



HAWKSMOOR
FUND MANAGERS

**MI HAWKSMOOR GLOBAL
OPPORTUNITIES FUND**

QUARTERLY REPORT
Q2 2024



For investors who are looking to achieve a high level of capital growth on their investments over the long term.

KEY POINTS THIS QUARTER

- Global Opportunities returned +3.9%, compared to the sector return of +1.7%
- We introduced three new holdings, and exited one position
- Exposure to real assets was increased
- Exposure to listed equities was reduced

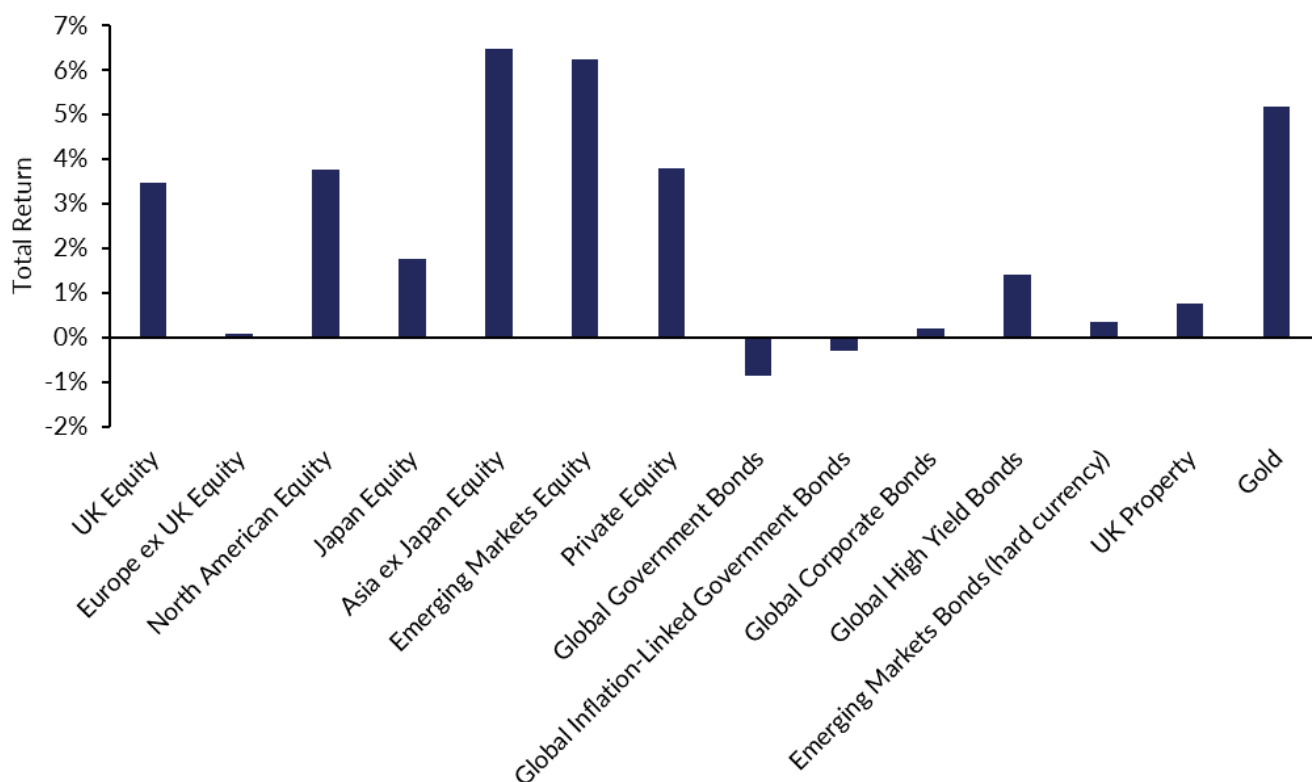
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QUARTERLY MARKET PERFORMANCE



- Equity markets continued their strong start to 2024, buoyed by positive economic data releases particularly from the US alongside ongoing excitement about the impact artificial intelligence will have on profitability. Asian and emerging market equities caught up some ground after lagging in the first quarter. Europe was weak after elections saw far right parties gain ground.
- Bond markets were mixed with 10 negative returns from government bonds as yields increased impacting capital values, but positive returns from investment grade and high yield bonds as credit spreads tightened.
- Gold reached new all-time highs in all major currencies, despite real yields (the opportunity cost of holding gold) moving higher. Other factors more than offset real yield weakness, with strong buying from central banks, and a rise in global conflicts supporting the gold price.

