

# River and Mercantile GLOBAL MACRO FUND

CLASS B GBP (Accumulation)

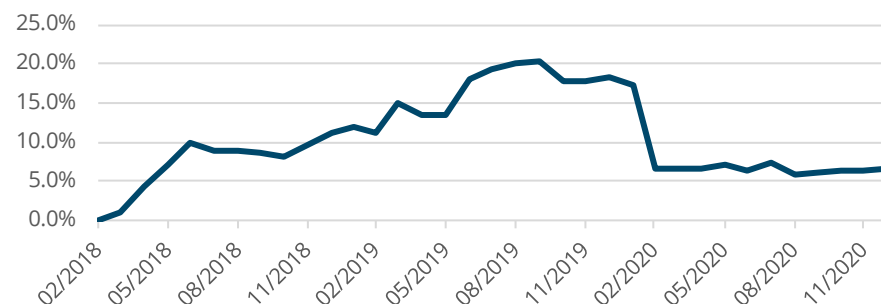
## PAST PERFORMANCE

The charts and tables below show the performance of the fund's GBP share class since the fund's inception date of 28 February 2018.

Performance of the fund is calculated using published NAVs net of fees and expenses. Inception date taken as the date of seeding following a test-trade period after the fund's official launch on 25 January 2018. Source: River and Mercantile Investments Limited.

Past performance is not a reliable guide to future results.

## PERFORMANCE SINCE INCEPTION



## CUMULATIVE AND ANNUALISED PERFORMANCE

	Cumulative (%)			Annualised (% p.a.)				Since Inception
	1 month	3 months	YTD	1 year	3 years	5 years		
GBP	0.42	0.63	-9.87	-9.87	-	-	2.30	

## DISCRETE 12 MONTH PERFORMANCE

	12 months to 31/12/2016	12 months to 31/12/2017	12 months to 31/12/2018	12 months to 31/12/2019	12 months to 31/12/2020
GBP	-	-	-	6.38%	-9.87%

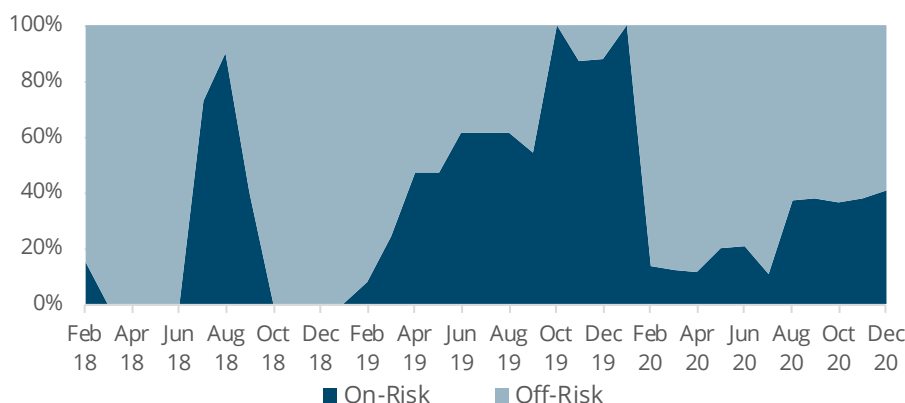
## DISCRETE MONTHLY RETURNS SINCE INCEPTION

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	CY <sup>1</sup>
2020	-0.83%	-9.13%	-0.13%	0.11%	0.31%	-0.51%	0.96%	-1.46%	0.12%	0.23%	-0.02%	0.42%	-9.87%
2019	0.52%	-0.57%	3.40%	-1.27%	-0.06%	3.98%	1.04%	0.76%	0.17%	-2.17%	0.13%	0.42%	6.38%
2018	-2.01%	-5.32%	0.96%	3.41%	2.66%	2.46%	-0.95%	0.11%	-0.23%	-0.37%	1.24%	1.52%	11.26%

<sup>1</sup>The cumulative calendar year return shown for 2018 does not include returns for January and February in line with the fund's inception date being taken as 28 February 2018 when the fund was seeded following a test-trade period. Source: River and Mercantile Group.

## RISK INDICATOR

This chart shows a proprietary indicator which is the primary driver of the fund's on/off risk allocations over the last 12 months.



