

KW Enhanced Cash Fund Factsheet

October 2020



Manager Commentary

In all honesty it has been very difficult to find something different to write about on short dated bonds and monetary policy over the course of October. Like at the end of September we are still awaiting further clarification on the expected stimulus packages from the US, Europe and the UK. There is still great uncertainty, at least at the time of writing, on the result of the US election and there is still little known about the success or not of the Brexit talks. Meanwhile the increase of the Covid 19 virus leading to further lockdowns, which presumably will lead to further economic weakness, are all seemingly having little effect on government bond levels.

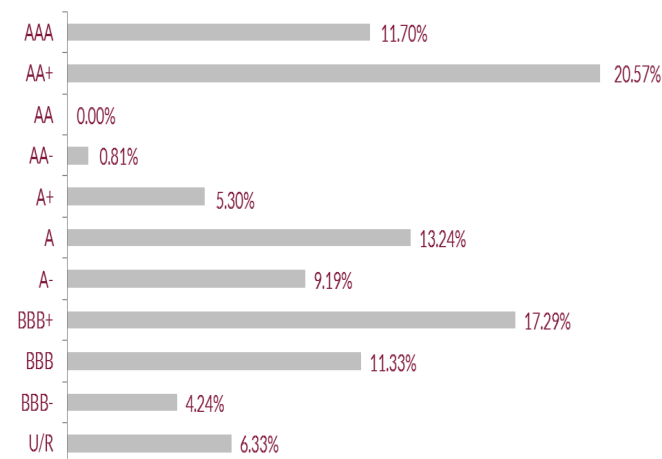
Despite the weakness in global equity markets at the end of October we saw very few signs of a flight to quality into secure bonds that you would normally expect given such a large move. 2yr gilts, for example, have traded in a 5bp yield range over the majority of the month.

As expected economies have bounced back sharply over the last few months but there will be a lot of uncertainty going into the end of the year that this will continue. A lot has been talked about what would happen to UK unemployment figures once furlough had expired but again as this has been extended it is yet another unknown for the time being.

So not surprisingly, given the above, that interest rate markets are very quiet. Corporate bonds, which have experienced a huge tightening of spreads, seem to now react more in line with the direction of equity markets. We still feel that consideration of the risk/reward of investing into longer dated bonds should be calculated in this era of very low interest rates.

Portfolio Analysis

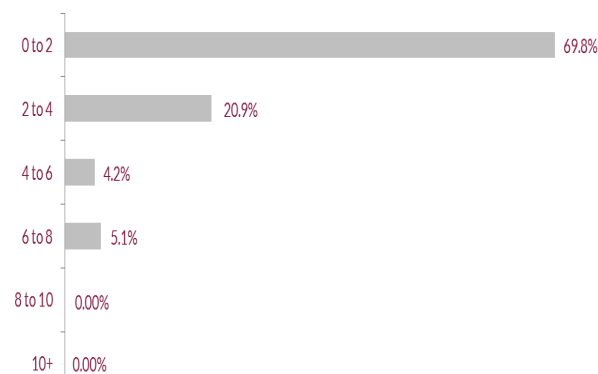
Ratings Breakdown¹



Top 10 Holdings (%)*

| | |
|-----------------------|--------------|
| UKT 3.75% 09/21 | 6.7% |
| UKT 1.5% 01/21 | 5.2% |
| GS 5.5% 10/21 | 4.4% |
| UKT BILL 0% 09/20 | 5.1% |
| DAIMLER 1.5% 8/21 | 4.5% |
| BALN 4.125% 6/22 | 5.4% |
| BARCLAYS 3.125% 1/24 | 5.6% |
| COVENTRY 5.875% 09/22 | 4.3% |
| CKHH 5.625% 11/26 | 5.1% |
| IBRD 5.4% 06/21 | 4.5% |
| Total | 49.7% |

Maturity Breakdown



¹Bonds rated by S&P, Moody's and Fitch

²Top ten holdings based on a total number of holdings of 30

*Minimum 30% of NAV has to be invested in government guaranteed bonds

Investment Aim

The aim of the Fund is to provide investors with a considerably higher return than the yield available on cash deposits, combined with a cautious approach to volatility of returns.

