

OBJECTIVE

The objective is to provide capital growth, with the potential for income, over any 3-year period.

KEY FACTS

Fund Manager	GWA Asset Management Limited
Comparator	IA Mixed Investment 0-35% Shares
Fund Size	£107,052,127
Launch Date	19 June 2023
Share Class	MGTS Qualis Defensive I Acc
ISIN	GB00BQ66LH78
OCF	0.98%

MARKET COMMENTARY

Cautious investors enjoyed a positive August as equity markets collapsed in the face of concerns regarding a bifurcated global monetary policy.

High quality government bonds offered a negatively correlated return to falling equity prices, proving that fundamental asset class diversification has perhaps returned. The US 10 Year Treasury yield began August at 3.982%, fell to 3.804% by the 23rd and then rallying to 3.908% at month end.

We continued to slowly build duration within the fund, focusing upon the existing iShares 3-7 year Treasury Bond ETF, taking the allocation to 20% and funding this through the removal of the SEI GMF Liquid Alternative fund, due to extreme price movements at the start of the month.

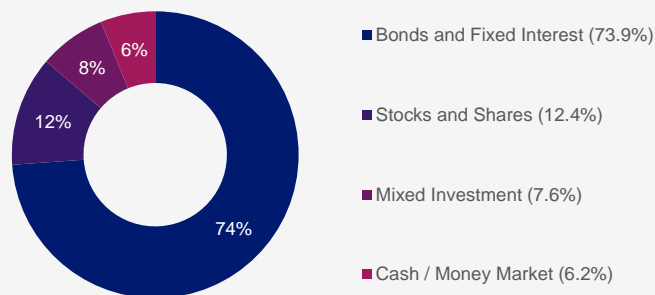
Our US fixed income exposure is entirely hedged to Sterling, in line with the same currency hedged employed within our sister MGTS Qualis Growth fund. Whereas the UK economy continues to surprise to the upside, strengthening the pound, the US economy continues to weaken, with market participants demanding interest rate cuts, weakening the dollar.

The market is pricing in 100% certainty for a US interest rate cut in September, with the only discussion being the quantum. Our expectation is that the Federal Reserve will err on the side of caution with a 0.25% cut, although as ever this is entirely dependent upon economic data from now until the start of their next two-day meeting on the 17th of the month.

We remain consistently diversified, focussing upon volatility and our consistent positive performance through these periods to date. As ever, the MGTS Qualis Defensive fund will continue to offer a much needed "safe pair of hands" to complement equity market movements.

