

VT Teviot UK Smaller Companies Fund

Monthly Fact Sheet – February 2021



Key Facts

Launch Date: 29.08.17	Fund Size: £99m	
Price at 26.02.21(12:00)	Accumulation 166.8328p	Income 157.5610p
Sedol	BF6X212	BF6X223
ISIN	GB00BF6X2124	GB00BF6X2231
Annual Management Fee	0.75%	
Ongoing Charges	0.84%	
Minimum Investment	£1,000	
Dilution Levy: (effective 1 March 2021)	Purchases: 1.40%	Redemptions: 1.08%
Dilution levy is updated monthly. For more information visit www.teviotpartners.com		

Summary Investment Objective

The objective of the fund is to achieve a total return (of growth and income, after fees) greater than the Numis Smaller Companies Index (including AIM but excluding Investment Companies).

Fund Attributes

- ❖ A value investment style
- ❖ Small unit size of investment confers a significant advantage in an illiquid asset class
- ❖ Broad and diverse investment universe
- ❖ Invest in circa 1 in 9 companies of the available universe
- ❖ Active Share 86%
- ❖ Bottom up driven with an asset allocation overview

Monthly Manager Commentary

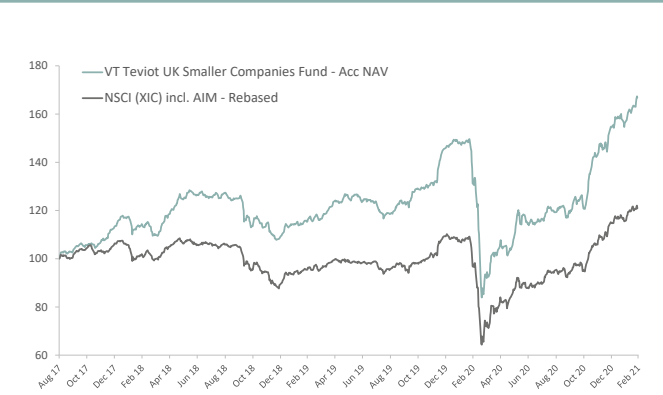
Markets fell precipitately in February 2020 as the global impact of the Covid pandemic pushed most economies into hibernation. A year on and the Markets are looking to recovery, aided by unprecedented economic stimulus. Many of the share prices hit hardest during the initial stage of the pandemic have been recovering sharply since October when the development of vaccines provided light at the end of the tunnel. As a style, value has rebounded over this period. Rising bond yields also point to recovery and policymakers will have to balance stunting the recovery by withdrawing stimulus too early versus the risk of stimulating inflation. Across many sectors, companies in our portfolio are recovering and dividends are beginning to be re-instated.

The largest contributor to returns was Eco-Animal Health. The company has a leading anti-biotic treatment which is exhibiting strong growth, notably from China. Less well appreciated is the potential value in its pipeline of vaccines that will be released over the coming years. Saga performed strongly as a recovery trade predicated on it being able to profitably deploy its two cruise ships and reverse the heavy losses of the last year.

The largest negative contributor to relative returns was a non-holding. Argo Blockchain has risen sixfold over two months on speculation linked to Bitcoin. The largest detractor in the portfolio was Spire Healthcare. The shares recovered strongly in late 2020 in anticipation of increased demand given extended NHS waiting lists. The gearing to profits should be significant when volumes come through but it maybe into the second half of 2021 before this is evident.

Cash at the month end was 3.7%

Performance



Returns (%)	1 m	3 m	6 m	1 Year	3 Years	Since Launch
The Fund	+6.8%	+16.7%	+39.8%	+27.1%	+46.4%	+66.8%
NSCI (XIC) incl. AIM	+4.6%	+14.2%	+26.6%	+24.9%	+19.4%	+20.9%

Yearly Discrete Returns (%) - To End Q4	2020	2019	2018
The Fund	+5.8%	+33.6%	-3.6%
NSCI (XIC) incl. AIM	+4.9%	+22.2%	-15.8%

Past performance is not necessarily a guide to future performance. Fund launched on 29 August 2017. Fund performance is illustrated by the Accumulation Share Class NAV. Discrete performance is updated on a calendar quarter basis and reflects all available discrete periods since launch.

