

MGTS IDAD Refined Growth Fund

Factsheet – 1 October 2023



Investment Objective

The objective of the MGTS IDAD Refined Growth Sub-fund (the “Refined Growth Fund” or the “Fund”) is to provide capital growth over any five-year period. The Fund uses structured products to deliver reliable and consistent returns for portfolio managers allocating to alternatives.

Investment Manager Commentary

With all things being equal, it should have been a good month for financial assets, as economic data continued to suggest that the Fed is delivering the slowdown in inflation we all want, without doing too much damage to the economy. But as is so often the case, September disappointed and most of the major equity markets suffered significant falls over the month in local currency. Thankfully 3 of our notes autocalled during the month, which helped limit losses in the fund to -0.54%

The note maturities allowed us to buy a new defensive Autocall note from Leonteq linked to the EuroStoxx and S&P 500. Pricing is currently attractive and this note offers a semi-annual coupon of 5.125% with a final level barrier of 80% (allows a fall of 20% from strike). The remaining proceeds have been tactically held in cash which has reached around 10%, reflecting our current defensive stance.

Equity sentiment has shifted with optimism replaced by caution, as the soft-landing narrative has been replaced by a fear that interest rates are now likely to stay higher for longer. This has driven bond yields upwards and put pressure on equity market valuations and we probably have a challenging period to navigate as investors digest the new landscape. Here we think there are grounds for optimism, believing as we do that inflation expectations are overdone as higher rates put pressure on the consumer. If so, central banks should be able to ease monetary policy quicker than expected and that would likely bring lower bond yields, which in turn will provide support for the equity markets we typically link our notes to.

Key Facts

Authorised Corporate Director (ACD)	Margetts Fund Management Ltd
Investment Manager	IDAD Limited
Portfolio Managers	Tom McGrath Clive Moore
IA Sector	Flexible Investment
ISIN	GB00BN7JHC19 (Class A) GB00BN7JHD26 (Class R)
Launch Date	September 2021
Launch Price	100.00p
Vehicle Type	UK OEIC
Price (NAV)	97.71p (Class A) 96.07p (Class R)
OCF	0.95% (Class A) 1.85% (Class R)
Dealing Cut Off	10.30 am
Valuation Point	12 noon
Min Investment	£50,000
Base Currency	GBP

*Total Ongoing Charges are estimated at launch

Performance

IA (Investment Association) Flexible Investment is used as the comparator. This is considered appropriate for investors to use when comparing performance as the strategy results in the Fund meeting the definition of this sector.

	1 Month	3 Months	6 Months	1 Year	YTD
MGTS IDAD Refined Growth (%)	-0.53	0.21	1.43	17.49	7.39

Cumulative performance since inception



■ A - MGTS - IDAD Refined Growth A Acc in GB [-2.73%]
■ B - IA Flexible Investment TR in GB [-7.00%]

Past performance is not a guide to future performance

Source Data: Financial Express
06/09/2021 - 29/09/2023 Data from FE fundinfo 2023



Email: info@idadfunds.com



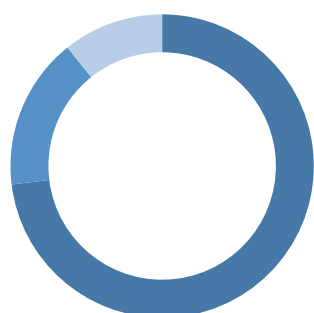
Telephone: +44 (0)1730 779335



www.idadfunds.com

MGTS IDAD Refined Growth Fund

Sector Allocation



- Core Holdings (73.05%)
- Tactical Holdings (16.22%)
- Cash Holdings (10.73%)

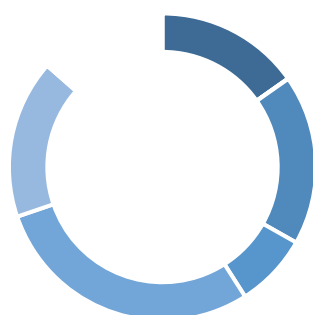
Source: IDAD Ltd 30.09.2023

Top 10 Holdings

	%
Bank of America Dual Index Reducing Autocall	6.51%
Natixis Triple Index Memory Income Autocall	6.47%
Morgan Stanley SPX Nikkei Classic Autocall	4.72%
Leonteq Asia Classic Autocall	4.64%
Barclays 85-65 Memory Income Autocall	4.53%
RBC Nikkei Reducing Autocall	4.39%
EFG Mining Reducing Autocall	4.35%
MedioBanca Dual Index Classic Autocall	4.18%
BBVA Triple Index Classic Autocall	4.17%
BIL Dual Index Memory Income	4.13%

