



# VT Chelsea Managed Balanced Growth

June 2019

VT CHELSEA  
**Managed**  
FUNDS



The Chelsea research team (L to R): James Yardley, Senior Research Analyst; Darius McDermott, Managing Director; Juliet Schooling Latter, Research Director; Ryan Lightfoot-Brown, Senior Research Analyst

## Fund information

Launch date	5 <sup>th</sup> June 2017
Size	£20.83m
Number of holdings	33
Benchmark	IA Mixed Investment 40%–85% Shares
Share class & ISIN	VT Chelsea Managed Balanced Growth A Acc GBP GB00BF0NMX06
Initial charge	0%
Ongoing charges figure	1.21%

## Top 10 holdings

Man GLG UK Absolute Value	5.47%
JOHCM UK Dynamic	5.33%
Fidelity S&P 500 Index (GBP Hedged)	5.32%
Merian Global Equity Absolute Return Hedged	5.09%
Fidelity Global Special Situations	4.53%
Artemis Global Income	4.52%
Investec Global Special Situations	4.04%
Merian Chrysalis Investment Co Ltd	3.79%
Fundsmith Equity	3.75%
Franklin UK Managers' Focus	3.61%

## VT Chelsea Managed Balanced Growth

aims to produce capital growth over the long term<sup>†</sup>, but with lower volatility than global equities. The fund has a target weighting of between 50% and 70% in UK and overseas equities, although it may

also invest in assets including bonds, property, gold and targeted absolute return strategies. Exposure to assets will typically be via open-ended funds, investment trusts and exchange traded funds.

**Fund commentary** Markets remain obsessed with the ongoing trade war between the US and China. We take a longer-term view and are still broadly cautious because of current market valuations. We have however been finding interesting individual ideas, which have little connection to broader macro issues.

GS India Equity was our best performer over the period (+16.08%<sup>\*</sup>). It performed very well going into, and following the Indian election result in which incumbent Narendra Modi won a comprehensive victory. We added to our position following the exit polls and we continue to like India for the long term.

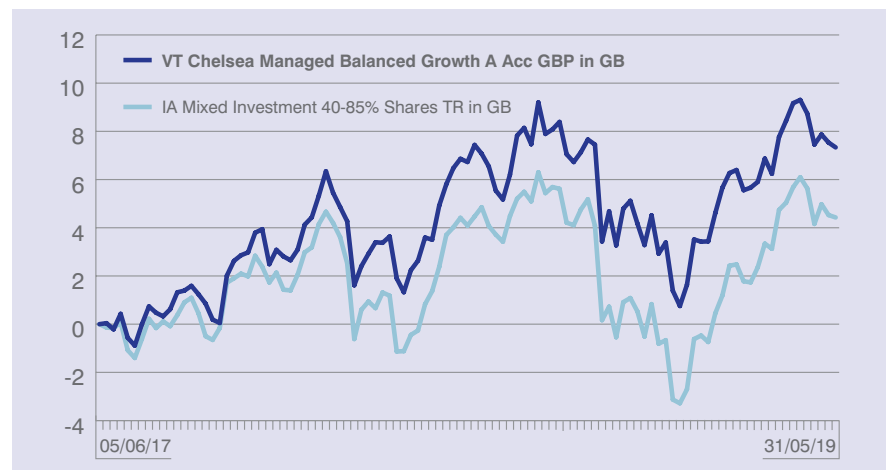
Merian Chrysalis is an investment trust which invests in fast-growing private companies which we invested in at IPO in November 2018 and recently topped up

at an attractive price. The trust is now up +17.5% since launch<sup>\*\*</sup>.

We have also made two new investments into renewable energy trusts. The Renewables Infrastructure Group and US Solar Fund. Both have performed well so far.

We have increased our UK equity weight a little with negative sentiment surrounding Brexit providing opportunities. We have also hedged some of our overseas currency exposure. Sterling has been weak and if there was some sort of Brexit resolution, sterling would probably rise strongly and this would depress the value of our holdings in overseas currencies. The fund will still benefit in the event sterling continues to fall but some of the risk of a sudden rise in sterling has now been mitigated.

## Performance since launch (%)<sup>\*</sup>



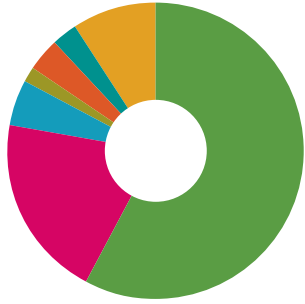
## Cumulative performance

	1 year	3 years	5 years	Since launch
Fund (%)	0.91	-	-	7.33
Benchmark (%)	0.46	-	-	4.43

## Calendar year performance

	YTD	2018	2017	2016
Fund (%)	5.97	-3.01	-	-
Benchmark (%)	7.79	-6.11	-	-

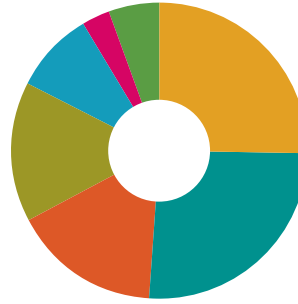
## Asset allocation (%)



Equity	57.93%
Targeted Absolute Return	20.02%
Fixed Interest	5.04%
Cash	1.67%
Property	3.43%
Gold and Silver	2.88%
Alternatives	9.04%
<b>Total</b>	<b>100.00%</b>

Data correct as at 31<sup>st</sup> May 2019. Figures may not add up to 100% due to rounding.

## Geographical equity allocation (%)



UK	25.48%
USA	25.64%
Asia Pacific ex Japan	16.36%
Europe ex UK	15.10%
Japan	8.93%
Emerging Markets ex Asia	3.17%
Other	5.31%
<b>Total</b>	<b>100.00%</b>

Data correct as at 31<sup>st</sup> May 2019. Figures may not add up to 100% due to rounding.

## Why invest in VT Chelsea Managed Funds?

- ✓ An easy portfolio. Invest in a range of assets globally with a single buy
- ✓ Chelsea's experienced research team looking after your investments
- ✓ Your portfolio will be adapted to take account of the prevailing market and economic climate
- ✓ You'll get exposure to some investments unearthed by our research team that might normally be hard for individual investors to buy
- ✓ We'll try to access the underlying funds in the cheapest way possible, including some share classes not available to individual investors

### Find out more



Visit [chelseafs.co.uk](http://chelseafs.co.uk)



Call us on 020 7384 7300



Post a completed application form



**CHELSEA**  
Investment Intelligence™

### Important notice

Chelsea Financial Services is authorised and regulated by the Financial Conduct Authority and offers an execution-only service. Past performance is not a reliable guide to future returns. The value of investments and income can fall as well as rise, so you could get back less than you invest. Chelsea do not provide investment advice so if you are unsure about the suitability of any investment you should seek advice. For full terms and conditions, visit [www.chelseafs.co.uk](http://www.chelseafs.co.uk).

All performance data is sourced from FE Analytics. Every effort is made to ensure the accuracy of any information provided but no assurances or warranties are given. Some performance differences between the fund and the sector average may arise because the fund performance is calculated at a different valuation point from the benchmark.

The VT Chelsea Managed Funds are for investors who prefer to make their own investment decisions, without personal advice.

Valu-Trac is the authorised corporate director (ACD) and investment manager of the VT Chelsea Managed Funds. Valu-Trac is authorised and regulated by the Financial Conduct Authority (FCA). Valu-Trac's FCA registration is 145168. Chelsea Financial Services is the investment adviser for the VT Chelsea Managed Funds.

**Chelsea Financial Services**, St James' Hall, Moore Park Road. London SW6 2JS