

Reporting date: 30 September 2020

Investment objective and policy

The objective of the investment fund is to provide consistent long term capital and income growth. The investment policy for achieving the objective is for the Manager to invest primarily in equity securities. There is no restriction to economic securities or geographical areas, but the manager considers the objective can be achieved from investing predominantly in UK equities and seeking undervalued overseas opportunities.

Managers' commentary

Consistent Opportunities Unit Trust fell 0.8% in the month of September against an 3.4% fall in the FTSE Small Cap (exc-Inv Trusts) Index with the FTSE All Share also delivering a negative total return of -1.7%. The six month return of the Fund has been strong rising just under 32.3% off the market lows seen earlier this year. UK equity markets continue to remain significantly out of favour with a material valuation discount relative to the MSCI World index. We believe this could prove to be an extremely attractive opportunity to invest into the UK markets and we still expect a Brexit trade deal to be done in the coming weeks.

Across the portfolio, the negative returns were seen across Renalytix AI, Circassia Group and Victoria PLC, with profit taking ensuing from the significant recoveries since April across each share price. There were strong performances from RPS Group (+20%), Clipper Logistics (+20%) and Focusrite (19%). RPS Group announced an oversubscribed placing to strengthen the balance sheet which was well received by investors, whilst Clipper Logistics and Focusrite continue to benefit from the shift to stay at home practices, from online e-commerce to an increase in amateur music enthusiasts.

We started a new investment in NCC Group, whilst topping up the holdings in Headlam Group, Tribal Group and Volution on valuation grounds. Modest reductions were made into strength in Codemasters Holdings and Strix Group to facilitate the purchases.

NCC Group plc is a United Kingdom-based holding company. The principal activity of the Company is the provision of independent advice and services to customers by way of the provision of escrow and assurance services. It operates in two divisions: Assurance and Escrow. Its Assurance division includes security and risk consulting service. It offers a range of complementary services, including expert security assurance and penetration testing, cyber defense operations, incident response and forensics, managed security services and security operations centers, as well as risk mitigation and governance. Its escrow and verification services assure the long-term availability of third-party supplied applications and software packages, protecting both end users and software suppliers. The company has a strong balance sheet and a growing dividend and after an upbeat meeting with management we believe the business is well positioned in an ever digitising world.

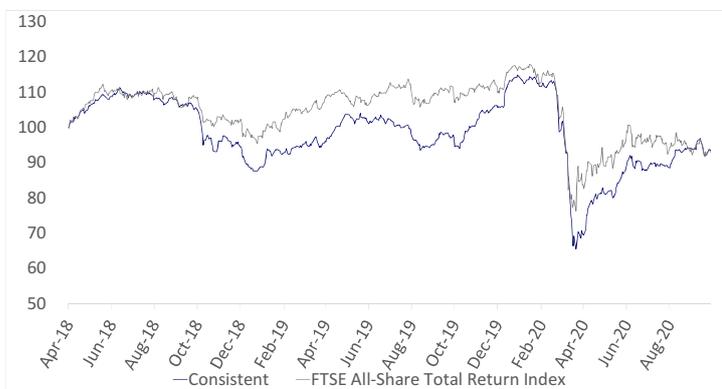
Finally, we continue to invest in the Fund on a personal level and remain committed to the longterm investment strategy of investing in undervalued small / mid capitalisation companies.

Performance data*

As at 30 September 2020	1 Month	3 Months	6 Months	1 Year
Income	-0.8%	6.2%	32.3%	-4.0%
Accumulation	-0.8%	6.2%	32.3%	-4.0%
FTSE All-Share TR	-1.7%	-2.9%	6.9%	-16.5%

*Source: Published prices.

Relative performance 1 April 2018 to 30 September 2020



The above graph shows the performance of Consistent Unit Trust Income Units with net income reinvested and the FTSE All-Share TR Index. The price of the units and index have been re-based to 100 as at 1 April 2018.

