



# HC Charteris Premium Income Fund

## Fund's Strategy

The Fund seeks to outperform a portfolio of leading blue chip equities with a target dividend yield of 4-6% through a combination of active stock selection and writing covered call options.

## Investment Process

The Fund Managers combine top-down thematic strategy with bottom-up stock selection. They employ technical analysis extensively to help time investment decisions including writing covered call options. This strategy is different to other call option Funds because the managers write call options for only part of the year and not continuously.

## Fund Manager's Comments

On a year-to-date basis, the Fund went up +18.98% on a total return basis. It continues to hold high yielding securities to meet income objectives to investors but the over seas earners inside the portfolio have contributed significantly to the performance this year.

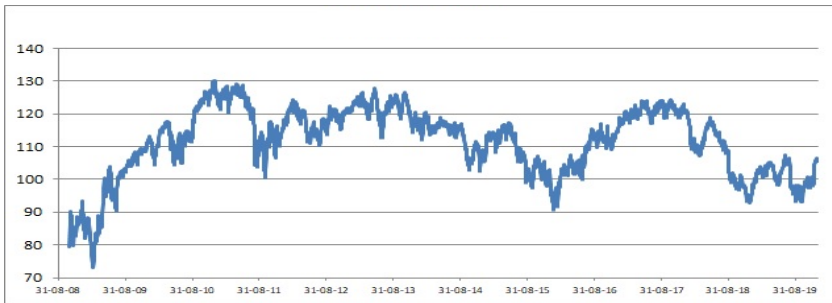
The Fund has no options open on any stocks held within the portfolio at this time. The premium previously received will top up dividends from the underlying high yielding securities in the fund.

## Performance of Fund YTD 2019 (Source Bloomberg, 31.12.18 - 31.12.19)

Range	12/31/2018	12/31/2019	Period	Daily	No. of Period	365 Day(s)	Table		
Security			Currency	Price Change	Total Return	Difference	Annual Eq		
1) ELCHPIA LN Equity			GBP	18.98%	18.98%		18.98%		
	1M	3M	6M	YTD	1Y	2Y	3Y	5Y	10Y



## Performance of Investment Manager (Source Bloomberg, 31.10.08 - 31.12.19)



## Cumulative Performance (Source Bloomberg)

	30/09/19	31/12/18	29/12/17	30/12/16	31/12/15	31/12/14	31/12/13
	-	-	-	-	-	-	-
	31/12/19	31/12/19	31/12/18	29/12/17	30/12/16	31/12/15	31/12/14
HC Charteris Premium Income Inst Acc Class	7.96 %	18.98 %	-17.40 %	11.86 %	18.12 %	-2.08 %	-5.75 %

## Key Points

- Invests only in UK leading Blue Chip equities (or cash up to 20%) with a target dividend yield of 4-6%.
- Targets growth stocks rather than traditional income stocks, which tend to underperform.
- Seeks to boost dividend income by writing covered call options but for only four-to-five months in any calendar year leaving the Fund unencumbered by options for seven-to-eight months and free to make potential capital gains.
- Daily dealing and valuation.
- Able to hold inside SIPPs, SSAS and ISAs.
- UK ICVC

## Investment Team

### Ian Williams - Chartered FCSI, Chartered Wealth Manager

Ian Williams has spent the past 35 years trading equities, commodities and G7 government bonds, covering sales, research, market making and proprietary trading. He was a member of the London Stock Exchange for many years before joining Chase Manhattan Bank (now JP Morgan). He then worked for Dresdner Kleinwort Benson and Guinness Mahon (now Investec) before Charteris. Ian is a Chartered Fellow of the Chartered Securities Institute.



### Colin Robertson - MA, Chartered FCSI

Colin has over 32 years investment management and financial experience. He has held important and influential positions at some of the largest names in the financial sector including Aberdeen Asset Management, Cornelian, Gillespie MacAndrew LLP and Brown Shipley. Colin has furthered his career by acquiring further qualifications including the LSE private client futures and options exams.



### Nick Taylor - Chartered FCSI, Head of Research

Nick Taylor has 40 years of international investment management experience gained at Morgan Grenfell & Invesco. He was Managing Director of Cigna International Investment Advisors and Matheson Investment management. An award winning manager, Nick has run equity portfolios for a broad range of investors including institutional pension funds, private client portfolios and investment trusts.

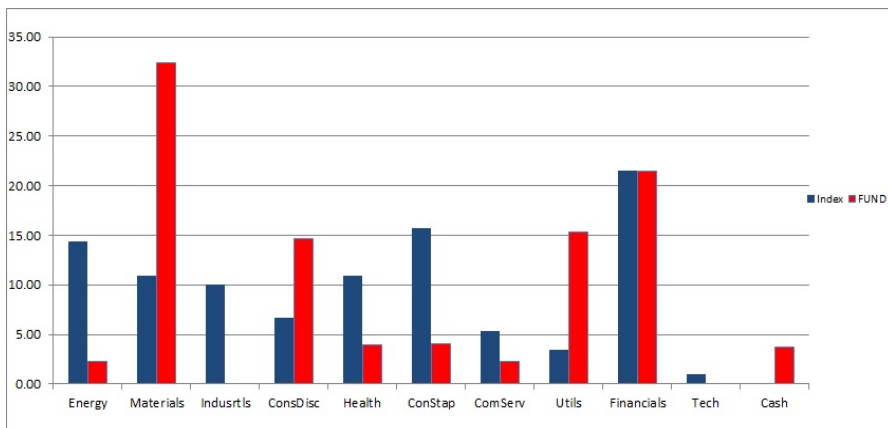


\*\* The Fund originally launched on 10 December 2001 as the *James Brearley Premium Growth Fund* where WAY Fund Managers were the original ACD, the Fund was transferred to Host Capital on 30th December 2016; with Charteris the appointed Investment Manager since 31st October 2008. \*The fund switched from the IA Equity Income sector to the IA All Companies sector for calendar year 2018.