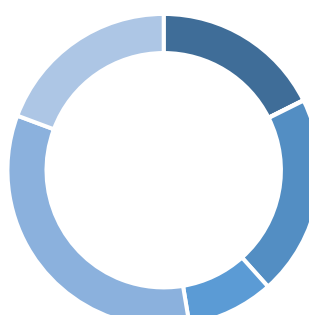
Source: IDAD Ltd 30.09.2023

Market Exposure (Delta)



- Asia (ex Japan) (15.22%)
- Australia (0.04%)
- Europe (ex UK) (17.92%)
- Japan (7.78%)
- North America (28.80%)
- UK (16.71%)

Delta as a percentage of the total fund
Source: FVC 30.09.2023



- Asia (ex Japan) (17.60%)
- Australia (0.05%)
- Europe (ex UK) (20.72%)
- Japan (9.00%)
- North America (33.31%)
- UK (19.32%)

Delta contribution by region
Source: FVC 30.09.2023

Share Class Information

Name	ISIN	Minimum Initial Investment	Minimum Regular Investment	Initial Charge	AMC	Ongoing Charges
MGTS IDAD Refined Growth Fund A Acc	GB00BN7JHC19	£50,000	£100	0%	0.60%	0.95%
MGTS IDAD Refined Growth Fund R Acc	GB00BN7JHD26	£50,000	£100	5%	1.50%	1.85%

Investment Strategy

The investment policy of the Refined Growth Fund is to provide capital growth over any five-year period. The Fund builds on the benefits of using structured product solutions to deliver more reliable and consistent returns for portfolio managers allocating assets to alternatives. By leveraging IDAD's extensive relationships with more than 30 investment-grade issuers, the Fund is able to enhance returns using diversified counterparty credit risk. Introducing traditional investment management skills and experience adds further value and contributes significantly to returns.

Core Holdings

The Fund has a core allocation to index-linked products providing broadly-diversified developed markets exposure. Products will be designed to deliver capital growth even if the underlying equity markets are flat or even fall slightly. These holdings represent around 80% of assets.

Tactical Holdings

A satellite allocation representing up to 20% of assets that are designed to produce higher returns by investing in products linked to a wider range of underlying instruments, such as less-developed equity market indices, sectoral indices, stocks and commodities. This part of the portfolio may become very defensive during periods when the managers are concerned regarding market direction.

Liquidity & exposure management

The Fund may also invest in ETFs to manage liquidity and geographic exposures.



