

Butterfield Multi-Asset Fund: Balanced GBP as at 29 October 2021

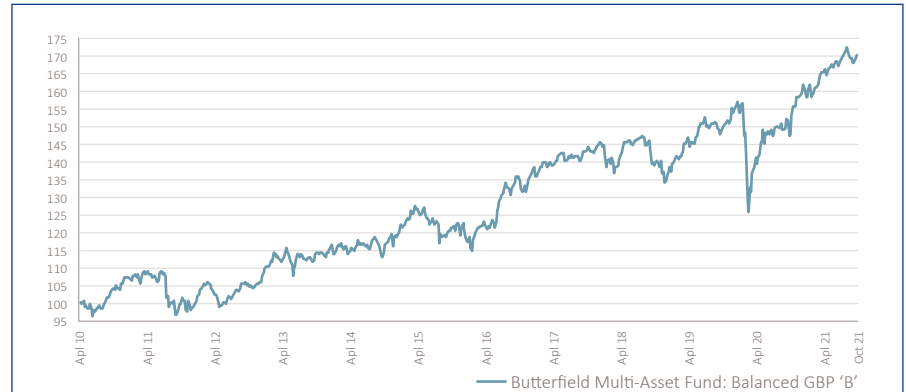
Objective

The Fund aims to provide investors with solid risk-adjusted returns over the medium to long term. It follows Butterfield's dynamically-managed flagship 'Balanced' strategy, maintaining a balance between capital preservation and long-term capital growth, through a diverse range of investment opportunities from around the world.

Performance summary

- The Fund "B" Class returned 0.39% in October, with the NAV ending the month at £1.7040.
- After a weak start, stocks regained momentum throughout October with many equity indices making new highs during the course of the month.
- US stocks were supported by a strong start to the Q3 earnings season, with more than 80% of companies beating earnings expectations, which helped to drive the S&P 500 to a new peak.
- Chinese indices also rebounded, in part thanks to progress in the beleaguered property sector.
- Fixed income markets were much bumpier. The combination of bottlenecks in the global supply chain and booming energy prices drove concerns around prolonged inflationary pressures.
- In commodities, natural gas prices jumped by 60% in a week, though moderated following comments from Russian President Vladimir Putin around his intention to increase gas supply to Europe.

Performance chart



October commentary

The fund increased by 0.39% during the month of October, bringing the year to date return to 6.83%.

Despite ongoing concerns regarding inflation and supply shortages, global equity markets offered positive returns in October. The FTSE 100 index, which tracks the largest companies in the UK, reached its highest level since before the pandemic, while the S&P 500 index in the US reached a new all-time high. Oil prices continued to rise, with the price of a Brent crude oil futures contract surpassing \$80 per barrel for the first time since 2018.

We recently held a call with the team at Artemis who manage one of the newer additions to the fund, the Artemis US Select Fund. Their style-agnostic strategy means they are able to exploit market opportunities regardless of the market cycle.

Artemis benefits from an experienced manager, supported by a well-resourced team who seek to identify mispriced companies for investment. The team mainly focus on companies with low indebtedness and long-term growth runways. This is overlaid by a disciplined investment framework that also looks to understand the downside risks.

In addition, Artemis actively engages with companies to ensure they follow best practice regarding any environmental, social and governance (ESG) risks. This ESG overlay is fully integrated within their investment framework.

The team's fundamentally driven analysis and stock selection process has led to consistently superior returns versus the S&P500 Total Return Index annualising at 16% since the strategy's inception in 2014. We are confident their disciplined investment approach will continue to deliver long-term risk-adjusted outperformance.

Total return to 29 October 2021	Since launch	5 years	3 years	1 year	YTD	3 months	1 month	3 years annualised	5 years annualised
Butterfield Multi-Asset Fund: Balanced GBP "B"	70.40%	26.46%	22.76%	15.53%	6.83%	0.90%	0.39%	7.07%	4.81%

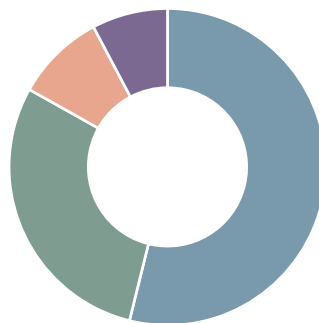
Discrete calendar year returns	2012	2013	2014	2015	2016	2017	2018	2019	2020
Butterfield Multi-Asset Fund: Balanced GBP "B"	7.00%	8.53%	3.48%	3.14%	11.16%	6.21%	-6.85%	14.52%	3.42%

Past performance is not necessarily a guide to the future performance and may not be repeated. Performance prior to 15/07/19 was in respect of the Diversified Opportunities Fund.

Key facts as at 29 October 2021

Investment manager and Custodian	Butterfield Bank (Guernsey) Limited
Administrator	Praxis Fund Services Limited
Domicile	Guernsey
Fund size	£18.33 million
Valuation	Weekly
Dealings	Friday
Available for sale	Channel Islands
Share class	Class A
Minimum investment	£10,000
Minimum additional	£1,000
NAV per share	£1.6339
Total Expense Ratio (TER)	1.50%
Bloomberg code	MCDIOPA GU
SEDOL	B4XSK75
ISIN	GG00B4XSK755
UK reporting status	Yes
Distributions	No
Share class	Class B
Minimum investment	£25,000
Minimum additional	£5,000
NAV per share	£1.7040
Total Expense Ratio (TER)	1.00%
Bloomberg code	MCDIOPB GU
SEDOL	B4Y9806
ISIN	GG00B4Y98063
UK reporting status	Yes
Distributions	No
Share class	Class C
Minimum investment	£100,000
Minimum additional	£10,000
NAV per share	£0.9928
Total Expense Ratio (TER)	0.50%
Bloomberg code	MCDIOPC GU
SEDOL	BNK8YL3
ISIN	GG00BNK8YL30
UK reporting status	Yes
Distributions	No

Asset allocation



Equities	53.86%
Bonds	29.27%
Alternatives	9.13%
Cash	7.74%

Top 10 holdings

iShares UK Gilts 0-5 years	8.62%
iShares Physical Gold ETC	5.58%
Loomis Sayles US Growth	4.97%
Findlay Park America	4.74%
JP Morgan US Value	4.65%
JO Hambro UK Growth	4.53%
iShares Core S&P 500	4.21%
Artemis US Select	4.18%
Liontrust Special Situations	3.93%
AXA Framlington UK	3.88%
Total Top 10	49.29%
14 other holdings	42.97%
Cash	7.74%
TOTAL	100.00%

Multi-Asset Fund team



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