

Fund Manager



Portfolio Manager: Philip Rodrgis
Managing UK equity strategies since 2006, Philip is a multi award winning manager. Honoured as an all-sector Morningstar ‘Outstanding Rising Talent’, Philip has been twice named as IW’s UK Small Cap Fund Manager of the Year.

Fund Objectives

To achieve capital growth over the medium term with an absolute focus on stock selection, unconstrained in its approach to building a high conviction portfolio of attractive risk vs return high conviction investments from across the UK equity market, with a likely predominance of small and micro sized companies. During periods with insufficient opportunities, unallocated capital will be preserved utilising the flexibility to invest in cash, beta hedging instruments and other asset classes.

FOR PROFESSIONAL INVESTORS ONLY

First Day of Trading
1 June 2020

Fund AUM
£28.5m
Raynar AUM
£79.3m

Custodian
EFG Bank (Luxembourg) S.A.
AIFM
Waystone Management
Company Luxembourg S.A.
Administrator
HSBC France,
Luxembourg Branch
Auditor
BDO Audit S.A. Luxembourg

Raynar Flagship Performance



	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Cal Return	Total Return
2020						4.4%	8.0%	9.2%	-3.4%	-0.5%	12.7%	15.0%	53.7%	
2021	1.7%	10.4%	6.0%	8.5%	3.5%	-3.0%	3.1%	3.3%	-7.0%	-0.7%	-7.0%	3.2%	22.4%	
2022	-8.5%	-8.3%	3.5%	-2.6%	-4.7%	-7.5%	3.3%	-2.3%	-3.5%	0.2%	0.1%	-1.7%	-28.4%	
2023	2.8%	0.4%	-3.3%	1.3%	-5.2%	0.0%	1.1%	-2.6%	-0.8%	-8.1%	7.3%	9.5%	1.1%	
2024	1.9%	-1.1%	4.1%	4.6%	6.5%	-3.4%							12.9%	53.8%

Past performance is not a reliable indicator of future performance. Table and chart shows the cumulative performance including dividends declared for Class F Distribution shares in GBP net of all fees and costs. Source: HSBC

The investment strategies described above are intended only for those persons who may be categorised as professional clients. Nothing herein should be construed as advice. RPM Holdings Limited is an Appointed Representative (FRN: 972964) of Thornbridge Investment Management LLP (FRN: 713859) which is authorised and regulated by the Financial Conduct Authority. Thornbridge is the Investment Manager of the Fund. Waystone is the Alternative Investment Fund Manager.

Top Ten Equities	Holding
hVIVO	4.0%
Just Retirement	3.4%
Funding Circle	3.2%
LSL Property Services	3.1%
Bank of Georgia	3.0%
Hunting Precision Engineering	2.9%
FRP Advisory	2.8%
IQE Semiconductor	2.8%
Restore Business Services	2.7%
Hochschild Mining	2.6%

Top Ten Investment Themes	Allocation
Tech – Software & Hardware	17.0%
Diversified Financial Services	15.9%
Diversified Business Services	15.8%
Consumer Retail and Leisure	11.9%
UK Housebuilding & Services	9.9%
Medical Technology & Services	9.6%
Excess High Conviction*	-8.8%
Utility Services	6.6%
Gold Mining & Services	6.2%
Energy Commodities & Tech	5.6%

Entering a New Era

Recently, the UK Smaller Companies sector has crossed the threshold into popularly-recognised bull market territory by rising more than 20% from its October 2023 nadir. Last month we expressed the view that the earlier-than-expected UK General Election represented a further positive catalyst. Polls predicted a Labour landslide, and, typing after the event, the polls were correct. Entering a new political era was still greeted positively on the day by the market, bolstering the sense of a refreshed optimism for the UK small cap sector.

As a bottom-up stock selection approach, macro-overlays do not drive the portfolio. However, with political change, some firms may be positively or negatively affected by new policies. The increasing exposure to the *UK Housebuilding & Services* sector reflects underlying fundamentals, but these trends stand to be bolstered by Labour’s commitment to unblock the planning system and increase the rate of housebuilding. **Vistry** is a prime beneficiary after canny management pivoted the firm entirely towards high-returning partnership housebuilding - a key channel for driving volume housebuilding. **Morgan Sindall** also operates in the space, as well as focus areas of infrastructure and building fit-out, where climate regulation is fuelling activity. Recovery in transaction volumes also benefit **LSL Property Services**. Conversely, North Sea gas and oil producer **Serica Energy** was exited given Labour’s apparent determination to cease new field development amid high taxes.

Stepping back, the smooth transition of government increasingly sets the UK apart on the world stage. In the US, the rising probability of a second Trump term heralds considerable policy volatility. Meanwhile, the snap French election carried significant implications for future European Union stability. Global investors looking for a reliably stable jurisdiction have every reason to evaluate the UK market in a new and positive light.

Raynar Flagship Share Classes	A Class Distribution	B Class Distribution
Inception Date	29th May 2020	24th August 2020
Minimum Initial Investment	£200,000	£5,000,000
Subscription	Daily, zero fee	Daily, zero fee
Redemption	Monthly, zero fee	Monthly, zero fee
Redemption Notice**	1 month	1 month
Annual Management Charge	1.00%	0.75%
Performance Fee	20%	20%
Hurdle Rate	5% annualised	10% annualised
High Water Mark	Yes – Lifetime	Yes – Lifetime
ISIN	LU2076760391	LU2203806885
Bloomberg Ticker	EFSRFGI LX	EFSRFBG LX
NAV at end of month	128.91	110.56

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**Redemptions processed last business day each month – instruction required before 3pm UK time on last business day of the prior month

Investment Themes are categorisations chosen by the portfolio manager which, in their opinion, best describes the predominant driver of the underlying investments. Investments may be re-categorised. *Represents negative cash balance arising from the utilisation of leverage to accommodate periods where there are excess high conviction investment ideas