

Investment Objective

The Unicorn UK Income Fund aims to provide an income by investing in UK companies. UK companies are defined as those which are incorporated or domiciled in the UK, or have a significant part of their operations in the UK.

Investment Policy/Strategy

The Fund may also invest, at its discretion, in other transferable securities and deposits and cash. The Fund may also enter into certain derivative and forward transactions for hedging purposes.

The Fund invests at least 80% in UK companies which are quoted companies with a bias towards small and medium sized companies (those with a market value of less than £4 billion). Some of the companies in which the Fund invests may be quoted on AIM. AIM is the London Stock Exchange's international market for smaller, growing companies.

Managers

Fraser Mackersie

Simon Moon

Fund Commentary

The UK Income Fund recorded a total return of +2.5% in August, compared to an average total return of +2.7% from the IA UK Equity Income sector over the same period.

The principal contributor during the month was Brewin Dolphin, which added +0.5% to overall Fund performance. Brewin Dolphin's share price rose despite an absence of company news. Hill & Smith was the second largest contributor, adding +0.3% in Fund performance terms. Hill & Smith released strong results for its six month period ended 30 June 2021. Recovery was driven by improved trading across all divisions. Consequently, group profit for the full year is now expected to be slightly higher than previous market forecasts.

The principal detractor during the month was Phoenix Group, which cost -0.2% in Fund performance terms. Phoenix, a life insurance business, released interim results which were broadly in line with market expectations. Cash generation was particularly strong, however, underlying operating profits were modestly below expectations due to weaker demand for Bulk Purchase Annuities. Management remain confident in the outlook for the full year.

Unicorn Asset Management Limited (Unicorn) is an independent, specialist fund management group, established in July 2000.

Unicorn focuses on long term, long only, investment in UK quoted companies and aims to achieve superior absolute returns through the application of traditional, fundamental principles of investment.



ALPHA MANAGER 2021
Fraser Mackersie



FE INVESTMENTS APPROVED ✓



FE fundinfo Crown Fund Rating



Cumulative Performance

	YTD	1 Year	3 Year	5 Year	10 Year
UK Income (B -Shares)	14.7 %	31.8 %	18.3 %	40.6 %	176.7 %
Rank	55/85	38/83	11/81	10/75	4/65
Sector Average	16.2 %	31.3 %	10.6 %	27.1 %	118.4 %

Source: Financial Express (Using bid to bid market value, total return)

Discrete Performance

	2020	2019	2018	2017	2016
UK Income (B -Shares)	-11.8 %	31.3 %	-15.3 %	21.4 %	0.5 %
Rank	44/83	3/83	72/81	4/76	70/74
Sector Average	-10.7 %	20.1 %	-10.5 %	11.3 %	8.8 %

Source: Financial Express (Using bid to bid market value, total return)

Past Performance - 10 Years



Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and investors may not get back the full amount of their original investment.

Top 10 Holdings	
Londonmetric Property	5.1%
Phoenix Holdings	5.0%
Brewin Dolphin Holdings	4.9%
Telecom Plus	4.2%
Polar Capital Holdings	4.2%
Sabre Insurance	3.9%
Primary Health Properties	3.8%
Vesuvius	3.7%
FDM Holdings	3.1%
Numis	3.0%
Total	40.9%

Top 10 Sectors	
Financial Services	17.3%
Engineering	12.7%
Property	12.2%
Insurance	10.6%
Building & Construction	9.3%
Cash	7.1%
Software & Computer Services	5.0%
Consumer Retail	4.5%
Communications	4.2%
Logistics & Transportation	3.5%
Total	86.4%

Fund Facts	
Fund Managers	Fraser Mackersie Simon Moon
Fund Size	£527 m
Launch Date	24 May 2004
Fund Sector	UK Equity Income
Number of Holdings	40
Pricing	10:00 Daily
ISAs/JISAs	Available
Dividend Dates	Ex-Div: 31/3, 30/6, 30/9, 31/12 Payment: 31/5, 31/8, 30/11, 28/2

Share Class Information			
	Retail 'A'	Institutional 'B'	Overseas 'O'
Initial Charge	5.50%	2.50%	5.50%
On Going Charge	1.56%	0.81%	1.56%
Historic Yield	3.39%	3.37%	3.39%
ISIN Code - Income	GB00B00Z1S94	GB00B00Z1R87	GB00BJTMQB29
- Accumulation	GB00B9XQFW49	GB00B9XQFY62	GB00BJTMQ909
Sedol Code - Income	B00Z1S9	B00Z1R8	BJTMQB2
- Accumulation	B9XQFW4	B9XQFY6	BJTMQ90
Bloomberg - Income	UNIINKA	UNIINKB	UNUKIOI
- Accumulation	UNIINAA	UNIINBA	UNUKIOA
MEX ID - Income	U2INA	U2INB	U2AAAG
- Accumulation	U2RTAC	U2RTAD	U2AAAB
Initial Investment	£2,500	£100,000	£10,000

Risk Ratios	1yr	3yr
Volatility	12.16	19.17
Alpha	7.46	2.46
Beta	0.74	0.96
Sharpe	2.41	0.13
Information Ratio	0.01	0.27

How to buy the Fund: The fund is available through a number of distributors including	
7IM	HL Vantage
Aegon	Hubwise
Alliance Trust	James Hay
Ascentric/Funds Direct	Novia
Aviva	Nucleus
Bestinvest	Pershing Nexus Funds
Charles Stanley Direct	Standard Life Fundzone
Cofunds	Transact
Fidelity Funds Network	Zurich
Standard Life Elevate	Old Mutual Wealth

All figures within this factsheet have been calculated with reference to 31 August 2021 with exception to the on going charge figure which is based on the annual accounts for the 12 months ended 30 September 2020

- Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and investors may not get back the full amount of their original investment
- Unicorn Asset Management do not give out investment advice, we recommend that you contact a financial advisor if you are unsure whether to invest
- Investors should also read the Prospectus and KIID document of the fund before making an investment
- Equities are subject to greater degrees of market risk than other types of investment, such as bonds or money market instruments. You should not invest unless you are prepared to accept a higher degree of risk
- Investing in smaller companies, including AIM companies, can carry greater risks than those usually associated with large capitalisation companies. Smaller companies are likely to be less established and may not have access to the financial resources available to their larger counterparts. The shares of smaller companies are relatively illiquid and under-researched.
- Taxation levels, benefits and reliefs may all vary depending on individual circumstances and are subject to change
- Opinions expressed in this factsheet are subject to change without notice.
- A key objective of the Fund is to provide income, therefore, some or all of the annual management charge is taken from capital rather than income. This can reduce the potential for capital growth.
- Unicorn Asset Management Limited are authorised and regulated by the Financial Conduct Authority.

Fact sheet issued by:

Unicorn Asset Management
Preacher's Court
The Charterhouse
Charterhouse Square
London
EC1M 6AU

Telephone: 020 7253 0889

Fax: 020 7251 4028

Email: info@unicornam.com

Website: www.unicornam.com

Dealing Helpline: 0345 026 4287