Andrew Alexander
Fund Manager

ASSET ALLOCATION



FULL PORTFOLIO HOLDINGS

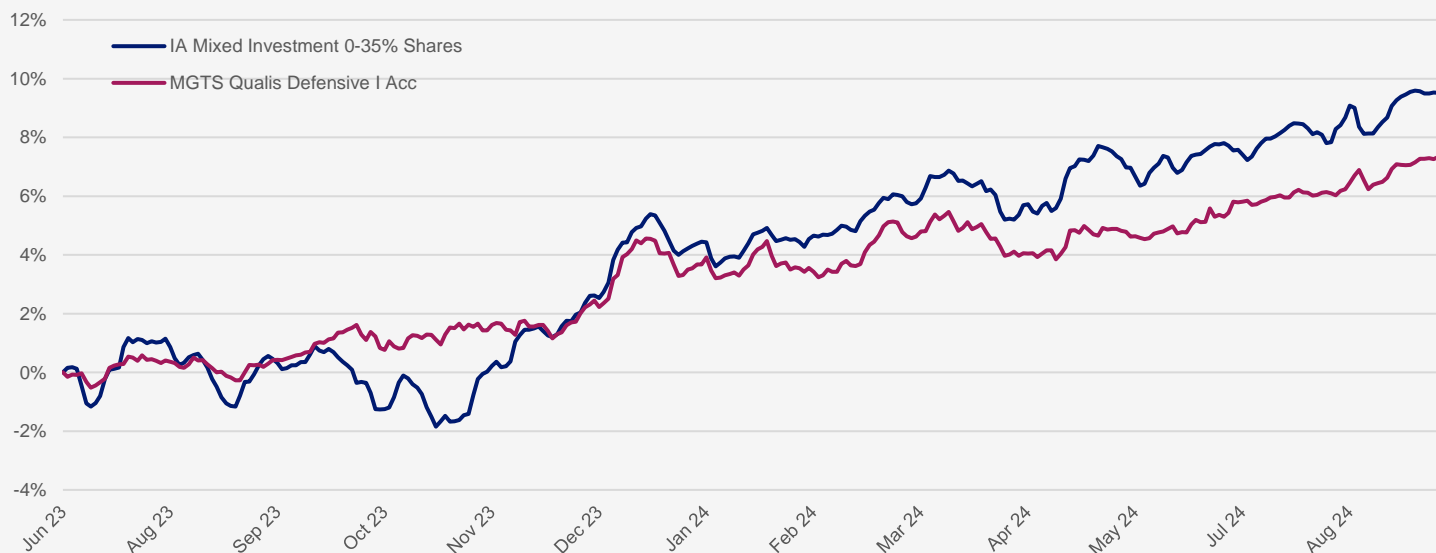
£ Strategic Bond	28.2%
Aegon Strategic Bond Fund GBP S Acc	10.1%
Man GLG Dynamic Income - IF H GBP Capitalisation	10.1%
L&G Dynamic Bond I Acc	5.1%
BlackRock Sustainable Sterling Strategic Bond Fund	2.5%
SVS RM Infrastructure Bond Fund F Class Acc	0.4%
Targeted Absolute Return	24.9%
TM Tellworth UK Select Fund - Class A Acc	7.6%
VT Argonaut Absolute Return Fund Class I GBP	7.4%
M&G Global Target Return Fund GBP L Acc	5.0%
Royal London Diversified ABS Fund Z Acc	4.9%
USD Government Bond	19.9%
iShares \$ Treasury Bond 3-7 Year ETF GBP Hedged	19.9%
£ Corporate Bond	9.4%
Man GLG Sterling Corporate Bond Fund Institutional	9.4%
UK Gilts	6.4%
iShares Core UK Gilts UCITS ETF GBP (Dist)	6.4%
Money Markets	5.0%
Royal London Short Term Money Market Y Acc	5.0%
Other Bond	5.0%
Nomura Funds Ireland Corporate Hybrid Bond Fund F	5.0%
Deposits	1.2%
GBP Cash	1.2%

PERFORMANCE

The IA (Investment Association) Mixed Investment 0-35% Shares Sector is used as the comparator. This is considered appropriate for investors to use when comparing performance as the sector is expected to have a similar risk profile to the Sub-fund. The sector is not constructed as an Index, therefore as funds enter or leave the sector composition can change, but it is considered that the sector remains a useful and relevant comparator for investors to assess performance within a relevant peer group.

Cumulative Performance	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years
MGTS Qualis Defensive I Acc	2.65	3.60	7.07	-	-	-
IA Mixed Investment 0-35% Shares	3.04	4.56	9.32	-1.01	6.48	28.73

Discrete Performance	YTD	2023	2022	2021	2020	2019
MGTS Qualis Defensive I Acc	2.75	-	-	-	-	-
IA Mixed Investment 0-35% Shares	4.03	6.06	-10.22	2.57	3.98	8.80



Source: Morningstar Direct as at 30 August 2024. Performance is bid to bid with income reinvested. Past Performance is no guarantee of future performance and investors may get back less than the original amount invested.

IMPORTANT INFORMATION

The authorised corporate director of the fund, Margetts Fund Management Ltd, is authorised and regulated by the Financial Conduct Authority. This document is produced by Margetts Fund Management Ltd on behalf of GWA Asset Management Ltd, solely for use by authorised and qualified professional financial advisers. Past Performance is no guarantee of future performance. The value of an investment and the income from it can fall as well as rise and investors may get back less than they invested. Quoted OCFs may include a subsidised AMC. Quoted yields are based on the previous 12 months distributions to investors and are not guaranteed. Future distributions may differ and will be subject to market factors. Risk factors should be taken into account and understood including (but not limited to) currency movements, market risk, liquidity risk, concentration risk, lack of certainty risk, inflation risk, performance risk, local market risk and credit risk. The information on this factsheet is intended to provide information only and should not be interpreted as advice. Margetts recommend that investors seek professional advice before making any investment to ensure that the product is suitable and can achieve their objectives. Investors should ensure that they have read and understood the Key Investor Information Document (KIID) and Supplementary Information Document (SID), which contain important information. A copy of these documents is available on the website or on request from Margetts Fund Management. Contact details are provided below. Margetts does not warrant that information will be error-free. There is no guarantee that the objective will be achieved and capital is at risk.