

Portfolio Details – September 2019



Fund Facts

Gross Assets:	£5.07m
NAV:	235.3p per share
Price:	225.0p
Share Capital:	2,157,881 Ordinary 25p
Shares Gearing:	Nil
Launch Date:	August 1994
Year End:	31 December
AGM:	April
Fund Manager:	Dr. Manny Pohl
Listing:	The London Stock Exchange

Asset Allocation

	%
Property Comm and Res	31.8
General Financial	17.8
Support Services	15.0
Multi Utilities	5.2
Industrial Engineering	4.7
Leisure Goods	4.5
Construction & Materials	4.0
Media	3.9
Mobile Communications	2.3
Travel & Leisure	2.1
Chemicals	1.8
Electronic & Electrical Equipment	1.5
Retail	1.3
Household Goods	1.1
Food & Beverages	1.1
Biotechnology	1.0
Insurance	0.9
Total	100

Fund Manager's comment for September 2019

Earlier in the month the US Federal Reserve reduced the fed funds rate by 25 bps as a result of ongoing global economic weakness and muted inflationary pressures in the US. Furthermore, US consumer confidence was weaker than expected in September, falling 9.1 points to 125.1, while durable goods orders rose 0.2% in August. Non-defence capital goods orders fell by a similar amount and were revised lower for the prior month, indicating that capital spending in the US continues to weaken.

Preliminary economic data for the Eurozone in September was also weak, signalling that the economic slowdown is unlikely to abate. The factory sector appears to be contracting at least as fast as it did during the sovereign debt crisis and it remains to be seen if the recent move by the ECB to cut rates and restart QE will be enough to reverse the current trend.

In the UK, gross domestic product (GDP) was confirmed to have fallen by 0.2% in the second quarter of 2019 with services providing the only positive contribution to growth in the output approach to calculating GDP. Private consumption, government consumption and net trade contributed positively, while gross capital formation contributed negatively to GDP growth, which, compared with the same quarter a year ago, increased by 1.3% to June 2019.

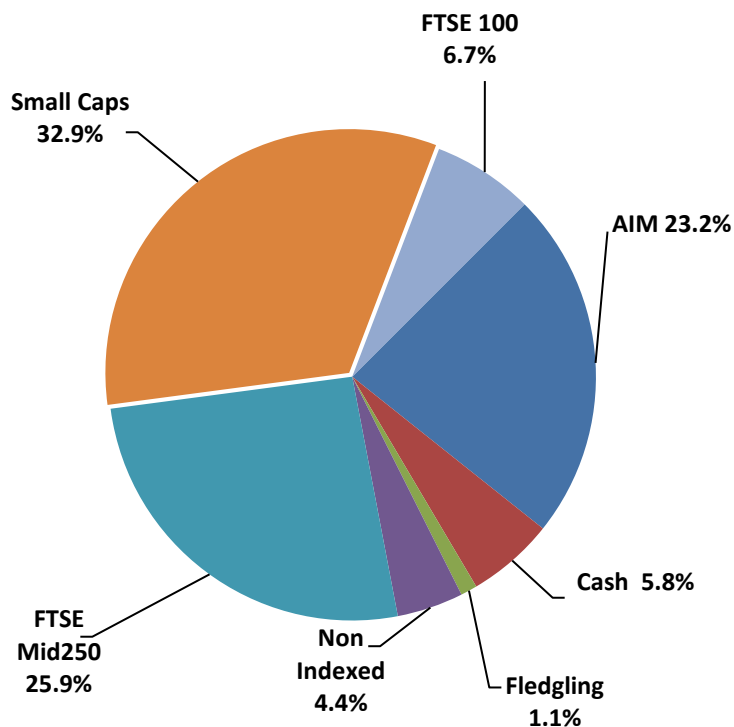
The major world markets as represented by the MSCI World Index and the S&P 500 rebounded in September with these indices up by 1.9% and 1.7% respectively. The UK market was also up in with the FTSE 100 Index increasing by 2.8% while the Small Cap Index was the best performing index, increasing by 3.3%. The Fledgling Index did not perform as well, increasing by 1.0% while the AIM All Share Index was the worst performing index, declining by 0.02% during the month. Our portfolio of investments performed better than the market, increasing by 3.1% during the month which, after allowing for expenses resulted in a 2.8% improvement in the NAV.

As mentioned previously, the positioning of the portfolio has, to a large extent been completed, with a few smaller names to be sold as we were un-able to find buyers for these illiquid stocks. Accordingly, our positions in M&C Saatchi, Photo-me and Huntsworth were sold, increasing the cash in portfolio while adding Abcam to the portfolio.

Athelney Trust was founded in 1994 and, one year later, became one of the ten pioneer members of the Alternative Investment Market. In 2008 the shares became Fully Listed.



Portfolio by Listing



Risk Factors

The value of investments and the income from them may go down as well as up and you may not get back your original investment. Smaller companies are riskier and less liquid than larger companies which means their share price may be more volatile. Certain annual management expenses are currently charged to the capital of the Fund. Whilst this increases the yield, it will restrict the potential for capital growth. The level of yield may be subject to fluctuation and is not guaranteed. Net Asset Value ("NAV") performance is not the same as share price performance and investors may not realise returns the same as NAV performance.

20 Largest Holdings as at 30.09.19

	%
1. Liontrust Asset Management	5.3
2. Tritax Big Box	5.2
3. National Grid	5.1
4. LondonMetric Property	4.6
5. Games Workshop	4.5
6. Hill & Smith	3.7
7. Close Brothers	3.4
8. VP	3.2
9. Picton Property Income	3.2
10. Mountview Estates	3.1
11. Jarvis Securities	2.7
12. Randall & Quilter Investment Holdings	2.7
13. Regional REIT Ltd	2.7
14. S & U	2.6
15. AEW UK REIT	2.6
16. Lok'n Store Group	2.5
17. Target Healthcare REIT	2.4
18. Forterra	2.4
19. Gamma Communications	2.3
20. Murgitroyd	2.3
Top 20 total %	66.5
Other 29 Holdings %	33.5
Total %	100.0