

Quarterly update—ending 31st October 2024

Investment objective

The objective of the Fund is to provide returns through a combination of capital growth and income over a market cycle (5 years). The fund will primarily gain exposure indirectly via eligible collective investment schemes and other collective investment vehicles (for example, investment companies, exchange traded funds) and may also invest directly in eligible assets (excluding property and commodities). Derivatives will be used only for the purpose of Efficient Portfolio Management.

Fund manager



James Kempster

James has over 20 years experience building and managing multi-asset investment portfolios. Beginning his career at Canada Life, he has more recently worked with financial advice firms to create managed portfolio solutions for end clients.

Indicative risk rating



Fund managers' commentary

Our third quarter began in dramatic style with a burst of volatility focusing on two regions but both stemming from concerns about interest rate rises. The first was in Japan where the second interest rate rise in 17 years led to the worst day for their main market since 1987. The other was in the US where speculation that interest rates wouldn't be cut as fast as had been expected spooked markets which had banked on cheaper debt to fund their continued upward momentum.

In many ways, the rest of the quarter was the recovery from this point and all was going well until another set of dual challenges interrupted proceedings. The US election was widely expected to be the closest in living memory and as such it was inevitable that markets would get a little skittish in response. We also saw the initial reaction to the UK budget which sent Gilt yields higher. Although we have a relatively low Gilt allocation relative to our base models, this was still a headwind for returns with prices moving in the opposite direction.

Performance summary as at 31/10/2024

	3 MONTHS	6 MONTHS	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION
Discovery Cautious Fund C Acc	0.27%	2.47%	11.16%	1.43%	10.47%	13.58%
IA Mixed Investment 20%-60% Shares	0.75%	3.65%	13.49%	3.27%	15.92%	20.27%

Three year performance to 31/10/2024



31/10/2019 - 31/10/2024 Data from FE fundinfo2024

Past performance is not a reliable guide to future performance.

IA sector source: FE fundinfo. All figures quoted are on a total return basis with income reinvested. The since inception date was 01/04/2019.

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Key facts

Manager Start Date	27/03/2019
Inception Date	01/04/2019
Number of holdings	28
Ongoing charge figure (C)	1.06%
Estimated yield (C Acc)	3.17%
Fund size	£50.64m
ISIN (C Acc)	GB00BYB5341

Current asset allocation

Alternatives	8.94%
Cash	6.49%
Fixed Interest	36.68%
UK Equities	15.85%
International Equities	25.98%
Property & Infrastructure	3.04%
Multi-Asset	3.02%

Top 10 holdings as at 31/10/2024

HSBC FTSE 100 Index	7.83%
AI Multi-Strategy Target Return	5.94%
HSBC American Index	5.19%
Royal London Corporate Bond	5.04%
iShares Overseas Corporate Bond	4.96%
Legal & General All Stocks Gilt	4.93%
Royal London Short Duration	4.08%
M&G Global Dividend	4.05%
M&G Global Macro Bond	3.91%
First Sentier Global Listed Infrastructure	3.04%

About Hawksmoor Investment Management

Hawksmoor Investment Management is an award winning multi-manager investment management business. As a multi-manager business it specialises in identifying the very finest investment talent from around the world and then blending and combining these managers together to create robust, diversified portfolios. Hawksmoor Investment Management have developed their own bespoke manager selection and asset allocation processes and also undertake extensive due diligence on all of the managers before including them in the Discovery Funds.

Disclaimers

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