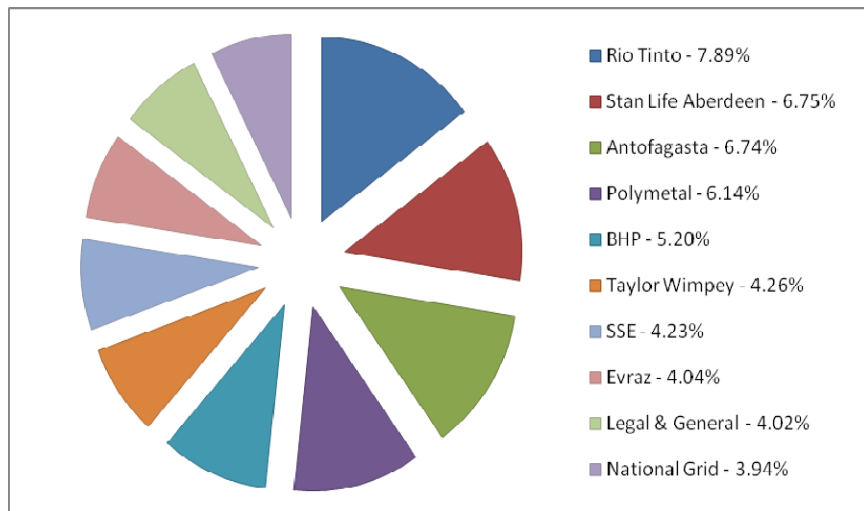
**CHARTERIS**  
TREASURY PORTFOLIO  
MANAGERS LIMITED

### Sector Allocation Compared to Leading UK Index *(Source Bloomberg, 31.12.19)*



### Top 10 Holdings

*(Source Credit Agricole, as at 31.12.19)*



### Important Information

Past performance should not be as guide to future performance. All performance information is based on the Institutional Accumulation class unless stated otherwise. The value of this investment and the income from it can go down as well as up, it may be affected by exchange rate variations, and you may not get back the amount invested. The outlook expressed in this factsheet represents the views of the Investment Manager at the time of preparation and should not be interpreted as investment advice. The asset split detailed within the factsheet are correct as at reporting period and are subject to change, whilst operating within the objectives of the Fund. This document should be read in conjunction with the Fund's Key Investor Information document (KIID), which will exclusively form the basis of any application and the Fund's prospectus. A comprehensive list of risk factors is detailed in the KIID and the Principal Prospectus and an investment should not be contemplated until the risks are fully considered and understood. Current tax levels and reliefs will depend on your individual circumstances and details are also contained in the Key features (including the KIID and Principal Prospectus). If you are unsure of the suitability of this investment, please contact your Financial Adviser. This factsheet is issued by Charteris Treasury Portfolio Managers Ltd. The KIID and Prospectus are available from the ACD Host Capital Ltd at [www.hostcapital.com](http://www.hostcapital.com) or Charteris at [www.charteris.co.uk](http://www.charteris.co.uk).

### Fund Details

Fund Size: £6.8m  
Fund Launch Date: 10 December 2001\*\*  
IA Sector: UK All Companies  
Minimum investment: £1,000 (A and I Classes)  
Initial Charge: 0% (I Class) / 5% (A Class)  
AMC: 1% (I Class) / 1.5% (A Class)  
OCF: 1.69% (I Class) / 2.19% (A Class) (as at 31st Aug 18)  
Dividend payment dates: April (interim) and October (final)  
Authorised Corporate Director: Host Capital Ltd  
Depositary: CACEIS  
Administrator: Apex Fund Services Ltd  
Transfer Agent: Investor Administration Solutions Ltd  
Auditor: Grant Thornton UK LLP

### Fund Codes

#### Institutional Accumulation

Bloomberg: HCCPIIA LN EQUITY  
ISIN: GB00BYZKJ276  
MEXID: HTSAM  
Citicode / FE Code: KLY3

#### Institutional Income

Bloomberg: HCCPIII LN EQUITY  
ISIN: GB00BYZKJ383  
MEXID: HTTTT  
Citicode / FE Code: KLY4

#### A Accumulation

Bloomberg: HCCPIAA LN EQUITY  
ISIN: GB00BYZKHT09  
MEXID: HTHTHT  
Citicode / FE Code: GDA1

#### A Income

Bloomberg: HCCPIAI LN EQUITY  
ISIN: GB00BYZKJ052  
MEXID: HTHT  
Citicode / FE Code: QMO3

### Client Services (for all dealing requests/enquiries)

Postal address: Host Capital Ltd, PO Box 9142,  
Wimborne, BH21 9HQ  
Telephone: 01202 802 900  
Email: [customerservice@investoras.co.uk](mailto:customerservice@investoras.co.uk)

### Investment Manager

Charteris Treasury Portfolio Managers  
8/9 Lovat Lane, London, EC3R 8DW  
Fund Manager: Ian Williams  
Telephone: 020 7220 9780  
Email: [iw@charteris.co.uk](mailto:iw@charteris.co.uk)  
[www.charteris.co.uk](http://www.charteris.co.uk)  
*Authorised and regulated by the Financial Conduct Authority*