Data: UK Equity - MSCI United Kingdom All Cap; Europe ex UK Equity - MSCI Europe ex UK; North American Equity - MSCI North America; Japan Equity - MSCI Japan; Asia ex Japan Equity - MSCI AC Asia Pacific ex Japan; Emerging Markets Equity - MSCI Emerging Markets; Private Equity - IT Private Equity; Global Government Bonds - ICE BofA Global Government; Global Inflation-Linked Government Bonds - ICE BofA Global Inflation-Linked Government; Global Corporate Bonds - ICE BofA Global Government; Global High Yield Bonds - ICE BofA Global High Yield; Emerging Markets Bonds (hard currency) - ICE BofA US Emerging Markets External Sovereign; UK Property - IA UK Direct Property; Gold - WisdomTree Physical Gold USD.

Source: FE fundinfo local currency, 31/03/2024 to 30/06/2024. See MSCI and ICE disclaimers on final page.

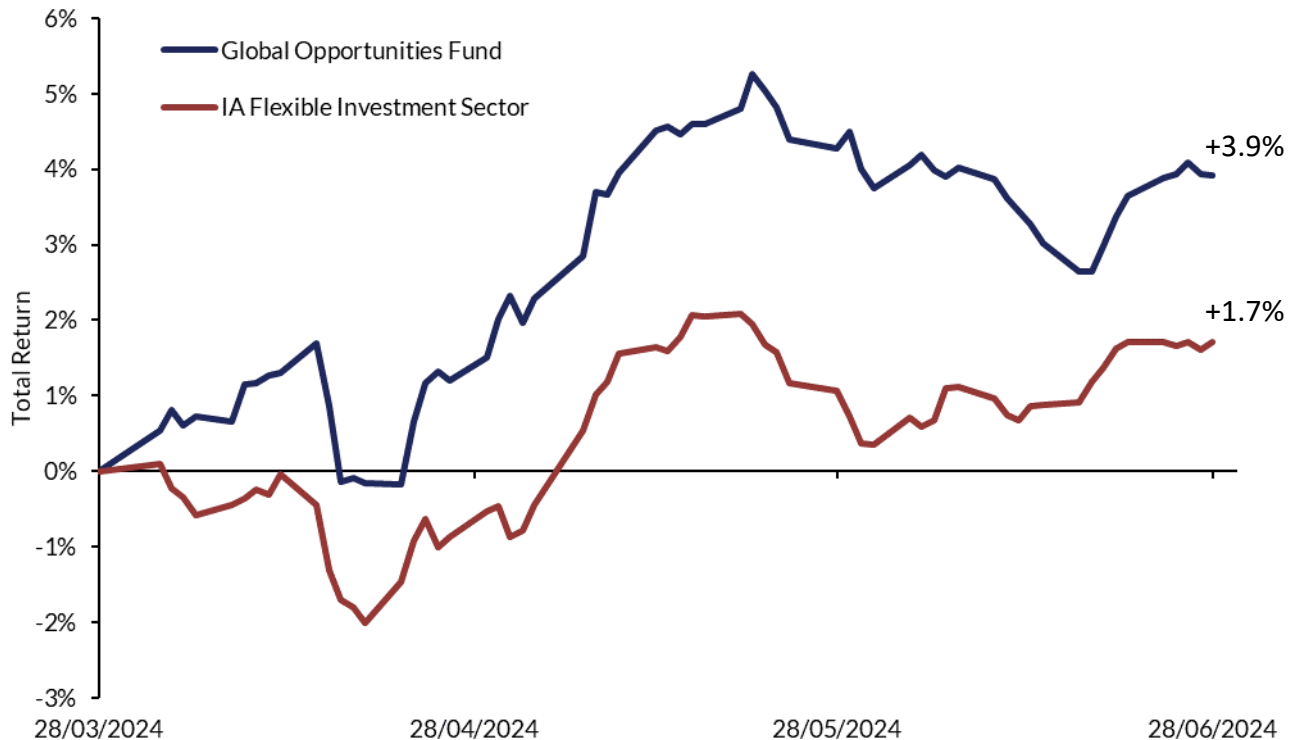
QUARTERLY FUND PERFORMANCE

Largest contributors:

- Cordiant Digital Infrastructure +0.47%
- Tufton Oceanic +0.35%
- River & Mercantile UK Micro Cap +0.31%

Largest detractors:

- Fiera Atlas Global Companies -0.27%
- VT De Lisle America -0.18%
- M&G Japan Smaller Companies -0.17%