RIVER AND MERCANTILE

## INVESTMENT OBJECTIVE

The fund aims to achieve long-term capital appreciation through compound growth. Compound growth is the annual growth rate of an investment applied year on year for a specified period of time.

## PERFORMANCE TARGET

The fund aims to produce double-digit returns over a cycle, with positive returns in equity market drawdowns.

## PORTFOLIO & RISK CHARACTERISTICS

Value at Risk (VaR) <sup>2</sup>	2.43%
Volatility	7.46%
Sharpe ratio	0.24
Percentage positive months	62%

<sup>2</sup>Using 99% confidence over 22-day Monte Carlo value at risk scaled up from 1 day.

## PORTFOLIO MANAGERS

Mike Faulkner and Joe Andrews

## KEY FACTS

Fund launch date	25/01/2018
Fund base currency	USD
Total fund size	USD 235.1m
Domicile	Ireland
Fund type	UCITS
SEDOL	BFY6PW5
ISIN	IE00BFY6PW53
Bloomberg	RMIGMBG
Distribution type	Accumulation

## FEES & CHARGES

Entry/exit charge	Nil
Ongoing charges	1.42% (1.0% AMC)
Performance fee	15% (of outperformance)

## DEALING INFORMATION

Dealing frequency	Weekly, Wednesday
Dealing cut-off time	Wednesday 4pm (Ireland)
Valuation	Wednesday 4.30pm (EST)
Settlement	T+4
Minimum investment	USD 500k equivalent

## SYNTHETIC RISK & REWARD INDICATOR (SRRI)



## ALLOCATION BY ASSET CLASS

This table shows the fund's asset allocation by notional exposure.

Underlying Asset Class	Gross Notional Exposure	Net Notional Exposure
Bonds and Rates	51.9%	51.9%
Credit	19.5%	19.5%
Equity	118.7%	24.5%
Currency (vs USD)*	3.0%	-2.3%
Cash and Equivalents	101.4%	79.3%

\*Currency exposure includes that held for directional purposes only. It does not include currency held for hedging purposes.

Source: River and Mercantile Investments Limited

## TOP 10 POSITIONS

This table shows the fund's ten largest positions by exposure.

	Gross Notional Exposure
Quality Relative Value	94.2%
United States Treasury Note/Bond 6.25 15/05/2030	15.3%
United States Treasury Bill 0.00 01/07/2021	10.3%
United States Treasury Bill 0.00 01/14/2021	10.3%
United States Treasury Bill 0.00 01/21/2021	10.3%
United States Treasury Bill 0.00 01/28/2021	10.3%
United States Treasury Bill 0.00 02/25/2021	10.3%
United States Treasury Bill 0.00 03/25/2021	10.3%
EURO-BUND FUTURE MAR21	8.9%
US 10YR NOTE (CBT)MAR21	8.7%

Source: River and Mercantile Investments Limited

## MANAGER'S REVIEW

Equity and credit markets finished the year strongly amid expectations that widespread vaccine distribution in 2021, central bank support and government aid will reignite economic growth and boost corporate profits in the new year.

The strong performance from risk assets benefitted equity and credit positions. FX positions lost value as the dollar remained in its downtrend versus the euro.

The macro backdrop was largely unchanged over the month from a quantitative perspective, as promising economic data and improving trends continue to be weighed against expensive valuations across most risk asset classes. While fresh lockdowns may affect stocks in the short term, the wider roll out of Covid-19 vaccines, alongside the new stimulus bill recently passed in the US, could represent a meaningful turning point from a risk perspective. Expensive valuations will continue to limit a significant risk-on position for now, but we expect the model will continue to build into a higher risk position as some of our market risk focussed factors continue to reduce in the coming months.

Mike Faulkner & Joe Andrews  
January 2021

## OTHER INFORMATION

Management company.	Carne Global Fund Managers (Ireland) Limited
Investment manager	River and Mercantile Investments Limited
Depository	BNY Mellon Trust Company (Ireland) Limited

## SHARE CLASSES

USD	Class A (Acc/Dist), Class Y (Acc)
GBP	Class B (Acc/Dist), Class Z (Acc)
JPY	Class C (Acc/Dist), Class W (Acc)
CHF	Class U (Acc)
AUD	Class V (Dist)
EUR	Class X (Acc)

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