

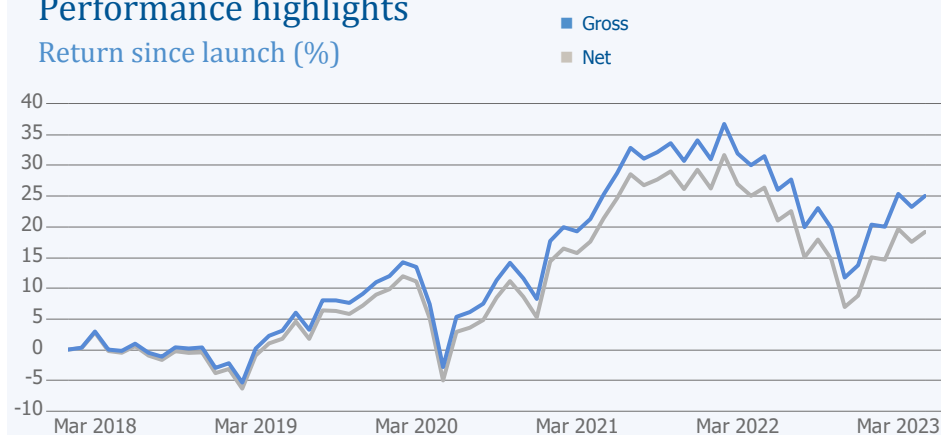
JOHCM Global Income Builder

Strategy overview

- The strategy aims to produce an attractive and persistent stream of income along with long term capital growth to preserve purchasing power from a balanced yet flexible, actively managed multi-asset portfolio comprising investments in equities and bonds.
- In contrast to siloed or top-down multi-asset strategies, this experienced team employs an integrated and bottom-up approach to investing across asset classes.
- The team follows a value philosophy that focuses first and foremost on aiming to avoid the permanent loss of capital by investing with a margin of safety.
- Environmental and social characteristics are promoted throughout the investment decision making process, please [click here](#) for further details.
- The strategy is not managed in reference to any benchmark index.

Performance highlights

Return since launch (%)



Return history

	1m	3m	1yr	3yr	5yr	10yr	SL	Annualised
Gross	1.45	4.17	-4.92	8.76	4.61	-	25.00	4.27
Net	1.38	3.96	-5.70	7.85	3.67	-	19.16	3.34

Past performance is no guarantee of future performance.

The value of an investment and the income from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested. Investing in companies in emerging markets involves higher risk than investing in established economies or securities markets. Emerging Markets may have less stable legal and political systems, which could affect the safe-keeping or value of assets. Source: JOHCM/Bloomberg. Gross and net composite performance, net income reinvested. Composite performance is based on the A GBP primary share class converted into USD. 3, 5 and 10 year and since launch performance is annualised. The composite was created on the 30 April 2018.

USD

Strategy details

Strategy size	USD 141.22m
Launch date	30 April 2018
Available as	Irish UCITS, Mutual Fund, Segregated Account

Total strategy assets updated quarterly and shown as at 31 March 2023.

Portfolio managers



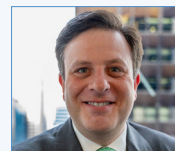
Giorgio Caputo Senior Fund Manager

Giorgio has managed the strategy since launch. He joined JOHCM in 2017 and has 26 years of industry experience.



Robert Hordon Senior Fund Manager

Robert has managed the strategy since launch. He joined JOHCM in 2017 and has 26 years of industry experience.



Adam Gittes Senior Fund Manager

Adam has managed the strategy since November 2020. Adam joined JOHCM in 2020 and has 23 years of experience.



Rémy Gicquel, CFA Fund Manager

Rémy has managed the strategy since January 2020. Rémy joined JOHCM in 2020 and has 23 years of experience.

Contact details

J O Hambro Capital Management Limited
Level 3
1 St James's Market
London SW1Y 4AH

+44 (0) 207 747 5662

Email clientservices@johcm.co.uk

www.johcm.com



Strategy analysis (%)

Data as at 31 March 2023

Characteristics

Equities		Fixed Income	
No. of holdings	62	No. of holdings	27
Median market cap	USD 39.10bn	Effective duration	3.83 years
Weighted average market cap	USD 147.56bn		

Credit quality (%*)

Fixed Income	
BBB and above	15.22
BB	6.12
B	2.71

Asset allocation (%*)

Equities		51.04
International Equities	27.96	
Europe (ex UK)	13.41	
Asia (ex Japan)	4.20	
UK	3.62	
Japan	0.99	
Other**	3.87	
US Equities	23.08	
Fixed Income		27.01
US Corporate Debt	23.91	
International Corporate Debt	3.10	
Gold Related Investments		3.12

Top 5 sectors (%*)

Equities	
Information Technology	10.34
Health Care	9.30
Real Estate	6.46
Consumer Staples	5.93
Energy	4.89
Fixed Income	
Communication Services	8.27
Industrials	4.62
Real Estate	4.40
Information Technology	3.61
Health Care	1.91

Top 10 holdings (%*)

Equities	
Novartis	1.76
Microsoft	1.58
SAP	1.57
Oracle	1.47
Terna	1.45
Unilever	1.40
Visa	1.39
Sanofi	1.36
VICI Properties	1.36
Danone	1.35
Fixed Income	
TripAdvisor 7.0% 15 Jul 25	2.03
WESCO Distribution 7.25% 15 Jun 28	1.94
Thomson Reuters 4.3% 23 Nov 23	1.61
Liberty Latin Amer 2% 15 Jul 24	1.60
American Tower 3.65% 15 Mar 28	1.52
JDE Peet's 0.8% 24 Sep 24	1.49
UnitedHealth 2.875% 15 Aug 30	1.47
Digital Realty 3.6% 01 Jul 30	1.45
Walt Disney 2.0% 01 Sep 30	1.39
Advantage Sales & Mkting 15 Nov 28	1.26

*As a percentage of the overall fund. **Other includes: North America (275.78 bps) and Emerging Asia (110.97 bps). Please note that due to rounding breakdown may not add to 100.00%. Source: JOHCM/FTSE International/Bloomberg.

