

# F&C Managed Portfolio Trust Plc

## Income Portfolio



September 2017

### Manager Commentary Peter Hewitt



As with the previous month, global equity markets continued to perform well. Once again evidence of stronger growth coming from Europe, Asia Pacific and a number of key emerging markets was a feature. The UK has fallen down the league table of growth as a combination of a squeeze on income available to households and the general uncertainty caused by the Brexit negotiations has begun to affect business and consumer confidence. Sterling weakened sharply during August in particular against the euro where it lost 3%, but also against the dollar where it was over 2% lower.

UK markets performed well due to the large overseas investors in the FTSE 100 Index however more domestic companies were weaker as illustrated by the FTSE Small Cap Index which was down 0.7%. Against this background, the FTSE All Share Index rose 1.4% whilst that of the FTSE Equity Investment Instruments Index gained 1.7% (all figures are total returns).

The Net Asset Value (the total value of assets less liabilities, divided by the number of shares) of the Income portfolio rose by 1.4% (also in total returns). A leading contributor was JPMorgan Global Growth & Income which was nearly 5% ahead. It has very little of its portfolio in the UK and is mainly invested in the US, Europe and Asia Pacific which underpinned its strong returns.

#### Key facts as at 31.08.2017

**Trust aims:** The objective for the Income Portfolio is to provide income shareholders with an attractive level of income, with the potential for income and capital growth from a diversified portfolio of investment companies. The Income Portfolio invests in a diversified portfolio of at least 25 investment companies that have underlying investment exposures across a range of geographic regions and sectors and that focus on offering an income yield above that of the FTSE All - Share Index.

**Benchmark:** FTSE All-Share Index

**Fund type:** Investment Trust

**Launch date:** April 2008

**Total assets – portfolio:** £63.3 million

**Total assets – company:** £129.3 million

**Share price:** 138.00p

**NAV:** 137.88p

**Discount/Premium(-/+):** 0.1%

**Dividend payment dates:** Jan, Apr, Jul, Oct

**Net dividend yield †:** 3.9%

**Net gearing/Net cash\*:** -5.4%/0.0%

**Management fee rate\*\*:** 0.65%

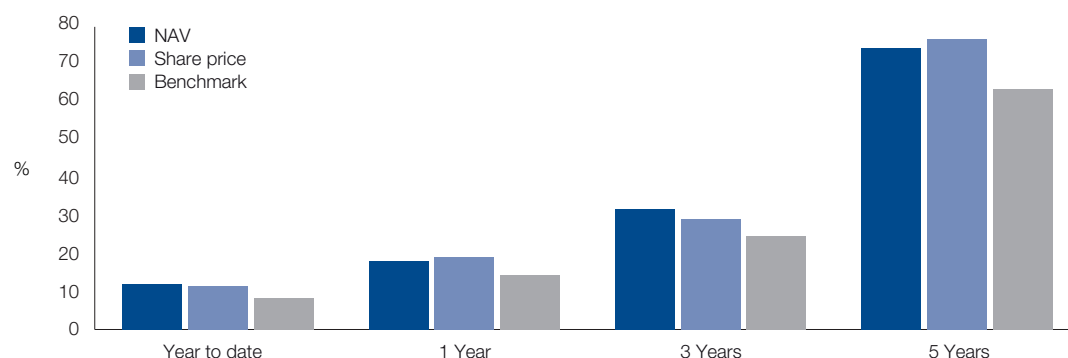
**Total expenses ratio\*\*:** 1.12%

**Year end:** 31 May

**Sector:** Global Equity Income

**Currency:** Sterling

#### Fund performance as at 31.08.2017



#### Cumulative performance (%) as at 31.08.2017

	1 Month	Year to date	1 Year	3 Years	5 years
NAV	1.4	12.1	18.1	31.8	74.4
Share price	0.2	11.4	19.2	29.2	76.8
Benchmark	1.4	8.2	14.3	24.8	63.7

#### Discrete performance (%) as at 31.08.2017

	2017/2016	2016/2015	2015/2014	2014/2013	2013/2012
NAV	18.1	9.3	2.2	8.8	21.6
Share price	19.2	6.9	1.5	11.1	23.1
Benchmark	14.3	11.7	-2.3	10.3	18.9

Past performance is not a guide to future performance.

