



# BUY AND MAINTAIN FUND

31 December 2018

## FUND OBJECTIVE

The Fund seeks to generate a return for investors by investing primarily in a portfolio of debt securities

## FUND SUMMARY

- Actively managed to aim to deliver an attractive absolute return through a long-term low turnover investment approach
- Aims to add value principally through attractive credits, continually managed to reflect Insight's credit views
- Aims to avoid flaws of a market-weight based benchmark approach, such as limiting unwanted concentration or bias towards most indebted issuers
- Rigorous, disciplined investment process drawing on a large team of credit analysts

## SHARE CLASS PERFORMANCE



Source: Insight Investment and Rimes. Fund performance is shown for share class S £ Acc and is calculated as total return, including reinvested income, gross of fees and expenses. Gross of fees performance results do not reflect the deduction of charges, which will reduce investors' returns. Benchmark measure shown is for the iBoxx GBP Corporate & Collateralised ex-T1 & UT2, 1.5% issuer cap, 25% level 3 sector cap Index, which has been used as a comparator for performance purposes. Performance for periods over one year is annualised. Past performance is not a guide to future performance. The value of investments and any income from them will fluctuate and is not guaranteed (this may be partly due to exchange rate fluctuations). Investors may not get back the full amount invested.

## FUND MANAGER COMMENTS

In tandem with other risk assets, GBP credit spreads widened significantly over the quarter leaving them at levels last seen just after the UK/EU referendum. The risk-off environment also saw Gilt yields fall so overall market returns were broadly flat. The fund marginally underperformed the comparator index in this environment. Exposures to Intu Properties, RAC and senior secured bonds issued by British Airways parent IAG were the main detractors. Conversely, very low levels of exposure to tobacco and utility paper were beneficial for overall and relative performance. The portfolio established a new position in RAC, the better of the two UK roadside recovery operators, where we felt the spread was overcompensating for the risks to bondholders who further benefit from being senior creditors in a securitisation. We also bought attractive new issues from Anglian Water, Legal & General and Center Parcs. There were no sales for credit concerns over the quarter.

## FUND FACTS

**Fund size:** £2.2bn

**Inception date:** 6 June 2013

**Benchmark:** No benchmark

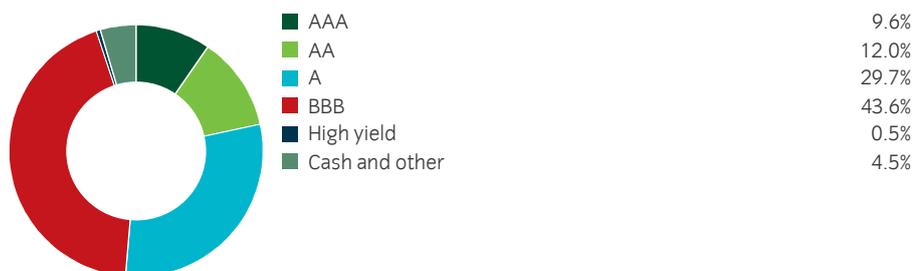
**Fund manager:** Adam Mossakowski

**Target return:** Absolute Return. Comparator used for performance purposes is the iBoxx GBP Corporate & Collateralised ex-T1 & UT2, 1.5% issuer cap, 25% level 3 sector cap Index.

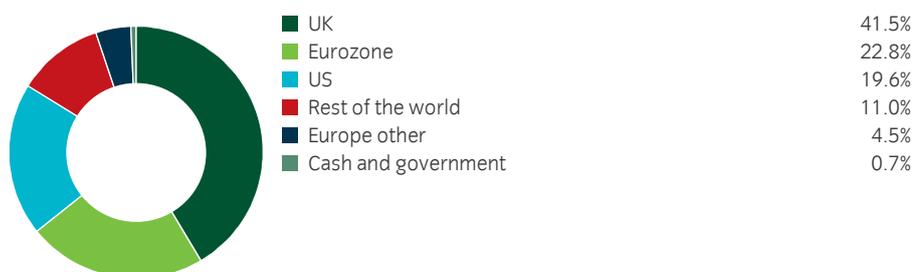
## FUND CHARACTERISTICS

	Fund
Yield (%)	2.88
Government spread (bp)	167
Spread over swaps (bp)	155
Modified duration (years)	8.1
Spread duration (years)	7.6

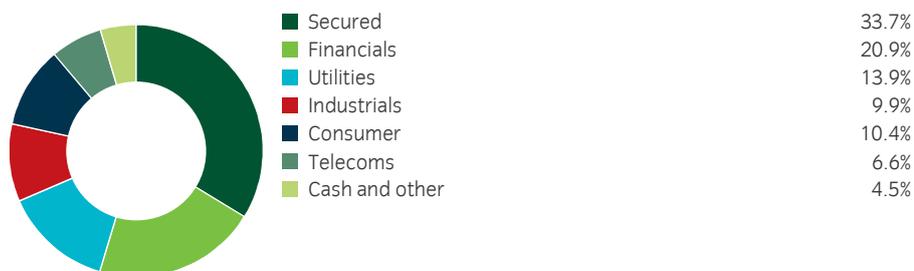
## CREDIT RATING



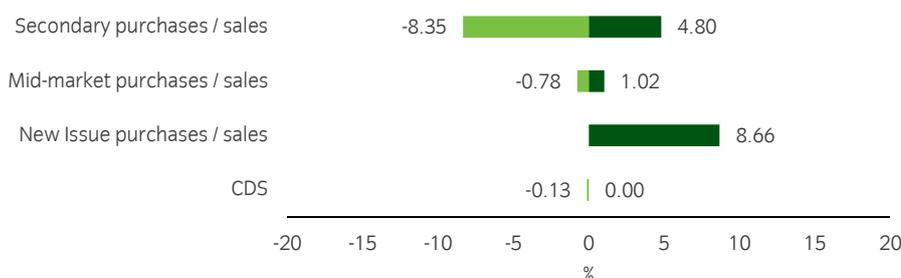
## GEOGRAPHY



## FUND ALLOCATION



## ANNUALISED TURNOVER (since inception)



## TECHNICAL DETAILS

**Legal structure:** Open Ended Investment Company (UCITS)

**Domicile:** Ireland

**Share class currencies:** Sterling

**Dealing frequency:** 8th, 15th, 22nd and last business day of the month, midday (Irish time)

**Settlement period:** T+3

**Pricing method:** Swinging single price

**Scheme:** Insight Global Funds II plc

**Depository:** Northern Trust Fiduciary Services (Ireland) Limited

**Administrator:** Northern Trust International Fund Administration Services (Ireland) Limited

**Ongoing charges:** 0.20% (represented by share class B Accumulation, other share classes are available)



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