

STERLING ASSET MANAGEMENT FUND - DISTRIBUTING SHARE CLASS

Minimum disclosure document (fact sheet) as at 31 October 2018

Investment objectives & strategy

This Fund aims to achieve an increase in the value whilst suppressing volatility and risk, through a conservative allocation of assets between, primarily, international equities, fixed interest securities, and cash or money market instruments. Exposure to equities is limited to a maximum of 50% and exposure to fixed income securities is limited to a maximum of 70%. Exposure to currencies, other than base currency, after hedging, will not exceed 50%.

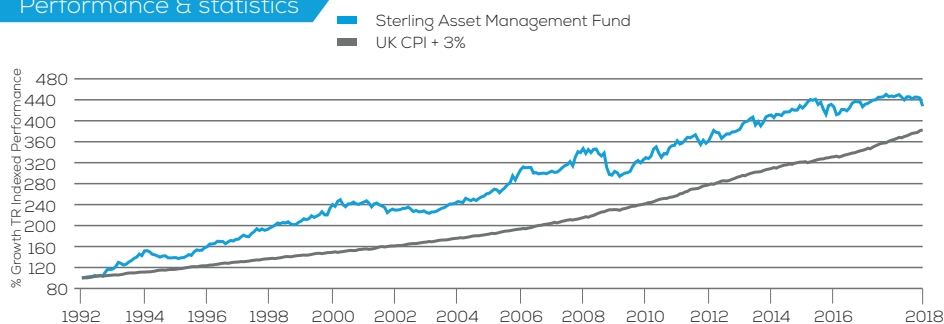
Investor profile

This Fund is suitable for an investor looking to achieve long-term growth of capital, accepting a low to moderate degree of risk.

Fund activity

- Global equity markets fall in a heap as continuing monetary policy normalization begins to weigh on sentiment.
- Technology sector was hit the hardest as investors took profits on those sectors which had run hardest. Vulnerable segments like emerging markets were also hit harder than developed markets.
- Markets worried about how late in the cycle this US economic expansion is, and hence, despite economic strength, these bouts of volatility are likely to continue.
- US 10 year Treasuries hit highest levels in seven years as economic strength underlines continued upside inflation risks and likely further US Federal Reserve (The Fed) rate hikes.
- After markets dropped we made decision to add to equity positions from our previous underweight, favouring increased exposure in US, where the earnings outlook remains better than most other regions.

Performance & statistics



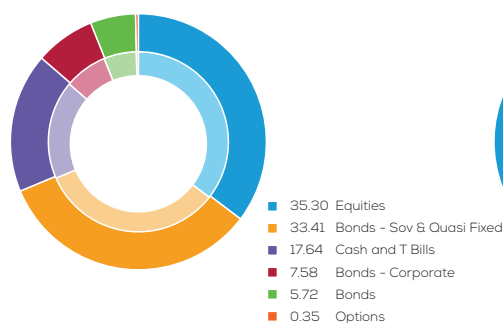
Annual average compound rate of return: **5.58%**

Source: Morningstar

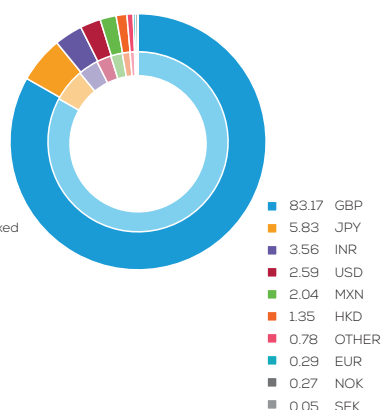
The investment performance is for illustrative purposes only and is calculated on a bid to bid basis and does not take any initial fees into account. Income is reinvested on the ex-dividend date. Actual performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Past performance is not necessarily an indication of future performance.*

Growth (%)	Fund	Benchmark	Fund statistics (Rolling 3 Yr)	Fund
YTD	-4.30	4.49	Standard deviation	4.26
1 Mth	-3.24	0.35	Sharpe ratio	-0.10
3 Mths	-3.62	1.52	Maximum gain	9.45
6 Mths	-3.75	3.04	Maximum drawdown	-4.77
1 Yr	-4.11	5.42	Drawdown recovery (mths)	0
3 Yrs	-0.03	16.15	Positive months	22
5 Yrs	5.32	24.54		
Since launch	327.87	277.54		

Asset allocation (%)



Currency weightings (%)