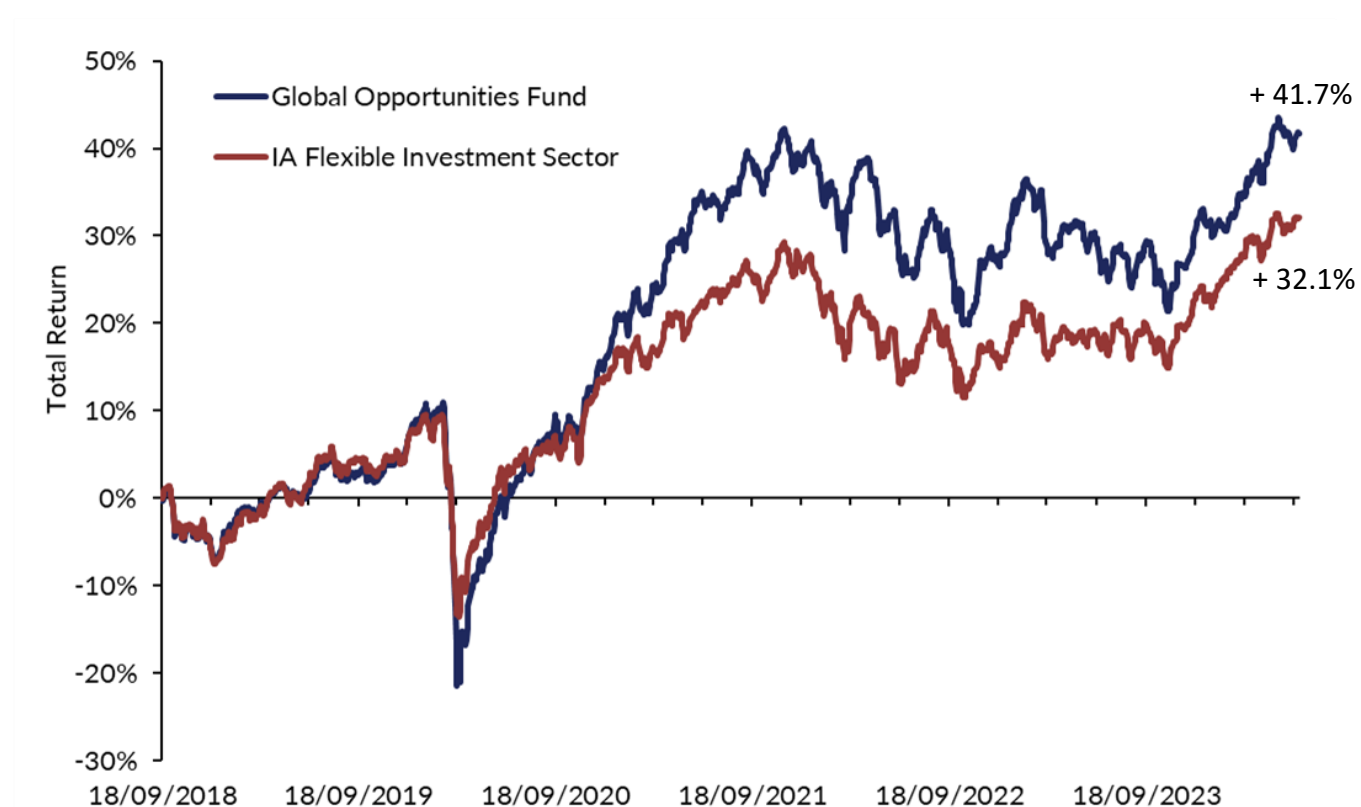


- Shares in Cordiant Digital Infrastructure rallied from depressed levels following the publication of the full year results which showed good performance in the underlying portfolio.
- Tufton Oceanic shares rallied as vessel values and charter rates improved during the quarter and the discount narrowed from wide levels.
- River & Mercantile UK Micro Cap rallied alongside the broader UK equity market.