Source: Lipper and F&C. Basis: Percentage growth, total return, bid to bid price with net income reinvested in sterling.

Past performance is not a guide to future performance. Stock market movements may cause the value of investments and the income from them to fall as well as rise and investors may not get back the amount originally invested. Changes in rates of exchange may have an adverse effect on the value, price or income of investments. If markets fall, gearing can magnify the negative impact on performance.

The discrete performance table refers to 12 month periods, ending at the date shown

Lines may be recorded

0800 136420

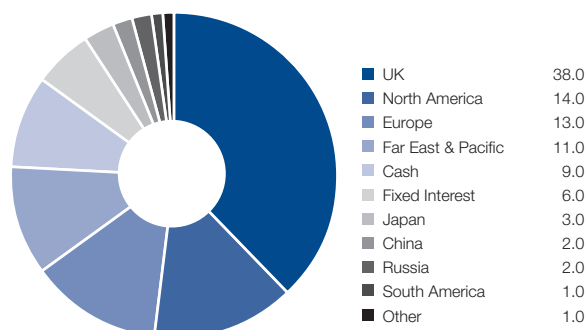
info@fandc.com

fandc.co.uk

### Top 10 holdings (%)

	% of net assets	Sector
Murray International Trust	4.2	Global Equity Income
Law Debenture Corporation	3.6	Global
European Assets Trust	3.3	European Smaller Companies
BB Biotech	3.2	Biotechnology & Healthcare
JPMorgan Global Growth & Income	3.1	Global Equity Income
City of London Investment Trust	3.1	UK Equity Income
Princess Private Equity Holding	3.1	Private Equity
Henderson International Income Trust	3.1	Global Equity Income
Schroder Oriental Income Fund	3.1	Asia Pacific - Exc Japan
Invesco Perpetual UK Smaller Companies Investment Trust	3.1	UK Smaller Companies

### Geographical breakdown (%)



The geographical breakdown of the Portfolio's investments is on a 'look-through' basis.  
Source F&C and AIC.

### Net dividend distributions pence per share (paid to date)

	2012	2013	2014	2015	2016	2017
January	1.00	1.10	1.10	1.15	1.20	1.25
April	1.00	1.10	1.10	1.15	1.20	1.25
July	1.50	1.30	1.50	1.55	1.60	1.70
October	1.10	1.10	1.15	1.20	1.25	
<b>Total</b>	<b>4.60</b>	<b>4.60</b>	<b>4.85</b>	<b>5.05</b>	<b>5.25</b>	<b>4.20</b>

### Glossary

**Bid price** Investment trust shares are sold via the stock exchange at the bid price. This price is determined by supply and demand.

**Dividend** Income paid to shareholders by the company they invest in.

**Net asset value** A key measure of the value of a company or trust – the total value of assets less liabilities, divided by the number of shares.

**Past performance is not a guide to future performance. Stock market movements may cause the value of investments and the income from them to fall as well as rise and investors may not get back the amount originally invested. Changes in rates of exchange may have an adverse effect on the value, price or income of investments. Smaller companies carry a higher degree of risk and their value can be more sensitive to market movement; their shares may be less liquid and performance may be more volatile. If markets fall, gearing can magnify the negative impact on performance.**

All data as at 31.08.2017 unless otherwise stated.

All information is sourced from F&C, unless otherwise stated. Except where noted, all percentages are based on gross assets. \*Net gearing is total assets less cash and cash equivalents divided by shareholders' funds and expressed as a percentage. Net cash is net exposure to cash and cash equivalents expressed as a percentage of shareholders funds after any offset against gearing. \*\*Please refer to the latest annual report as to how the management fee and performance fee is structured. The share price may either be below (at a discount) or above (at a premium) the NAV. Discounts and premiums vary continuously. Performance information excludes any product charges which can be found in the Key Features document for the relevant product. The fact sheet is issued and approved by F&C Management Limited. Authorised and regulated in the UK by the Financial Conduct Authority. Registered office: Exchange House, Primrose Street, London EC2A 2NY. Registered in England & Wales No 517895. CM14269 (09/17)  
Lines may be recorded