International

Key facts

Risk profile



General Information

Launch date	01/01/92
Fund size	£189.43m
Minimum investment	£10,000
Benchmark	UK CPI + 3%
Domicile	Jersey
Dealing	Daily
ISIN	JE00BGY6VY67
Sedol	BGY6VY6
Bloomberg ticker	ASHRSRD JY
Nav price	£2.6343
Yield	0.25%
Dividend policy	Distributing
Dividend Frequency	Bi-annually
Manager	Ashburton (Jersey) Limited
Investment manager	Ashburton (Jersey) Limited
Custodian	BNP Paribas Securities Services S.C.A., Jersey Branch
Reporting fund	Yes
ISA eligible	No
FCA recognised	No
Umbrella fund	Ashburton Replica Portfolio Limited

Fee Structure (%)

Annual Management fee	1.50%
Total Expense Ratio (TER)	1.82%
Transaction Charges	0.01%
Total Investment Charges	1.83%

Initial Charges are subject to prescribed minimums. Please refer to the Fund Prospectus.

Contact us

Client service: +44 (0)1534 512000
Email: enquiries@ashburton.com
Website: www.ashburtoninvestments.com
Or speak to your financial advisor.

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Monthly performance history (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Calendar year
2018	0.35	-1.06	-1.20	1.35	0.03	-0.90	0.75	0.00	-0.40	-3.24	-	-	-4.30
2017	0.35	0.72	0.72	0.07	1.16	0.04	0.18	1.03	-0.96	0.28	-0.31	0.50	3.83
2016	-3.51	0.41	2.04	0.00	-0.63	1.35	2.09	0.74	-0.14	0.01	-2.20	1.19	1.21
2015	1.18	1.52	1.07	-0.32	0.48	-2.30	0.93	-3.05	-2.27	4.09	0.54	-1.13	0.53
2014	-1.28	1.59	-0.13	-0.44	1.60	0.03	0.10	1.16	-0.46	0.10	1.96	-1.02	3.20

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Top 5 bond holdings (%)

	Sector	%
Fidelity Funds - Emerging Markets Debt	Other	5.72
Ashburton Investments SICAV - India Fixed Income Opportuniti	Ashburton Fund	3.24
United States Treasury Note/Bond 2.2500 31 Jul 2021	Sovereign & Quasi Fixed	2.86
United States Treasury Note/Bond 7.5000 15 Nov 2024	Sovereign & Quasi Fixed	2.81
United States Treasury Note/Bond 3.3750 15 Nov 2019	Sovereign & Quasi Fixed	2.75

Top 5 equity holdings (%)

	Sector	%
S&P500 EMINI FUT Dec18	Future	13.29
NIKKEI 225 (OSE) Dec18	Future	7.27
EURO STOXX 50 Dec18	Future	3.09
Fidelity Funds - America Fund	Other	3.07
Ashburton Emerging Markets Funds Ltd - Chindia Equity Fund	Ashburton Fund	2.79

Geographical weighting (%)

	ASIA	EMERGING MARKETS	EU	JPN	OTHER	UK	US
Bonds - Corporate	-	-	-	-	2.0	-	5.6
Options	-	-	0.3	-	-	0.1	-
Bonds - Sov & Quasi Fixed	-	-	8.7	-	3.0	3.2	18.5
Equities	4.6	1.0	3.5	7.3	0.8	0.4	17.6

Disclaimer

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Performance is based on the Ashburton Sterling Asset Management Fund PC, which merged into Ashburton Replica Portfolio Limited from Ashburton Global Funds PCC on 10 December 2013.

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*TERs are based on the 31/12/2017 calculations. The Total Expense Ratio (TER) is expressed as an annualised percentage of the charges, levies and fees incurred by the portfolio related to its management, for the period under review against the average NAV of the portfolio over this period. A higher TER does not necessarily imply a poor return, nor does a lower TER imply a good return. The current TER cannot be regarded as an indication of future TERs. A full detailed schedule of fees, charges and commissions is available from Ashburton on request and incentives may be paid and if so, would be included in the overall costs.

The value of investments and the income from them can go down as well as up, is not guaranteed, and you may not recover the amount of your original investment. Past performance should not be seen as an indication of future performance. Where investments involve exposure to a currency other than that in which it is denominated, changes in rates of exchange may cause the value of the investment to go up or down, consequently, investors may receive an amount greater or less than their original investment. For the most up to date prices, performance information, Prospectus and Key Information Document, visit www.ashburtoninvestments.com