- Fiera Atlas Global Companies underperformed as the underlying holdings rerated relative to global equities.
- US small cap fund VT De Lisle America was weak, as investors remained focused on large cap US growth stocks.
- Japanese holdings gave back some gains after a strong run over the past 18 months.

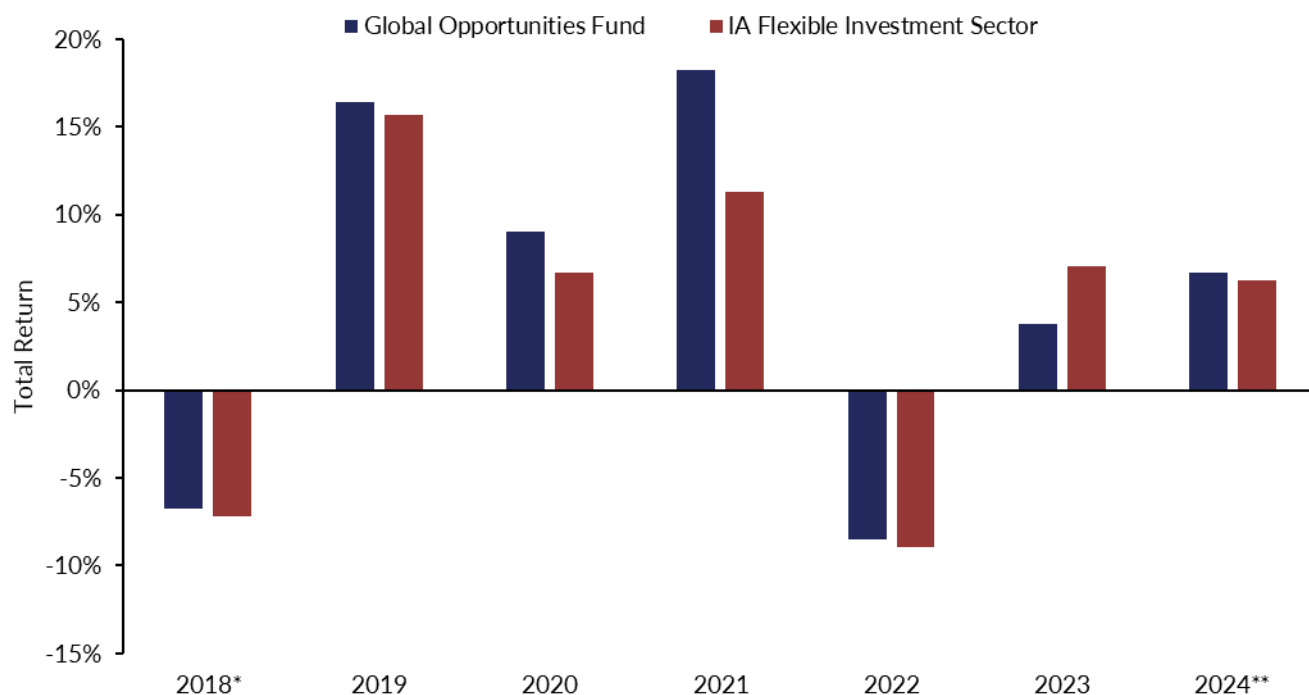
Source: FE fundinfo and internal 31/03/2024 to 30/06/2024, must be held for entire period and uses month end weighting (text). FE fundinfo, 31/03/2024 to 30/06/2024 (chart).

