

High-conviction strategy designed to deliver attractive returns with lower volatility

Our Boston-based fund managers - Brad Weafer, Tim Farina and Tim Robinson - invest in a high-conviction portfolio of quality, well-managed US businesses that are already making a healthy profit and paying stable or growing dividends.

They use rigorous fundamental analysis to identify key attributes including stable demand for market-leading products, recurring revenue, pricing power and a conservative balance sheet.

The team will only invest in companies that have strong growth prospects, with a forecast internal rate of return in the mid-teens being the required minimum.

The resulting portfolio of 25 to 40 outstanding companies is designed to reward investors with above-average performance over an investment cycle.

At the same time, the team's long-term, low-turnover approach has provided superior downside protection and lower risk compared to many other actively managed US equity funds.

MANAGED BY



Brad Weafer



Tim Farina



Tim Robinson

Morningstar Rating



Lipper Rating

5

Preservation

Why US Multi-Cap Income now?

- In uncertain markets, a portfolio of profitable, durable and well-managed businesses provides important defensive qualities.
- Strong downside protection should help to safeguard investors' capital if volatility continues.
- Our highly experienced investment team, with skin in the game, have the skill and experience to successfully navigate choppy waters.

Cumulative Performance (to 31/10/2022)	1 Year		3 Years		5 Years		Since Mgr App 01/07/2016	
	%	Rank	%	Rank	%	Rank	%	Rank
US Multi-Cap Income P Inc	3.5	38	38.6	86	86.2	22	128.7	53
IA North America*	-2.3	149	42.7	138	72.5	127	122.1	114
Quartile Ranking		2		3		1		2

Discrete performance	01/11/17- 31/10/18	01/11/18- 31/10/19	01/11/19- 31/10/20	01/11/20- 31/10/21	01/11/21- 31/10/22
	% Chg	% Chg	% Chg	% Chg	% Chg
US Multi-Cap Income P Inc	10.6	21.4	11.1	20.6	3.5
IA North America*	8.7	11.3	10.3	32.5	-2.3

Data as at 31st October 2022. Source: Morningstar, NAV-NAV basis, net of fees and reinvestment of all dividends and capital gains. Past performance is not a reliable indicator of future performance. Values may go down as well as up and are not guaranteed. *The Fund is in the IA North America sector. You may want to assess the Fund's performance compared to the performance of this sector.

STOCK STORY: CME



CME is the dominant futures market exchange, accounting for around 90% of all futures trading.

Exchange businesses like this require few fixed assets and have network-based competitive advantages. As a result, they can achieve high returns for investors.

CME is unique in that regulators allow the company to own a clearing house, which means CME futures can only be traded on a CME exchange. This has given the business the pricing power to achieve its 65% to 70% EBITDA (earnings before interest, taxes, depreciation and amortisation) margins.

Our investment team believe CME's growth potential remains underappreciated. They expect trading activity to rise as market volatility increases due to central banks withdrawing quantitative easing. At the same time, they expect CME to attract new clients by launching new products and expanding into new markets. With few additional costs required to support this expansion, our investment team expect strong earnings growth.

"We hold a high-conviction portfolio of between 25 and 40 top-quality companies selected from around 4,000 US stocks. So, we're only investing in the 1% or so of companies we believe to be truly exceptional."

Brad Weafer,
Co-Manager,
US Multi-Cap Income

Risk Warnings

Capital is at risk. The value and income from investments can go down as well as up and are not guaranteed. An investor may get back significantly less than they invest. Past performance is not a reliable indicator of current or future performance and should not be the sole factor considered when selecting funds. Our funds invest for the long-term and may not be appropriate for investors who plan to take money out within five years. The fund will be exposed to stock markets and market conditions can change rapidly. Prices can move irrationally and be affected unpredictably by diverse factors, including political and economic events. The fund invests in other currencies. Changes in exchange rates will therefore affect the value of your investment. The fund invests mainly in North America therefore investments will be vulnerable to sentiment in that market which may strongly affect the value of the fund. In certain market conditions some assets may be less predictable than usual. This may make it harder to sell at a desired price and/or in a timely manner. All or part of the fees and expenses may be charged to the capital of the fund rather than being deducted from income. Future capital growth may be constrained as a result of this.

Regulatory Information

This material is for distribution to professional clients only and should not be distributed to or relied upon by any other persons. It's provided for general information purposes only and is not personal advice to anyone to invest in any fund or product. Information taken from trade and other sources is believed to be reliable, although we don't represent this as accurate or complete and it shouldn't be relied upon as such. Calls will be recorded for training and monitoring purposes.

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