

# CFP SDL UK Buffettology Fund

Factsheet - August 2019

## Fund Information



### Fund Manager:

Keith Ashworth-Lord

### Number of Holdings:

34

### Launch Date:

28th March 2011

### Sector:

IA UK All Companies

### Fund Size:

£1.13 bn

### ACD:

Castlefield Fund Partners Limited

### Platform Availability:

Aegon, AJ Bell, Alliance Trust, AllFunds, Ascetric, Aviva, Elevate, CoFunds, Fidelity, FNZ, Hargreaves Lansdown, James Hay, Nucleus, Novia, Pershing, Old Mutual, Self Trade, Seven IM, Standard Life, Transact, Zurich

### Awards:



### Rating:



## Fund Objective and Strategy

The investment objective of the Fund is to seek to achieve an annual compounding rate of return over the long term, defined as 5-10 years, which is superior to the median performance of all of the funds forming the official peer group of which the Fund is part. 'Peer group' is defined as being the Investment Association sector to which the Fund has been allocated (currently being the UK All Companies Sector) or to which it may be allocated in future, as determined by that body. Investments will be made principally in UK equities with strong operating franchises and experienced management teams, applying the methodology of Business Perspective Investing.

Pricing Spread: Bid-Bid Data Frequency: Daily Currency: Pounds Sterling



A - CFP - SDL UK Buffettology General Inc TR in GB [234.22%]

B - IA UK All Companies TR in GB [84.90%]

28/03/2011 - 31/07/2019 Data from FE 1919

## Cumulative Performance (%)

|                        | 1 Mth   | 3 Mths  | 1 Yr   | 3 Yrs | 5 Yrs  | Since Launch |
|------------------------|---------|---------|--------|-------|--------|--------------|
| <b>UK Buffettology</b> | 0.40    | -1.08   | 5.14   | 61.91 | 114.08 | 234.22       |
| <b>Sector</b>          | 2.53    | 1.78    | -0.38  | 25.99 | 37.98  | 84.90        |
| <b>Rank</b>            | 234/262 | 213/262 | 28/259 | 2/246 | 1/232  | 2/214        |
| <b>Quartile</b>        | 4       | 4       | 1      | 1     | 1      | 1            |

## Discrete Performance (%)

|                        | 2019 YTD | 2018   | 2017   | 2016    | 2015  | 2014   |
|------------------------|----------|--------|--------|---------|-------|--------|
| <b>UK Buffettology</b> | 14.18    | 0.37   | 25.60  | 11.85   | 27.86 | 1.78   |
| <b>Sector</b>          | 15.92    | -11.19 | 13.99  | 10.82   | 4.86  | 0.64   |
| <b>Rank</b>            | 179/261  | 3/255  | 15/248 | 117/242 | 1/233 | 86/230 |
| <b>Quartile</b>        | 3        | 1      | 1      | 2       | 1     | 2      |

## Discrete Year to Quarter End Performance (%)

|                        | Q2 2018 | Q2 2017 | Q2 2016 | Q2 2015 | Q2 2014 |
|------------------------|---------|---------|---------|---------|---------|
|                        | Q2 2019 | Q2 2018 | Q2 2017 | Q2 2016 | Q2 2015 |
| <b>UK Buffettology</b> | 7.30    | 24.39   | 28.81   | 6.97    | 13.60   |

## Share Class Information

| Share Class                 | Min. Investment | Initial Charge | Investment Adviser Fee | Ongoing Charge | Payment Dates       | ISA Eligible | ISIN         | CITI CODE | BLOOMBERG  | MEXID  |
|-----------------------------|-----------------|----------------|------------------------|----------------|---------------------|--------------|--------------|-----------|------------|--------|
| <b>General</b>              | £500            | 0%             | 1.0%                   | 1.19%          | 30th Apr & 31st Oct | Yes          | GB00BKJ9C676 | K6LW      | PRESINI:LN | BDAADV |
| <b>General Accumulation</b> | £500            | 0%             | 1.0%                   | 1.19%          | 30th Apr & 31st Oct | Yes          | GB00BFOLDZ31 | 05M6      | CSUKBIA:LN | CFSMC  |

\*Holdings within other share classes of the Fund previously active were converted to the 'General Income Class' reflected within the document as of 1st July 2019. Source: Financial Express as at 31/07/2019.

**Past Performance is not a guide to future performance.**

Investment in the fund carries the risk of potential loss of capital.