SINCE LAUNCH FUND PERFORMANCE

Cumulative performance

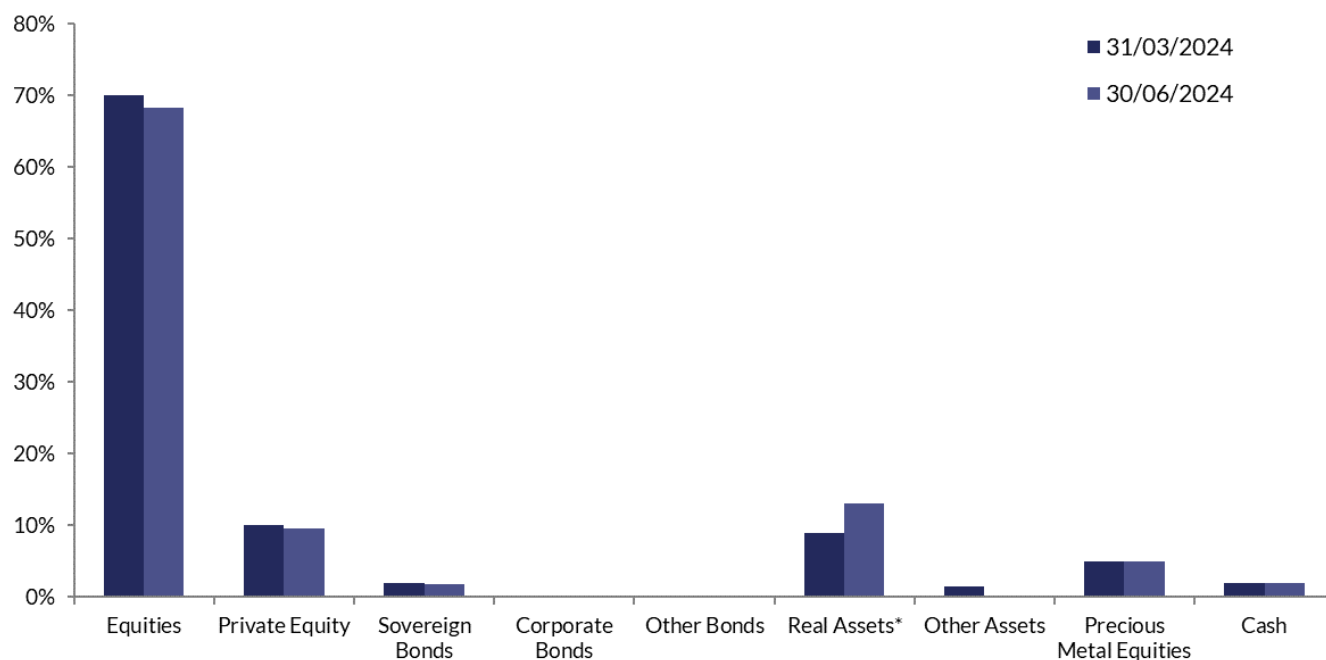


Discrete calendar year performance



Source: FE fundinfo, 18/09/2018 to 30/06/2024 (top). *From launch on 18/09/2018, **to 30/06/2024 (bottom).

ACTIVITY



This chart calculates the asset breakdown on a look through basis of the underlying holdings, therefore there may be differences in the breakdown shown here and on page 7.