Market capitalisation exposure (%)

	%
£750m to £2.5bn	16.0
£250m to £750m	37.6
< £250m	46.4
Cash	0.0

Based on current market capitalisation

Top ten holdings

	% of Fund Size
1 Clipper Logistics	4.51
2 Anexo Group	4.47
3 Discoverie Group	4.19
4 Strix Group	3.92
5 TT Electronics	3.86
6 Synthomer	3.79
7 Augean	3.75
8 Volex	3.35
9 Macfarlane Group	3.33
10 FRP Advisory	3.29
Total	38.46

Source: all data sourced from Yealand Administration Limited at the reporting date, unless otherwise stated.

The above past performance data is no guide to future performance, the value of units and the income from them may fall as well as rise and is not guaranteed. Returns are shown net of annual management charge, other expenses and net income reinvested.

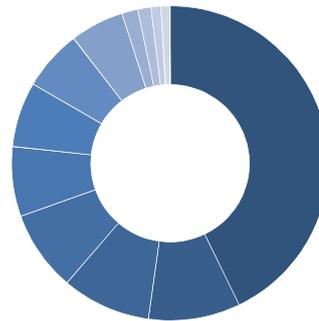
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Key Information

Authorised Fund Manager	Consistent Unit Trust Management Company Limited	
Valuation point	30 September 2020	
Fund size	£9.0m	
No. of holdings	42	
Unit class	<i>Income</i>	<i>Accumulation</i>
Fund size split	£5.8m	£3.2m
Bid price	44.82p	119.4p
Offer price	46.41p	123.7p
Net yield	1.10%	1.10%
Ongoing charges*		
AFM	1.00%	1.00%
Other expenses	0.25%	0.25%
ISIN	GB0002164092	GB0002177581
Bloomberg ticker	CONUNTI LN	CONUNTA LN
KIID risk rating	5	5
Launch date	22 January 1988	
Legal status	UCITS	
Category	Unit Trust	
Domicile	United Kingdom	
Period end dates	Interim 31 January, Final 31 July	
Distribution dates	Interim 31 March, Final 30 September	
Minimum investment	£1,000	
Regular savings	£50	

*The OCF is the total expenses paid by the fund (excluding bank overdraft interest), annualised, against its average net asset value. The OCF will fluctuate as the average net assets and costs change. The OCF is updated following the publication of accounts for the periods ending 31 January and 31 July.

Sector classification of investments



■ Industrial Goods & Services	42.83%
■ Personal & Household Goods	9.36%
■ Health Care	9.10%
■ Construction & Materials	8.26%
■ Financial Service	7.17%
■ Chemicals	6.69%
■ Technology	6.20%
■ Media	5.49%
■ Real Estate	1.64%
■ Banks	1.36%
■ Logistics Services	1.00%
■ Retail	0.91%
■ Net Other Assets	-0.01%

How to buy units in the Fund

The Fund is available through a number of distributors including:

AJ Bell
Charles Stanley Direct
Cofunds
Fidelity Funds Network
Funds Direct
Hargreaves Lansdown
Novia Financial

Other investment information



Contacts

Authorised Fund Manager

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Risk Warning

The value of investments, and the income from them, may fall as well as rise, and is not guaranteed. Consequently an investor may not receive back the amount originally invested. Past performance is not a guide to future performance. Investments denominated in foreign currencies may be impacted by movements in the exchange rates and investments with fixed or floating interest rates by changes in prevailing rates or expectation of future rates.

Disclaimer and Authorisation

Whilst every effort has been made to ensure that the information contained in this document is correct, the directors of Consistent Unit Trust Management Company Limited can take no responsibility for any action taken (or not taken) as a result of the matters considered within it. These views are provided for information purposes only and should neither be construed as constituting investment advice nor be relied on in making an investment decision. The expressions, opinions and recommendations are based on our present understanding of requirements and the current products available in the market place. Any recommendations or illustrations contained herein may be subject to change without notice.

Further information regarding the Fund is available in the full Prospectus, Key Investor Information document and annual/interim report and accounts.

This document is issued and approved by Consistent Unit Trust Management Company Limited, which is authorised and regulated by the Financial Conduct Authority (FCA) a member of the Investment Association.