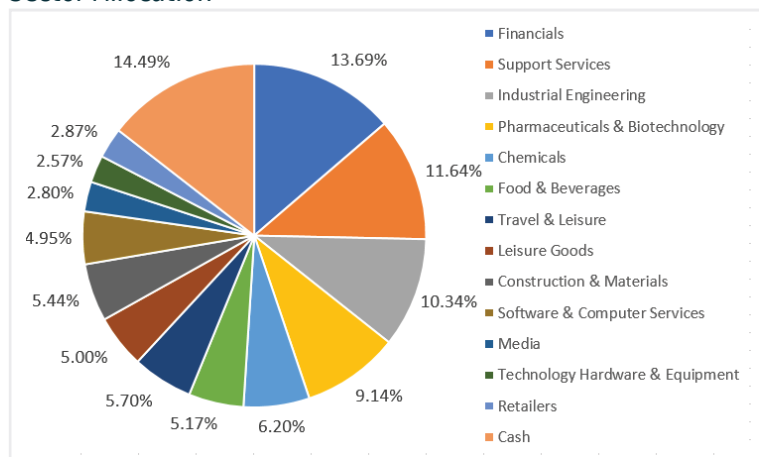
## Fund Commentary

In July, the Income (I) Class rose by 0.4% from 319.97p to 321.25p. By comparison, the UK stock market gained 1.9%. We had 16 risers, led by the London Stock Exchange, up 18.2%, on news late in the month that it was in talks to acquire Refinitiv from private equity (subsequently consummated). This bolsters what is nowadays the mainstay of the LSE business, namely global financial markets information and infrastructure, positioning it as the clear competitor to Bloomberg in this space. The second largest gainer was MJ Gleeson, up by 14.9%, on a reassuring trading update that steadied nerves after the departure of the previous CEO. Restaurant Group's share price recovered by 14.5%, whilst NCC (+12.4%) and Liontrust (+12.0%) were the other double-digit risers on favourable reaction to results. Among the 17 fallers, the major casualty was A.G. Barr, down by 26.3%. You have to go back a long way to find a profit warning from Barr as serious as this one. Management blamed the impact of poor weather on IrnBru sales in Scotland and the North of England, formulation issues with Rubicon fruit juices and a challenging market for Rockstar energy drinks. Needless to say, this was a bit of a shock for what has always been a steady compounder. Meanwhile, Trifast dropped 12.9% on an unusually cautious trading outlook update and Games Workshop retreated by 10.3% on profit taking after its spectacular run up.

Net inflows for June were £55.2m and AUM at the month-end £1,134m. Investment activity resulted in £50.5m being invested, mainly to top up existing holdings. However, I have started to establish a holding in what is our 34<sup>th</sup> current investment. Being positioned at the smaller end of the market cap spectrum, I expect that this process may take a little time. Until then, I shall decline from revealing its identity.

In a broader commentary on the composition of the portfolio at present, I want to make three points. The first is that three of our 34 holdings are micro-caps, i.e. below £100m market capitalisation. Taken in aggregate, these account for just 1.4% of net asset value; around half the size of a typical holding. This is a reflection of the growth in the size of the Fund as I have mentioned before. The second dispels the myth that UK Buffettology overly relies on small or mid-cap companies for its performance. In the attribution analysis, the top ten contributors to the Fund's total return since launch now include four FTSE100 constituent companies. The third is a recent liquidity analysis undertaken by our ACD, Castlefield Fund Partners. In terms of windows, this suggests that approximately 53% of the Fund could be liquidated within 7 days, 76% within 30 days, 95% within 90 days and 100% in 365 days. Obviously this is topical in light of events elsewhere in fund management.

## Sector Allocation



## Top Ten Holdings

|     |                            |       |
|-----|----------------------------|-------|
| 1.  | AB Dynamics                | 5.49% |
| 2.  | Games Workshop             | 5.00% |
| 3.  | Liontrust Asset Management | 3.57% |
| 4.  | RWS Holdings               | 3.52% |
| 5.  | Bioventix                  | 3.37% |
| 6.  | Dechra Pharmaceuticals     | 3.07% |
| 7.  | London Stock Exchange      | 3.06% |
| 8.  | Experian                   | 2.98% |
| 9.  | Diageo                     | 2.97% |
| 10. | Next                       | 2.87% |

## Fund Manager

### Keith Ashworth-Lord, Investment Director & Fund Manager, Sanford DeLand

The fund manager has over 30 years of equity market experience and is a seasoned practitioner of 'Business Perspective Investing' as championed by Ben Graham and Warren Buffett. Prior to founding Sanford DeLand Asset Management, Keith worked with a variety of stockbroking, fund management and private investor clients. Keith is a graduate of Natural Sciences with a Masters in Management Studies and is a Chartered Fellow of the Chartered Institute of Securities & Investment. In 2017, Keith was conferred with Alpha Manager status by FE Trustnet.

## Contact Information

### Castlefield Fund Partners

111 Piccadilly, Manchester, M1 2HY

**Dealing Information:** 0345 026 4284

**General Enquiries:** 0161 233 4890

**E:** [castlefield@matlandgroup.co.uk](mailto:castlefield@matlandgroup.co.uk)

**W:** [www.castlefield.com](http://www.castlefield.com)

## Important Information

This document provides information about the CFP SDL UK Buffettology Fund (the Fund). Castlefield Fund Partners Limited (CFP) is the Authorised Corporate Director (ACD) of the Fund and Castlefield Investment Partners LLP (CIP) is the appointed Investment Adviser. Both CFP and CIP are authorised and regulated by the Financial Conduct Authority. Keith Ashworth-Lord, a director of Sanford DeLand Asset Management Limited (SDL), is an Approved Person of CIP for the purposes of acting as the lead day-to-day manager of the Fund. SDL is an Appointed Representative of CIP. This document does not constitute or form part of and should not be construed as, an initiation to buy or sell shares in the Fund and neither this document nor anything contained or referred to in it shall form the basis of, or be relied on in connection with, any offer or commitment whatsoever. The value of shares and the income generated from them can fall as well as rise and are not guaranteed. Investors may not get back the amount originally subscribed. Equity investments should always be considered as long term. Investors should not purchase shares in the Fund except on the basis of information contained in the Fund's Prospectus. We recommend that investors who are not professional investors should contact their professional adviser. The Fund's Prospectus and Key Investor Information Document (KIID) are available from [www.castlefield.com](http://www.castlefield.com) or direct from Castlefield.