The investment objective is achieved through a conservatively managed portfolio of government, supra-national and corporate bonds together with liquid money market instruments.

No investments are made in sub investment grade bonds.

Fund Facts

| | |
|--------------|--------------------------------|
| Structure: | UCITS, OEIC |
| Dealing: | Daily, 12 noon Dublin |
| Launch date: | 12 July 2010 |
| Benchmark: | 3 month £ LIBOR |
| Fund Size: | £15.6m as at 30 September 2020 |

Fund Price

| | |
|-----------|--------|
| A Acc GBP | 1.0856 |
| A Inc GBP | 0.8424 |
| B Acc GBP | 1.0892 |
| B Inc GBP | 0.9132 |
| C Acc GBP | 1.0387 |

Yield

| | |
|---------------|-------------|
| GRY: | 0.63 |
| Income Yield: | 3.12% |
| Frequency: | Semi-annual |
| XD Date: | Jan, Jul |
| Dist. Date: | Jan, Jul |

Fund Charges

| | Class A |
|---------------------------|---------|
| Maximum Initial Charge: | 1.00% |
| Annual Management Charge: | 1.00% |
| Ongoing charge Acc Class: | 1.97% |
| Ongoing charge Inc Class: | 1.97% |

| | Class B |
|---------------------------|---------|
| Maximum Initial Charge: | 1.00% |
| Annual Management Charge: | 0.25% |
| Ongoing charge Acc Class: | 1.22% |
| Ongoing charge Inc Class: | 1.22% |

| | Class C |
|---------------------------|---------|
| Maximum Initial Charge: | 0.25% |
| Annual Management Charge: | 0.15% |
| Ongoing charge Acc Class: | 1.12% |

Minimum Investment

| | Initial | Additional |
|---------|----------|------------|
| Class A | £1,000 | £100 |
| Class B | £250,000 | £1,000 |
| Class C | £500,000 | £50,000 |

Nigel Marsh, Fund Manager



Before joining European Wealth in May 2012, Nigel worked at EPIC Asset Management and before that, New Star Asset Management, where he was responsible for managing Institutional fixed interest and liquidity funds. Nigel has gained a wide range of experience and a strong track record for over 10 years in managing both sterling and multi-currency bond mandates from short term cash through to government, index-linked and corporate bonds. Previous to Nigel's experience in fund management he spent over 20 years working with various investment banks specialising in sterling fixed interest and cash products.

Performance

There was little trading activity on the Fund in October. Previously we had positioned into a longer duration and are currently happy to let time erode this.

Cumulative Performance (%)

| | YTD | 1m | 3m | 6m | 1y | 3y | 5y | Since Launch |
|--------------|-----|-----|-----|-----|-----|-----|-----|----------------------|
| Fund – C Acc | 0.4 | 0.1 | 0.2 | 1.0 | 0.5 | 0.8 | 2.2 | 3.9% since 26/3/2014 |
| 3m GBP LIBOR | 0.5 | 0.0 | 0.0 | 0.2 | 0.6 | 2.1 | 3.0 | 3.9% since 26/3/2014 |

Discrete 12 month Performance (%)

| | 30.06.19 to 30.06.20 | 30.06.18 to 30.06.19 | 30.06.17 to 30.06.18 | 30.06.16 to 30.06.17 | 30.06.15 to 30.06.16 | 30.06.14 to 30.06.15 | 28.06.13 to 30.06.14 | 29.06.12 to 28.06.13 | 30.06.11 to 29.06.12 | 30.06.10 to 30.06.11 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Enhanced Cash Fund A Acc Class (launched 12 July 2010) and C Class | 0.2 | 0.3 | -0.6 | 0.7 | 0.8 | 1.2 | 1.7 | 3.9 | 3.0 | N/A |
| 3m GBP LIBOR | 0.8 | 0.8 | 0.4 | 0.4 | 0.6 | 0.6 | 0.5 | 0.6 | 1.0 | N/A |

Performance data is based on the C class from 30th June 2014.

