defined Returns	2.0%
	Credit Suisse FTSE/S&P Autocall Jan 2018	0.3%
	BNP Paribas FTSE Autocall Jan 2020	1.4%
	Morgan Stanley FTSE/S&P Autocall Mar 2019	0.8%
	Alternative Equity	Lazard Global Listed Infrastructure
Foresight UK Infrastructure Income		2.5%
Foresight Global Real Infrastructure		3.1%
Legg Mason ClearBridge Global Infrastructure		1.9%
Carmignac Long Short European Equity		1.3%
UK Conservative Equity	Miton UK Multi Cap	3.8%
UK Dynamic Equity	Miton UK Value Opportunities	8.0%
	Chelverton UK Growth	4.4%
	Merian Chrysalis Inv Co.	3.7%
Global Established Equity	Baillie Gifford Japanese Co.	4.0%
	Miton European Opportunities	4.3%
	Vanguard US Equity Index	2.5%
	Baillie Gifford American	2.9%
	Morgan Stanley Global Brands	3.7%
	S&W Artificial Intelligence	2.5%
	Schroder Global Recovery	6.4%
	HG Capital Trust	2.6%
	The Schiehallion Fund	1.0%
	Lindsell Train Global Equity	5.7%
	Global Speculative Equity	Invesco China
Goldman Sachs India		3.6%
Hermes GEM SMID		5.3%
Baillie Gifford EM Leading Companies		5.0%
Allianz China A-Shares		4.8%



## Key recent changes

### April 2021

**From** Baillie Gifford American & S&W Artificial Intelligence  
**To** The Schiehallion Fund

### May 2021

**From** Polar Capital UK Value Opportunities  
**To** Miton UK Value Opportunities & Miton UK Multi Cap Income

### June 2021

**From** Blackrock European Dynamic  
**To** Miton European Opportunities  
**From** Lindsell Train UK Equity & Lindsell Train Japanese Equity  
**To** Lindsell Train Global Equity & Baillie Gifford Japanese Co.

## Commentary

Earlier this year we talked about there being something of a “rotation” in markets. As economies begin to re-open, stocks that had done well through the pandemic such as the “big tech” companies (who make up a large proportion of the US market) have struggled at times. Meanwhile, some of the more “cyclical” parts of the market who will benefit most from a recovering economy, had started to do well. In the past month or so this rotation has somewhat reversed and the likes of big tech have started to outperform again!

One of the catalysts for their period of underperformance had been concerned about higher inflation and that this would lead to interest rate increases. Strangely, the reason for their resurgence may be the confirmation of these concerns! Inflation has increased faster than many had expected and the Federal Reserve is now talking about putting up rates in response. However, they have also strongly expressed the view that this inflation will be “transitory” rather than a long-term problem. Rates therefore don’t need to go up to higher levels than they had previously indicated, they just increase sooner.

In our portfolio we have tried to maintain a balance of different types of equity, with exposure to the technology and other “growth” stocks balanced out by more “value” and cyclical holdings. Over the past few weeks we have also continued our recent consolidation exercise where we review holdings that are highly correlated.

Given our relatively low weighting to Europe, we concluded that we do not need to hold both the Blackrock European Dynamic and Miton European Opportunities fund. Both funds have performed very well, with Miton slightly outperforming Blackrock. We therefore decided to switch Blackrock into Miton. This also has the benefit of reducing costs; as we were early investors in a very cheap “founder” share class of the Miton fund.

We also decided to sell the Lindsell Train UK Equity and Japanese Equity funds and largely switch instead to the Lindsell Train Global Equity fund. The global fund represents Lindsell Train’s “best ideas” and contains many of the holdings from the UK and Japanese funds as well as other parts of the world. This has led to outperformance compared to the fund’s other strategies and by switching we felt we keep the portfolio characteristics the same but increase the return potential.

## Performance

### Rolling total returns

<b>3 Months</b> (31.03.21 to 30.06.21)	<b>6 Months</b> (31.12.20 to 30.06.21)	<b>1 Year</b> (30.06.20 to 30.06.21)	-	-
7.92%	10.78%	29.50%	-	-

### Discrete annual total returns

-	-	-	-	-
-	-	-	-	-

## Notes and risk information

All data is to 30 June 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.

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