



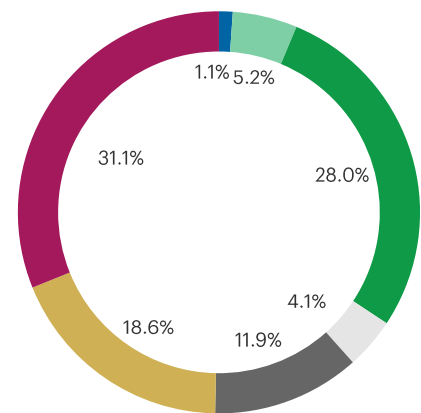
IFSL Equilibrium Balanced

Portfolio A Acc | August 2021

The Fund aims to deliver returns greater than 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, after any charges have been taken out of the Fund. However, there is no certainty this will be achieved. Over the longer term, any 10 year period, the Fund aims to deliver an average of inflation plus 5% per annum. Inflation is measured as the UK Consumer Prices Index for these purposes. The Fund will invest at least 80% in other funds and investment trusts (collectively 'Investment Funds').

Manager	Equilibrium Investment Management LLP	ISIN	GBO0BYXHQX09	Annual management charge (AMC)	0.25%
ACD	Investment Funds Services Limited	Sedol	BYXHQX0	Ongoing charges figure (OCF)	1.04%
Fund type	Open Ended Investment Company (OEIC)	Holdings	47		
Launched	1 November 2017	Fund size	£450.6m		

Liquidity	Sterling Cash & Money Market	0.4%
	Euro Cash & Money Market	0.2%
	US Dollar Cash & Money Market	0.5%
Short Dated Fixed Interest	Royal London Short Duration High Yield	3.0%
	TwentyFour Monument Bond Fund	2.2%
Fixed Interest	Allianz Strategic Bond	5.2%
	Nomura Global Dynamic Bond	3.9%
	Royal London Extra Yield Bond	3.3%
	TwentyFour Dynamic Bond	5.5%
	Muznich Asia Credit Opportunities	2.7%
	GAM Credit Opportunities	2.0%
	Waverton Sterling Bond	2.4%
	M&G Global Floating Rate High Yield	3.0%
	Property	Time Commercial Long Income
	Supermarket Income REIT	0.7%
	Primary Healthcare Properties	0.6%
	Segro	0.6%
	Civitas Social Housing	0.6%
	Target Healthcare	0.5%
Defined Returns	Societe Generale FTSE Autocall Dec 2017	2.6%
	JPM FTSE Autocall September 2018	2.5%
	BNP Paribas FTSE/S&P Autocall Feb 2020	1.6%
	Atlantic House Defined Returns	0.9%
	Credit Suisse FTSE/S&P Autocall Jan 2018	2.2%
	BNP Paribas FTSE Autocall Jan 2020	1.2%
	Morgan Stanley FTSE/S&P Autocall Mar 2019	1.0%
	Alternative Equity	Lazard Global Listed Infrastructure
	Carmignac Long Short European Equity	2.5%
	Foresight UK Infrastructure Income	1.5%
	Lazard Rathmore Alternative	4.5%
	Foresight Global Real Infrastructure	2.5%
	Blackrock European Absolute Alpha	2.5%
	Legg Mason ClearBridge Global Infrastructure	1.7%
	Man GLG Absolute Value	1.4%
UK Conservative Eq.	Miton UK Multi Cap Income	3.3%
UK Dynamic Equity	Miton UK Value Opportunities	4.1%
	Chelverton UK Growth	2.4%
	Liontrust Special Situations	2.7%
Global Established Equity	Baillie Gifford Japanese Co.	1.6%
	Miton European Opportunities	2.2%
	Vanguard US Equity Index	0.8%
	Baillie Gifford American	1.2%
	Morgan Stanley Global Brands	1.4%



Key recent changes

May 2021

From Cash

To Man GLG Absolute Value

From Jupiter Strategic Bond

To Fixed Interest, Primary Health Properties, Segro, Civitas Social Housing & Target Healthcare

From Polar Capital UK Value Opportunities

To Miton UK Value Opportunities & Miton UK Multi Cap Income

June 2021

From Cash & Waverton Sterling Bond

To M&G Global Floating Rate High Yield

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.

July 2021

No key changes were in July.

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

Global Established Equity (continued)	Schroder Global Recovery	2.6%
	Lindsell Train Global Equity	3.3%
Global Speculative Equity	Invesco China	1.5%
	Goldman Sachs India	0.9%
	Hermes GEM SMID	0.9%
	Baillie Gifford EM Leading Companies	1.3%
	Allianz China A-Shares	0.9%

Commentary

July has been a relatively volatile month for equities. There have been signs that the pace of the recovery from the Covid-related slump is starting to moderate. Here in the UK we have had our “freedom day” meaning that many of the pandemic-rules have been dropped, but this does not appear to have led to a “big bang” of economic activity. People remain relatively cautious and we therefore expect slower, more drawn out growth rather than a sharp upturn. There remains a risk that rules could be reintroduced if the NHS comes under more pressure, and isolation rules continue to have an economic impact.

In other parts of the world too, we are seeing signs that growth has slowed. The recent GDP growth figures from the US were slightly disappointing, but the American economy is now back above pre-pandemic levels. The UK still has some way to go to achieve the same feat. As a result of this, some of the more economically sensitive stocks have recently underperformed after a good run. The FTSE 100 here in the UK has dropped back given that the index has a high proportion of such stocks. Pandemic-beneficiaries such as the big US tech stocks, have done better.

We have also seen a slowdown of growth in China, which could have a significant impact on the global economy. In addition, the Chinese authorities are being particularly interventionist which has had an impact on our Chinese holdings. They have effectively outlawed private companies from making profits from most forms of education. They are also interfering with some of the big tech companies which have such an impact on Chinese society, in the same way the likes of Google and Facebook can be so influential in the West. This type of intervention is simply a fact of investing in emerging markets. Even Western governments are looking to rein in big tech, but this is a more drawn-out process introducing new tax and anti-trust legislation.

Elsewhere in the portfolio, we have slightly increased our exposure to real estate investment trusts, reducing exposure to fixed interest. This gives us somewhat more inflation protection in the event that the temporary spike in prices we are seeing turns into something more long term. Overall, we are trying to keep a good balance of investments which benefit from a continuing recovery, but also those which would be more resilient should we see a further downturn. We do think the chance of a correction in stock markets has risen, but we would see this as a good opportunity to top up equities.

Performance

Rolling total returns

3 Months (30.04.21 to 30.07.21)	6 Months (29.01.21 to 30.07.21)	1 Year (31.07.20 to 30.07.21)	3 Years (31.07.18 to 30.07.21)	-
1.78%	5.80%	15.88%	16.78%	-

Discrete annual total returns

2020 (31.12.19 to 31.12.20)	2019 (31.12.18 to 31.12.19)	2018 (31.12.17 to 31.12.18)	-	-
4.31%	13.79%	-4.12%	-	-

Notes and risk information

All data is to 30 July 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 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: Equilibrium Investment Management’s fee. OCF: the overall cost of running the fund including the AMC.

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