Purchases:

- Atrato Onsite Energy
- Downing Renewables & Infrastructure Trust
- TR Property Investment Trust

Disposals:

- Hipgnosis Songs

Summary:

- Hipgnosis Songs was sold following a bidding war between Blackstone and Concord, which significantly boosted the share price following a challenging couple of years for the music royalty trust.
- Purchases were focused on the infrastructure and property sectors. Within property, we introduced TR Property, a diversified trust that owns listed property companies which are currently trading on steep discounts to their net asset values. In addition, TR property itself trades on a discount, offering a 'double-discount' way to access the sector. The fund has an excellent long term track record and we rate the manager highly.
- Within infrastructure, Atrato Onsite Energy and Downing Renewables Infrastructure Trust were introduced. Both are relatively small investment trusts which have seen their discounts widen purely due to liquidity. The underlying portfolios are very attractive and are performing well. Both offer high starting yields, but also the possibility of much stronger returns driven by corporate activity.

Source: Internal, 30/06/2024, *including Precious Metal Bullion.

HOLDINGS

Equities 84%

Aberforth Split Level Income
Aberforth UK Small Companies
Arcus Japan
Artemis UK Select
Augmentum Fintech
BlueBox Global Technology
Chikara Indian Subcontinent
Chrysalis Investments
CIM Dividend Income
Fiera Atlas Global Companies
Geiger Counter
Golden Prospect
ICG Enterprise Trust
M&G Japan Smaller Companies
Ninety One Global Gold
Nippon Active Value
Oakley Capital Investments
Odyssean Investment Trust
Pacific North of South EM Income Opportunities
Pantheon International
Polar Capital Biotechnology
Polar Capital Global Financial
Polar Capital Japan Value
Polar Capital UK Value Opportunities
Prusik Asian Equity Income (Unhedged)

River & Mercantile UK Micro Cap
Schroder Capital Global Innovation Trust
Slater Growth
Strategic Equity Capital
VT De Lisle America
VT Teviot UK Smaller Companies
WS Gresham House UK Multi Cap Income
WS Lightman European

Cash 1%

Real Assets 13%

Atrato Onsite Energy
Cordiant Digital Infrastructure
Digital 9 Infrastructure
Downing Renewables & Infrastructure Trust
Life Science REIT
Phoenix Spree Deutschland
Taylor Maritime
TR Property Investment Trust
Tufton Oceanic Assets

Bonds 2%

Allianz Index-Linked Gilt
Man GLG High Yield Opportunities

OUTLOOK

Our equities exposure is highly differentiated compared to passive index options and many other actively managed funds. We have little exposure to large cap US equities which trade on close to all-time high valuations and therefore offer close to all-time low prospective returns over the long-term. Instead, our exposure is focused on attractively valued portfolios managed by experienced, highly active fund managers able to take advantage of huge valuation dispersion to build portfolios with attractive return prospects without having to take on significant balance sheet or cyclical risks. Areas where we identify excellent opportunities include UK equities (across the market cap spectrum), which trade at historically low valuations. Japanese equities, where corporate governance improvements are helping to unlock the significant value in the market and with the potential benefits of the yen exposure (which is historically cheap vs other currencies) in weaker market conditions. Many areas of Asian and emerging market equities are also historically cheap, offering very high starting yields (6-8%) underpinning future return prospects.

Within government bonds, the shift higher in real yields from the deeply negative levels that have prevailed over the last decade means it's possible to harvest a positive return on these more defensive assets for the first time in years.

Our investment trust exposure is skewed towards deeply discounted alternative assets such as infrastructure, shipping, private equity and property where engagement and corporate events are key to realising value over the coming 12-18 months.

Source: Internal, 30/06/2024. Each fund has been allocated to an asset class for this breakdown, therefore there may be differences in the breakdown shown here and on the asset breakdown chart on page 6.

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IMPORTANT INFORMATION

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Please read the Prospectus and the relevant version of the Key Investor Information Document (“KIID”) which can be found on our website www.hawksmoorim.co.uk before making an investment. All information referred herein is at 30/06/2024 for the C Acc share class unless otherwise stated.

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