How to Invest

Details of how to invest in the VT Teviot UK Smaller Companies Fund are available from our website: www.teviotpartners.com

Application forms and other supporting documents are also available at www.valu-trac.com/teviot
+44 (0)1343 880344

Platforms

AJ Bell
Allfunds
Aviva
Hargreaves Lansdown
Interactive Investor
Pershing
Transact
7IM

Authorised Corporate Director & Administrator

* Valu-Trac Administration Services
Orton, Moray, IV32 7QE
Tel: +44 (0)1343 880344
Fax: +44 (0)1343 880267
www.valu-trac.com

Teviot Partners LLP

46 Charlotte Square
Edinburgh EH2 4HQ
Tel: +44 (0)131 510 7280
info@teviotpartners.com
www.teviotpartners.com

VT Teviot UK Smaller Companies Fund

Top 10 Holdings as at 26/02/21

Holding	Sector	% of portfolio
1. De La Rue	Banknote & Authentication Solutions	3.3
2. Randall & Quilter	Non-Life Insurance	2.1
3. Drax Group	Electricity Provider	2.0
4. IG Design Group	Giftware Manufacturer & Designer	1.8
5. Jet2	Airline & Tour Operator	1.8
6. Studio Retail Group	Online Retail	1.8
7. TP ICAP	Inter-dealer Broker	1.8
8. Mears Group	Property Management & Maintenance	1.7
9. ECO Animal Health	Veterinary Pharmaceuticals	1.7
10. Cairn Energy	Oil Exploration & Production	1.7
Total		19.7

Market Cap Breakdown

	% of Portfolio	No. of Stocks
Above £1bn	13.9	11
£500m - £1bn	16.2	15
£250m - £500m	27.3	25
£100m - £250m	30.2	29
Below £100m	8.7	16
Cash	3.7	
Total	100.0	96

Listing

Listing	%
Main	63.5
Aim	32.8
Cash	3.7

Fund Managers



Andy Bamford

Andy has a 27-year track record of investing in UK smaller companies, running large and prestigious mandates.

He is a trained accountant who worked with General Accident and Edinburgh Fund Managers before joining Aberforth Partners in 2001 where he became a partner. Aberforth is a respected value investor and Andy had a successful 15-year career with the firm. Passionate about investing in small companies, Andy set up Teviot Partners in November 2016.



Barney Randle

Barney has a strong 3-year performance record managing the VT Teviot UK Smaller Companies Fund.

Prior to Teviot Partners, Barney spent over 20 years on the buy side on UK Small Caps, advising investors and corporates, working for a variety of investment banks including Merrill Lynch and JP Morgan. He earned a strong reputation for original and rigorous investment analysis, with a non-consensual approach.

Important Information / Risk Warnings

This fund invests in smaller companies and carries a higher degree of risk than funds investing in larger companies. The shares of smaller companies may be less liquid and their performance more volatile over shorter time periods. The fund can also invest in smaller companies listed on the Alternative Investment Market (AIM) which also carry the risk described above.

This document is provided for general information purposes only and should not be interpreted as investment advice. It is not a personal recommendation and it should not be regarded as a solicitation or an offer to buy or sell any securities or instruments mentioned in it. We recommend retail investors seek the services of a Financial Adviser. Full details of the VT Teviot UK Smaller Companies Fund (the "Fund"), including risk warnings are published in the Key Investor Information document and Prospectus all available from www.valu-trac.com/teviot. The Fund is subject to normal stock market fluctuations and other risks inherent in such investments.

The information contained in this document has been obtained from sources that Teviot Partners LLP ("TP") considers to be reliable. However, TP cannot guarantee the accuracy or completeness of the information provided, and therefore no investment decision should be based solely on this data. Past performance is not a guide to future performance. This document is issued by TP, authorised and regulated by the Financial Conduct Authority (FCA), registration number 766508.

Valu-Trac Administration Services are the Authorised Corporate Director of this fund. * Valu-Trac Administration Services is a trading name of Valu-Trac Investment Management Limited. Registered in England No. 2428648. Authorised and regulated by the Financial Conduct Authority (FCA), registration number 145168.