

# ES River and Mercantile DYNAMIC ASSET ALLOCATION FUND

CLASS B GBP (Accumulation)

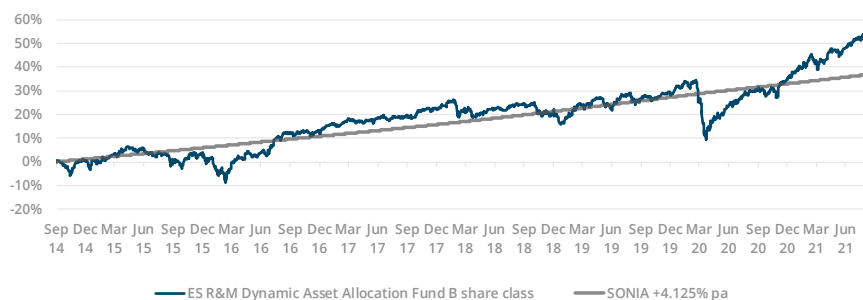
## PAST PERFORMANCE

The charts and tables below show the performance of the fund's GBP B (Acc) share class since the fund's inception date of 2 September 2014.

Source: River and Mercantile Asset Management LLP. Fund performance is calculated using midday published prices. Benchmark performance is calculated using close of business mid-market prices.

Past performance is not a reliable guide to future results.

## PERFORMANCE SINCE INCEPTION



## CUMULATIVE PERFORMANCE

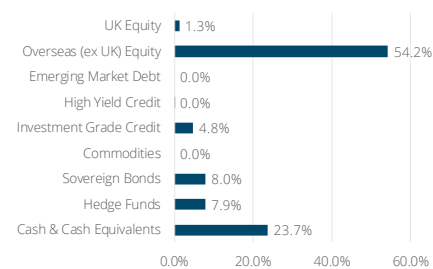
	1 month %	3 months %	1 year %	3 years %	5 years %	Since inception %
B share class (Acc)	1.2	4.1	19.5	24.0	39.0	53.2
Benchmark	0.4	1.1	4.3	14.6	25.2	36.7

## DISCRETE 12 MONTH PERFORMANCE

	12 months to 31/07/2017	12 months to 31/07/2018	12 months to 31/07/2019	12 months to 31/07/2020	12 months to 31/07/2021
B share class (Acc)	7.8%	4.0%	4.4%	-0.7%	19.5%
Benchmark	4.4%	4.6%	5.0%	4.7%	4.3%

## ALLOCATION BY ASSET CLASS

This table shows the fund's asset allocation by portfolio weight.



Source: River and Mercantile Investments Limited

## TOP 10 POSITIONS

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

	Weight (%)
UK Treasury 3.75% Sep 2021	8.1
River and Mercantile Global Macro Z GBP Acc	8.1
BlackRock ISC Sterling Liquidity Fund	5.3
Insight GBP Liquidity Fd	5.0
Neuberger Berman Global Flexible Credit Fund	4.9
ES R&M European Fund	4.9
iShares S&P 500 Health Care Sector UCITS ETF	2.0
Vanguard S&P 500 ETF	2.0
Thermo Fisher Scientific	1.7
JM Smucker	1.3

Source: River and Mercantile Investments Limited

RIVER AND MERCANTILE

## INVESTMENT OBJECTIVE

To achieve an average return (income and growth in the value of your investment (known as "capital growth")) of 4.125% per year above cash (based on the SONIA interest rate) (the "Benchmark") over a rolling 3-year period, after the deduction of all fees.

## PORTFOLIO MANAGERS

Mike Faulkner and Joe Andrews

## KEY FACTS

Fund launch date	02/09/2014
Share class launch date	02/09/2014
Benchmark	SONIA +4.125% p.a
Total fund size	£218.3m
Domicile	UK
Fund type	UK UCITS
SEDOL	BLZH7L2
ISIN	GB00BLZH7L20
Bloomberg	RMDAABA
Distribution type	Accumulation

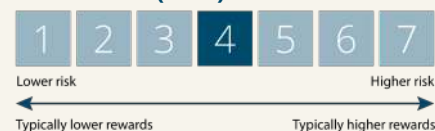
## FEES & CHARGES

Initial charge	Up to 5.25%
Annual management charge	0.55%
Ongoing charge (includes AMC)	0.72%

## DEALING INFORMATION

Dealing frequency	Daily
Dealing cut-off time	12pm (UK)
Valuation point	12pm (UK)
Settlement	T+4
Minimum investment	£1000

## SYNTHETIC RISK & REWARD INDICATOR (SRRI)



## PORTFOLIO CHANGES AND CURRENT POSITIONING

Over the month we reduced our overall equity exposure and tilted the equity allocation towards more defensive sectors. In line with this view, we also increased our allocation to the US healthcare sector. Towards month end also we increased exposure to China. Our equity positioning now has a stronger quality bias and reflects less of a preference for cyclical as we move through the economic cycle. We continue to favour equities over credit.

## MARKET COMMENTARY

The economic recovery continues although there is some caution that the resurgence in COVID-19 infections could weigh on future growth. This is reflected in falling sovereign bond yields as sovereigns recoup some of the losses felt in Q1. Despite this, we expect to see an upwards trajectory in yields over the coming 12 months. Given the 5th consecutive quarter of positive equity performance and peaking PMIs (a leading indicator), can equities continue to move higher? We believe so. The vaccine rollout continues to be a tailwind, while central banks remain convinced that inflation will be broadly transitory and as such are unlikely to alter interest rates in the short term. Continued loose policy should feed into strong consumer spending and support overall investment and GDP growth throughout the second half of the year.

### Mike Faulkner and Joe Andrews

Portfolio Managers  
August 2021

## FUND RATINGS



## OTHER INFORMATION

Authorised Corporate Director: Equity Trustees Fund Services Limited  
Investment manager: River and Mercantile Asset Management LLP  
Depository: The Bank of New York Mellon (International) Limited

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