Attribution (%) Data from 1 January 2023 to 31 March 2023

Stock attribution

Top contributors	Absolute
AMD	0.32
Nvidia	0.28
SAP	0.27
CRH	0.25
Microsoft	0.24
Top detractors	
Truist Financial	-0.25
Pfizer	-0.18
International Flavors & Fragrance	-0.17
Elevance Health	-0.16
Williams	-0.15

Source: JOHCM. Please note that due to rounding breakdown may not add to 100.00%. Stock holdings are subject to change at any time and are not recommendations to buy or sell any security. A list of all holdings during the period, corresponding performance contributions and attributions, and the calculation methodology is available upon request. Data based on a representative account.



Fund manager's commentary

- With notable exceptions in the financial services sector, stocks and bonds generally performed well in the first quarter of 2023 as interest rates fell.
- The collapse of Silicon Valley Bank towards the end of the quarter paradoxically had a net positive effect on global equities, as many investors concluded this could mark the end of the tightening cycle.
- While lower rates are helpful for valuations, disruptions within the banking sector represent a macroeconomic risk factor that needs to be taken seriously.

Global equities performed well in the first quarter as the crisis in the US banking sector, sparked by the failure of Silicon Valley Bank in March, led to meaningful declines in short-term and long-term interest rates. While the pressure on the global banking system weighed on financial services stocks in particular, stocks in other sectors, especially growth stocks, reacted positively to the rapid shift in the interest rate environment. Fixed income in general fared well, even as credit spreads widened somewhat in response to the macroeconomic turmoil.

The S&P 500 delivered 7.5% total return in the first quarter of 2023, as the growth sub-index (9.6%) outperformed the value sub-index (5.2%). Developed markets outside the United States also trended up, with the MSCI EAFE Index returning 8.5%. The MSCI Emerging Markets Index posted a 4.0% return for the quarter, with the largest country allocation, China, an important driver of the positive result. The MSCI China Index advanced 4.7% during the quarter.

In response to the turmoil in the US banking sector, interest rates came in sharply by the end of the first quarter, while credit spreads were generally stable. The 10 year Treasury started the year at a 3.88% yield and finished at 3.47%, while the 2 year Treasury yield fell from 4.43% to 4.03%. The ICE BofA BBB US Corporate Index Option-Adjusted Spread edged up from 1.72% to 1.77%, while the ICE BofA BB US High Yield Index Option-Adjusted Spread contracted from 3.08% to 2.88% at the end of March.

Our top contributors for the quarter were Advanced Micro Devices, NVIDIA and SAP. All three of these holdings are technology names that participated in the improved sentiment towards growth stocks as interest rates declined. NVIDIA additionally benefited from its perceived standing as a beneficiary of ChatGPT.

Our top detractors for the quarter were Truist, Pfizer and International Flavors & Fragrances. Truist declined as deposit outflows and broader uncertainty plagued the banking sector. Pfizer shares lost ground as investors recalibrated the profit potential of the Covid vaccine franchise. International Flavors & Fragrances posted earnings results during the quarter which reflected ongoing difficulties with its turnaround efforts.

While it is possible that the tightening cycle has reached its limits with the recent spate of bank failures, these events may also indicate the global economy is in a more precarious position than many investors have assumed. We remain focused on long-term valuation and cautious with respect to businesses that would be vulnerable to an abrupt or unanticipated economic contraction.

Q1 performance	%
Gross	4.17
Net	3.96

Important Information

Professional investors only

Issued and approved in the UK by J O Hambro Capital Management Limited ("JOHCML") which is authorised and regulated by the Financial Conduct Authority and is registered as an investment adviser with the SEC. Registered office: Level 3, 1 St James's Market, London SW1Y 4AH. Issued in the European Union by JOHCM Funds (Ireland) Limited ("JOHCMI") which is authorised by the Central Bank of Ireland. Registered office: 24 Fitzwilliam Place, Dublin 2, Ireland D02. T296. References to "JOHCM" below are to either JOHCML or JOHCMI as the context requires.

This is a marketing communication.

The distribution of this document in jurisdictions other than those referred to above may be restricted by law ("Restricted Jurisdictions"). Therefore, this document is not intended for distribution in any Restricted Jurisdiction and should not be passed on or copied to any person in such a jurisdiction.

The information in this document does not constitute, or form part of, any offer to sell or issue, or any solicitation of an offer to purchase or subscribe for any funds or strategies described in this document; nor shall this document, or any part of it, or the fact of its distribution form the basis of, or be relied on, in connection with any contract.

Telephone calls to and from JOHCML and JOHCMI may be recorded. Information on how personal data is handled can be found in the JOHCM Privacy Statement on its website: www.johcm.com.

The registered mark J O Hambro® is owned by Barnham Broom Holdings Limited and is used under licence. JOHCM® is a registered trademark of JOHCML.

Sources for all data: JOHCM (unless otherwise stated).