Email: info@idadfunds.com



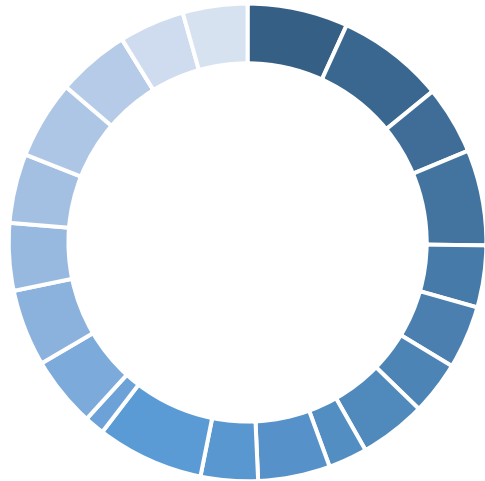
Telephone: +44 (0)1730 779335



www.idadfunds.com

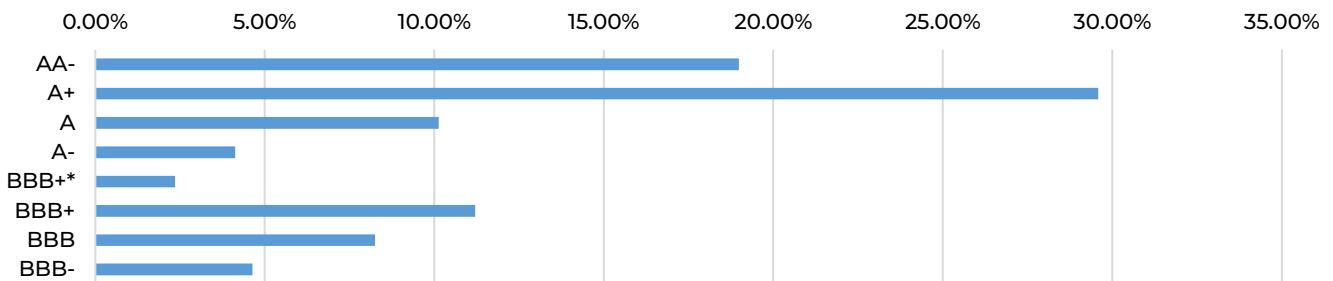
Credit Analysis

- Banco Bilbao Vizcaya Argentari
- Bank of America Corporation
- Banque Internationale à Luxembourg
- Barclays PLC
- BNP Paribas SA
- Canadian Imperial Bank of Comm
- Citigroup Inc
- Credit Agricole Group
- Credit Suisse Group AG
- EFG International AG
- Goldman Sachs Group Inc/The
- Groupe BPCE
- Investec PLC
- JPMorgan Chase & Co
- Leonteq AG
- Marex Group PLC
- Mediobanca Banca di Credito Fi
- Morgan Stanley
- Royal Bank of Canada
- Societe Generale SA
- Standard Chartered PLC
- UBS Group AG
- UniCredit Bank AG



Source: IDAD 30.09.2023

Fitch Rating*



Source: IDAD 30.09.2023

*If no Fitch rating is available, an S&P or Moody's rating may be substituted
All Issuer ratings included, excludes cash and ETF's

Portfolio Analysis

Average cover to capital loss is the notional-weighted average distance to knock-in (capital-at-risk) barriers, expressed as a percentage of barrier level. Average cover to capital gain is the notional-weighted average distance to autocall or coupon barriers as a percentage of barrier level. A positive percentage indicates that, on average, market levels are above barrier levels.

Average cover to capital gain: -7.73%
Average cover to capital loss: 36.31%

Performance Scenario Analysis

This table is designed to demonstrate future performance of the Fund in different performance scenarios and is based on the current underlying assets held (the structured product underlyings, ETFs and cash). Actual performance will depend on actual market conditions and will also be affected by the changing make up of the portfolio over time.

Move in the Underlying Assets	-20%	-10%	0%	10%	20%
Over 3 months	-18.19%	-7.00%	2.06%	8.42%	12.33%
Over 1 year	-13.27%	-1.30%	8.75%	15.00%	16.62%
Over 2 years	-5.70%	6.75%	14.56%	19.72%	20.68%
Over 3 years	3.11%	12.96%	18.11%	22.76%	21.01%
Over 4 years	9.72%	16.74%	18.97%	24.39%	21.79%



IMPORTANT INFORMATION

This document has been produced for information only and represents the views of IDAD Limited at the time of writing. It should not be construed as Investment Advice. No investment decisions should be made without first seeking advice. Full details of the MGTS/IDAD Funds, including risk warnings, are published in the MGTS/ IDAD Funds Prospectus. Margetts Fund Management Limited is the Authorised Corporate Director of The Funds and is authorised and regulated by the Financial Conduct Authority FRN 208565.

RISK WARNINGS

The MGTS/IDAD Funds are subject to normal stock market fluctuations and other risks inherent in such investments. The value of your investment and the income derived from it can go down as well as up, and you may not get back the money that you have invested. Investments in overseas equities may be affected by changes in exchange rates, which could cause the value of your investment to increase or diminish. Capital appreciation in the early years will be adversely affected by Initial Charges, so you should regard your investment as medium to long term. Past performance is not a guide to future performance. Every effort is taken to ensure the accuracy of this data, but no warranties are given.

This document has been produced for information only and represents the views of IDAD Limited at the time of writing. It should not be construed as Investment Advice. No investment decisions should be made without first seeking advice. Full details of the MGTS IDAD Funds, including risk warnings, are published in the MGTS IDAD Funds Prospectus. Margetts Fund Management Limited is the Authorised Corporate Director of the MGTS IDAD Refined Growth Fund and is authorised and regulated by the Financial Conduct Authority FRN 208565. Registered Office 1 Sovereign Court, 8 Graham Street, Birmingham. B1 3JR. IDAD Limited is authorised and regulated by the Financial Conduct Authority FRN 740499.



Email: info@idadfunds.com



Telephone: +44 (0)1730 779335



www.idadfunds.com

IDAD Head Office:

2 Rotherbrook Court, Bedford Road,
Petersfield, GU32 3QG

IDAD London Office:

37 Lombard Street, London EC3V 9BQ



Margetts Head Office

Margetts Fund Management LTD
1 Sovereign Court
Graham Street
Birmingham
B1 3JR