



# NEWTON REAL RETURN FUND

## INVESTMENT MANAGER



Newton Investment Management:  
Newton follows a distinct global  
thematic investment approach and  
conducts extensive proprietary research.

## GENERAL INFORMATION

Total net assets (million)	£ 9,533.20
Historic yield (%)	2.92
IMA Sector	Targeted Absolute Return
Lipper sector	Lipper Global - Absolute Return GBP High
Fund type	ICVC
Fund domicile	UK
Fund manager	Iain Stewart
Alternate	James Harries
Base currency	GBP
Currencies available	GBP
Fund launch	01 Sep 1993
Distribution dates	28 Feb, 30 Sep

## STERLING INCOME A SHARES SHARE CLASS DETAILS

Inception date	30 Oct 2000
Min. initial investment	£ 1,000
Annual mgmt charge	1.50%
Ongoing charge	1.61%
ISIN	GB0001642635
Bloomberg	NEWINTA LN
Sedol	164263
Registered for sale in:	AT, ES, GB

## STERLING INCOME SHARES SHARE CLASS DETAILS

Inception date	01 Sep 1993
Min. initial investment	£ 20,000
Annual mgmt charge	1.00%
Ongoing charge	1.11%
ISIN	GB0006780323
Bloomberg	NEWITRI LN
Sedol	678032
Registered for sale in:	AT, DE, ES, GB

## DEALING

09:00 to 17:00 each business day  
Valuation point: 12:00 London time

## FUND STATISTICS - 3 YEARS

Annualised Sharpe Ratio	0.58
Annualised Standard Deviation	4.79

## FUND RATINGS



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## INVESTMENT OBJECTIVE

A total return comprised of long-term capital growth and income by investing in a broad multi-asset portfolio.

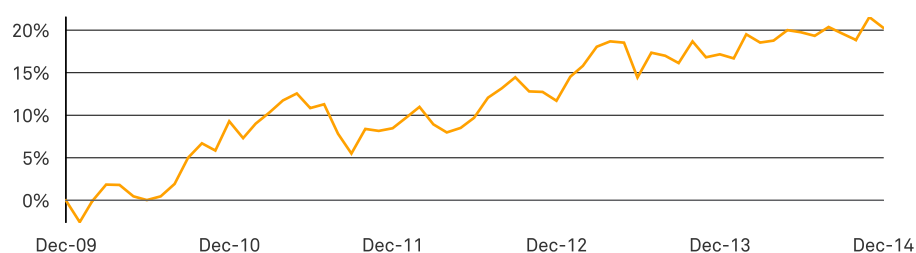
## PERFORMANCE AIM

The Fund aims to deliver a minimum return of cash (1 Month GBP LIBOR) +4% p.a. over 5 years before fees. In doing so, the Fund aims to achieve a positive return on a rolling 3 year basis. However, a positive return is not guaranteed and a capital loss may occur.

## PERFORMANCE DISCLOSURE

Past performance is not a guide to future performance. The value of investments and the income from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested. For a full list of risks applicable to this fund please refer to the Prospectus or the Key Investor Information Document (KIID).

## 5 YEAR CUMULATIVE PERFORMANCE (%)



20.28% Fund

## PERFORMANCE SUMMARY (%)

	Annualised						
	1M	3M	YTD	1YR	2YR	3YR	5YR
Sterling Income A Shares	-1.02	0.57	2.67	2.67	3.77	3.50	3.76
Sterling Income Shares	-1.00	0.66	3.08	3.08	4.18	3.92	4.18
Institutional Shares (Accumulation)	-1.00	0.67	3.13	3.13	4.24	3.98	4.23

	2010	2011	2012	2013	2014
Fund	9.29	-0.75	2.98	4.88	2.67

## ANNUAL PERFORMANCE TO LAST QUARTER END (%)

From	Dec 2009	Dec 2010	Dec 2011	Dec 2012	Dec 2013
To	Dec 2010	Dec 2011	Dec 2012	Dec 2013	Dec 2014
Fund	9.29	-0.75	2.98	4.88	2.67

Source for all performance: Lipper as at 31 December 2014. Performance is shown for Sterling Income A Shares unless otherwise stated. Total return including income net of UK tax, ongoing charge and performance fee (where applicable).

	Ongoing charge	ISIN	Sedol	Min. initial investment
Institutional Shares (Accumulation)	1.04%	GB00B0702P16	B0702P1	£ 250,000

TOTAL PORTFOLIO BREAKDOWN (%)	
<b>Equities</b>	58.8
Europe ex UK	24.9
North America	17.2
UK	10.7
Japan	2.9
Pacific Ex Japan	2.7
Others	0.5
<b>Risk offsetting positions - equities (Delta netted exposure)</b>	20.2
Index futures & options	20.2
<b>Bonds</b>	22.1
Govt Bonds	18.4
Corp Bonds	2.6
Index Linked Govt	1.2
<b>Convertibles</b>	2.2
<b>Cash and Cash Equivalents</b>	9.6
<b>Others</b>	7.2
Commodities	4.4
Infrastructure	2.0
Floating Rate Notes	0.8
Derivatives	0.0

Risk offsetting positions:

**Equity index futures and options**- Providing downside protection if equity markets sell-off.

**Currency positioning**- Long USD (We expect the USD to remain negatively correlated with risk assets.)

TOP 10 HOLDINGS (%)	
USA TREASURY NOTES 1.5% 31/08/2018 USD100	6.1
USA TREASURY NOTES 2.375% 15/08/2024 USD100	3.1
NOVARTIS AG CHF0.50 (REGD)	2.7
ETFS PHYSICAL GOLD 0% SECURED NOTE (USD)	2.6
BAYER AG NPV (REGD)	2.6
ROCHE HOLDINGS AG GENUSSSCHEINE NPV	2.5
ACCENTURE PLC CLS 'A' USD0.0000225	2.5
WOLTERS KLUWER NV EUR0.12	2.3
AUSTRALIA (COMMONWEALTH) 4.5% BDS 21/04/2033 AUD1000	2.3
MICROSOFT CORP COM STK USD0.0000125	2.2

EQUITY SECTOR BREAKDOWN (%)	
Pharmaceuticals & Biotechnology	11.7
Media	7.1
Mobile Telecommunications	6.1
Tobacco	4.4
Software & Computer Services	3.9
Chemicals	3.7
Oil & Gas Producers	3.4
Gas, Water & Multiutilities	3.2
Mining	2.8
Support Services	2.5
Fixed Line Telecommunications	2.1
Food & Drug Retailers	1.7
Construction and materials	1.5
Aerospace & Defense	1.1
Nonlife Insurance	1.0
Real Estate Investment Trusts	1.0
Electricity	0.6
Technology Hardware & Equipment	0.5
Electronic & Electrical Equipment	0.3
Banks	0.3

#### CORPORATE BOND PORTFOLIO BREAKDOWNS

RATING BREAKDOWN (%)	
AA	3.0
A	33.3
BBB	15.2
B	48.5
AVERAGE DURATION (IN YEARS)	
Inv Grade	9.7
High Yield	6.5

CORPORATE BOND SECTOR ALLOCATION (%)	
Telecoms / Utilities	81.8
Industrial	15.2
Government / Agency	3.0

Source: BNY Mellon Investment Management EMEA Limited

Portfolio holdings are subject to change at any time without notice, are for information purposes only and should not be construed as investment recommendations.

#### IMPORTANT INFORMATION

**The Fund may not be registered in all markets, please contact your local representative for further information.**

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