Notes on performance

Source: Bloomberg.

Please note that all performance data is net of the annual management charges with income reinvested gross of UK tax, in GBP. The benchmark of 3m GBP LIBOR is used for illustrative purposes only.

Where performance data is based on A Acc GBP it is provided for indicative purposes. Significantly lower charges for the other share classes would positively impact Fund performance.

Where performance data is based on C Acc GBP it is provided for indicative purposes. Significantly higher charges for the other share classes would negatively impact Fund performance.

All performance shown is total return, mid to mid, excluding the effect of initial charge, income invested gross of UK tax, in GBP. The benchmark is used for illustrative purposes only. Past performance is not a reliable indicator of future performance.

On the 'Discrete 12 month Performance chart' we have used both the A & C Class performance figures. This is because there is insufficient data to report 5 years performance on the C Class. Where this information is unavailable the A Acc has been used instead.

Important Information

The KW Enhanced Cash Fund is a sub-fund of Elevation UCITS Fund (Ireland) ICAV an umbrella fund with segregated liability between sub-funds incorporated under the laws of Ireland and regulated by the Central Bank of Ireland. The Fund's shares are listed on the Irish Stock Exchange, the latest available Net Asset Value per Share prices are published on their website www.ise.ie. Past performance is not a reliable indicator to future performance. The value of investments and income from them, may go down as well as up as a result of market and currency fluctuations so you may get back less than the amount originally invested. Opinions expressed herein represent the views of KW Investment Management Limited at the time of preparation and are subject to change without notice. Any information obtained from external sources is believed to be reliable although we cannot guarantee accuracy or completeness. All data is as at the 31st October 2019 and has been sourced from KW Investment Management Limited and Bloomberg. The on-going charge is based on the last year's expenses for the year ending 2018 and may vary from year to year. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund).

Investment Manager

KW Investment Management Ltd

| | |
|-----------------|---------------|
| Nigel Davies | 020 7293 0736 |
| Nigel Marsh | 020 7293 0737 |
| Emma Butler | 020 7293 0750 |
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| Jamie Jessop | 020 7293 0745 |

Link Fund Administrators (Ireland) Limited

00 353 (0) 1 553 0050

ISIN

| | |
|-------------|--------------|
| A Acc Class | IE00BH488F99 |
| A Inc Class | IE00BH488D75 |
| B Acc Class | IE00B6492H14 |
| B Inc Class | IE00BH488G07 |
| C Acc Class | IE00BH488J38 |

Literature

The Company's constitutional documentation, prospectus, fund supplement and key investor information documents are available in English from the Kingswood Group website or from the administrator.

Issued by

KW Investment Management Ltd
13 Austin Friars
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www.kingswood-group.com

Tax Reports

The tax reports for the KW Enhanced Cash Fund, published in line with the UK offshore funds reporting regime, can be found www.kpmgreportingfunds.co.uk

You will need to register to view this information, however this service is free to all investors.



Kingswood, Kingswood Group and KW Institutional are trading names of KW Wealth Planning Limited (Companies House Number: 01265376) regulated by the Financial Conduct Authority (Firm Reference Number: 114694) and KW Investment Management Limited (Companies House Number: 06931664) regulated by the Financial Conduct Authority (Firm Reference Number: 506600) with a registered office at 13 Austin Friars London EC2N 2HE. KW Investment Management Limited is also regulated in South Africa by the Financial Sector Conduct Authority (Firm Reference Number: 46775). Both companies are wholly owned subsidiaries of Kingswood Holdings Limited which is incorporated in Guernsey (registered number: 42316) and has its registered office at Regency Court, Glatigny Esplanade, St Peter Port, Guernsey, GY1 1WW.