



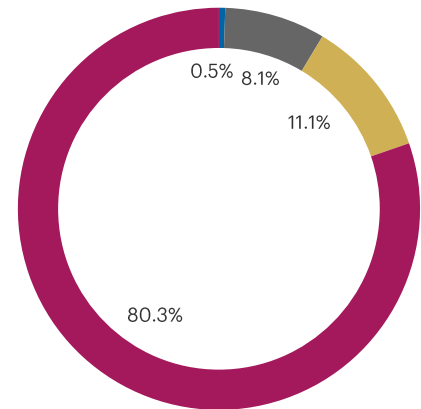
# IFSL Equilibrium Global Equity

Portfolio A Acc | August 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>      | GB00BMZN3Z32 | <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> | £79.9m       |                                       |       |

|  |   |                                     |
|--|---|-------------------------------------|
| Liquidity                                    | Sterling Cash & Money Market              | 0.6%                                |
| Defined Returns                              | Societe Generale FTSE Autocall Dec 2017   | 1.3%                                |
|  | JPM FTSE Autocall September 2018          | 0.9%                                |
|  | BNP Paribas FTSE/S&P Autocall Feb 2020    | 1.1%                                |
|  | Atlantic House Defined Returns            | 2.4%                                |
|  | Credit Suisse FTSE/S&P Autocall Jan 2018  | 0.3%                                |
|  | BNP Paribas FTSE Autocall Jan 2020        | 1.2%                                |
|  | Morgan Stanley FTSE/S&P Autocall Mar 2019 | 0.9%                                |
|  | Alternative Equity                        | Lazard Global Listed Infrastructure |
| Foresight UK Infrastructure Income           |   | 2.5%                                |
| Foresight Global Real Infrastructure         |   | 3.0%                                |
| Legg Mason ClearBridge Global Infrastructure |   | 2.1%                                |
| Carmignac Long Short European Equity         |   | 1.1%                                |
| UK Conservative Equity                       | Miton UK Multi Cap                        | 4.4%                                |
| UK Dynamic Equity                            | Miton UK Value Opportunities              | 8.1%                                |
|  | Chelverton UK Growth                      | 4.2%                                |
|  | Merian Chrysalis Inv Co.                  | 3.2%                                |
| Global Established Equity                    | Baillie Gifford Japanese Co.              | 3.9%                                |
|  | Miton European Opportunities              | 4.3%                                |
|  | Vanguard US Equity Index                  | 2.5%                                |
|  | Baillie Gifford American                  | 2.8%                                |
|  | Morgan Stanley Global Brands              | 3.8%                                |
|  | S&W Artificial Intelligence               | 2.5%                                |
|  | Schroder Global Recovery                  | 6.4%                                |
|  | HG Capital Trust                          | 2.8%                                |
|  | The Schiehallion Fund                     | 1.0%                                |
|  | Lindsell Train Global Equity              | 5.7%                                |
| Global Speculative Equity                    | Invesco China                             | 6.2%                                |
|  | Goldman Sachs India                       | 3.7%                                |
|  | Hermes GEM SMID                           | 5.3%                                |
|  | Baillie Gifford EM Leading Companies      | 5.0%                                |
|  | Allianz China A-Shares                    | 4.6%                                |



## Key recent changes

### 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.

### July 2021

No key changes in July

## 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. The potential for such 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.

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

| <b>3 Months</b><br>(30.04.21 to 30.07.21) | <b>6 Months</b><br>(29.01.21 to 30.07.21) | <b>1 Year</b><br>(31.07.20 to 30.07.21) | - | - |
|---|---|---|---|---|
| 2.48%                                     | 8.11%                                     | 27.64%                                  | - | - |

### Discrete annual total returns

|   |   |   |   |   |
|---|---|---|---|---|
| - | - | - | - | - |
| - | - | - | - | - |

## 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](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

Ascot House, Epsom Avenue, Handforth, Wilmslow, Cheshire, SK9 3DF

0161 486 2250 : [askus@equilibrium.co.uk](mailto:askus@equilibrium.co.uk) : [www.equilibrium.co.uk](http://www.equilibrium.co.uk)

Equilibrium Investment Management LLP (a limited liability partnership) is authorised and regulated by the Financial Conduct Authority. Equilibrium Investment Management is entered on the Financial Services Register under reference 776977. Copyright Equilibrium Investment Management LLP. Not to be reproduced without permission.