



**CHARTERIS**  
TREASURY PORTFOLIO  
MANAGERS LIMITED

**HC Charteris Gold & Precious Metals Fund**  
**An alternative Strategy to Gold & Precious**  
**Metal Equities**  
**Fund brochure**



*For Professional Investors and authorised wealth advisors information only.  
This document is issued by Charteris Treasury Portfolio Managers*

## Investment aims and Structure

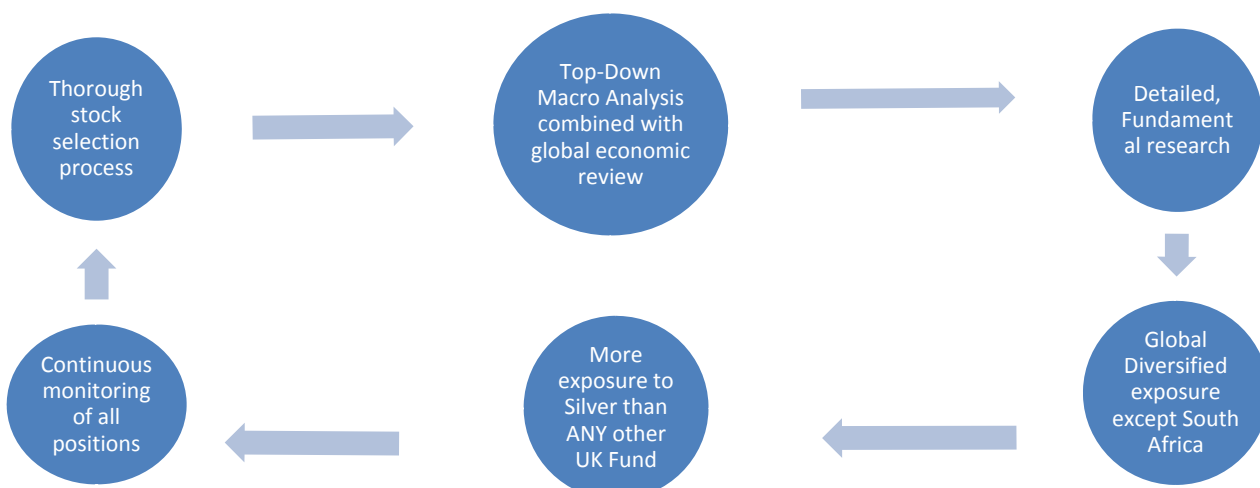
This is a UCITS Fund which seeks to outperform the XAU Philadelphia Gold Mining Index converted into sterling. As a long-only non-leveraged fund that provides investors with exposure to Gold, Silver & blue chip precious metal mining companies.

### Investment strategy

- ➔ Fund will not “short” or “hedge” metal prices or metal assets in any way while not necessarily missing out on capital gains
- ➔ In our view, Gold/Silver Shares tend to outperform Gold/Silver bullion in a bull market due to operational gearing which is why we have a 65/35 Silver/Gold allocation. *(as at 31.03.17)*
- ➔ Quality of the asset base, i.e. Proven and profitable reserves are key
- ➔ The “Beta” to a given move in the underlying commodity i.e. Cost of production relative to current price
- ➔ More Exposure to Silver & Silver mining shares than ANY other UK Fund. The fund is **not** eligible to invest in South African stocks.

### Investment potential advantages vs. ETF

- ➔ Gold & Precious metal mining companies have the ability to pay dividends and/or introduce the ability to pay dividends to shareholders
- ➔ Gold & Precious metal mining companies have the potential and ability to make discoveries due to their exploration activities. ETFs are unable to do this.
- ➔ Gold & Precious metal mining companies can be subject to merger & acquisition (M&A) activity from larger companies in their specific sectors rewarding existing shareholders



## Risk & reward profile

| Stock Holdings         | Fundamental Research  | Qualitative bottom up analysis and objectivity  |
|------------------------|---|---|
| <b>Diversification</b> | Sector / industry limit<br>Position Limit   | IA Specialist / <b>NO</b> South Africa exposure<br>10%  |
| <b>Methodology</b>     | Cash Limit<br>Strategy  | 10%<br>Long only. No shorting or hedging of Metal price or shares   |
| <b>Risk Management</b> | Independent verification<br><br>No Lock-in Period<br>Bloomberg, Pro Quote, Research | All positions of Fund are constantly monitored by the compliance at Host Capital [ACD] as well as compliance team at Citibank<br>Daily reporting & daily review of the Fund |



This Fund is classified in the Level 7 category. This is due to historical price movement of such investments

## Fund performance

|  | 28/04/17 -<br>31/05/17 | 30/12/16 -<br>31/05/17 | 31/12/15 -<br>30/12/16 | 26/02/10 -<br>31/05/17 |
|--|------------------------|------------------------|------------------------|------------------------|
| HC Charteris Gold<br>& Precious Metals I Acc | 2.59 %                 | -5.72 %                | 133.95 %               | -48.41 %               |

- Top quartile performance calendar year 2010, 2016\*
- Quintuple Crown Rating from FE
- Ian Williams has been a Citywire A rated manager and was a Trustnet Alpha Manager for 2011

## Fund Managers



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

Ian has spent the past 35 years trading equities commodities and G7 government bonds, covering sales, research, market making and proprietary trading. Formerly a member of the London Stock Exchange before joining Chase Manhattan Bank (now JP Morgan). He then worked for Dresdner Kleinwort Benson and Guinness Mahon (now Investec) before becoming Chairman and Chief Executive of Charteris Treasury Portfolio Managers.

### Nick Taylor – Chartered FCSI

Nick has 38 years experience of international Investment Management experience gained at Morgan Grenfell and Invesco and was Managing Director at 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, such as the Cadbury Schweppes Pension Fund alongside running several million pounds of private client portfolios.



### Mark Williams – Investment Manager

Mark graduated from Surrey University with a BA in 2005 and began his career in Investment Management with Forsyth Partners as well as gaining further experience at brokerage houses RP Martin and WH Ireland. He joined Charteris in November 2008 as a Junior Fund Manager assisting with the management of both individual private client portfolios as well as the management of the in-house Charteris funds.



## About Charteris

Charteris Treasury Portfolio Managers Ltd was established in 1984 as an investment management company. Charteris is authorised and regulated by the Financial Conduct Authority (FCA number 114952)

The investment team has more than 200 years of experience of global financial markets

Company be found on the web and across social media

[www.charteris.co.uk](http://www.charteris.co.uk)



\* Source: Financial Express & Bloomberg

## Q & A

**How is this Fund different from other specialist funds?**  
The fund has also got the highest exposure to Silver mining equities than any other specialist fund in the country. A key driver behind the Fund being the best performing fund in the UK for calendar year 2016 (up 133.95%\*). The Fund does not and will not hold any South African domiciled securities but does have the capability to invest up to 10% into ETFs and ETC's at the manager's discretion.

**What is your competitive edge?**  
The Fund does not invest in small cap, early exploration or AIM stocks keeping the fund highly liquid. The size of the fund does enable us to switch in and out of shares fairly easily at the manager's discretion whereas much larger funds can have trouble shifting strategies and/or stock when the market turns.

**Why invest in this sector?**  
Gold is a foundation asset within any long term savings or investment portfolio. Gold is viewed as a "flight to safety" given the global economic turmoil especially in the US, UK and Western Europe. The various QE programmes that have been implemented has given much validity to the exposure to Gold and precious metals in portfolios. The precious metals sector also provides diversification away from risk, fixed income and equities exposure.




**How do you divide research responsibilities in the team?**  
With almost 40 years of experience, Nick Taylor's knowledge of individual shares is exemplary and is key to decision making of stock selection. Ian Williams has overall management responsibilities for the Fund – his expertise is the broader macro backdrop and as well as his knowledge of the sector. The Charteris team also harnesses various research portals and other detailed research material.

**What type of investors would this fund appeal to?**  
A broad range of investors would find this fund useful in their portfolio's – primarily those looking for growth and diversification. Investors can therefore be sure that the underlying stock selection is based purely on the fundamentals of each company and potential upside. In this respect, investors can gain exposure to a sector with great companies with strong overseas earnings that can produce an enhanced return on their investment.

**What are the risks?**  
Like all equity funds, the value of this investment and the income from it can go down as well as up. Past performance should not be a guide to future performance as market conditions, currency risk and commodity price movements can affect investor returns.



## Key Points

-  Invests only in Gold & Precious metal mining companies
-  Will not “short” or “hedge” Metal prices or assets in any way
-  Seeks to boost diversification and exposure to the Gold and Precious metal sectors to portfolio’s but is not eligible to invest in South African domiciled companies
-  Fully authorised UK OEIC with daily valuations and daily dealing – gives investors exposure to Gold under a regulated UCITS structure
-  The current investment team has been managing the Fund since its launch – 1<sup>st</sup> March 2010

## Fund Details

**Launched:** 01 March 2010  
**IA Sector:** UK Specialist Sector  
**Suitable for:** Regular savings, SIPPs, SSAS, ISA’s & ISA transfers  
**Minimum Investment:** £1,000 (retail) / £100,000 (Institutional)  
**Initial Charge:** up to 5.25% (B) / 0% (A and I Classes)  
**Annual Management Charge:** 1.5% retail / 1% (institutional)  
**OCF:** 2.91% (B) / 2.41% (A) / 2.16% (I) (as at 31<sup>st</sup> March 2017)  
**Dividend and payment dates:** May (annual)

## Service providers

**Manager / Authorised Corporate Director :**  
Host Capital Limited, PO Box 9142, Wimborne, BH21 9HQ

**Depository:** Citibank International PLC

**Dealing Line:** 01202 802 900

**Email:** customerservice@investoras.co.uk

## Fund Codes

### I Accumulation

**Bloomberg:** WCHGEIA LN  
**ISIN:** GB00BYQ2JY43

**Thomson Reuters:** LP68418916  
**SEDOL:** BYQ2JY4

### I Income

**Bloomberg:** WCHGEII LN  
**ISIN:** GB00BYQ2JZ59

**Thomson Reuters:** LP68418917  
**SEDOL:** BYQ2JZ5

### A Accumulation

**Bloomberg:** WGPMEIA LN  
**ISIN:** GB00BYQ2JS82

**Thomson Reuters:** LP68418912  
**SEDOL:** BYQ2JS8

### A Income

**Bloomberg:** WGPMEII LN  
**ISIN:** GB00BYQ2JT99

**Thomson Reuters:** LP68418913  
**SEDOL:** BYQ2JT9

### B Accumulation

**Bloomberg:** WCHGERA LN  
**ISIN:** GB00BYQ2JW29


**Thomson Reuters:** LP68418914  
**SEDOL:** BYQ2JW2

### B Income

**Bloomberg:** WCHGERI LN  
**ISIN:** GB00BYQ2JX36


**Thomson Reuters:** LP68418915  
**SEDOL:** BYQ2JX3

## Sales enquiries

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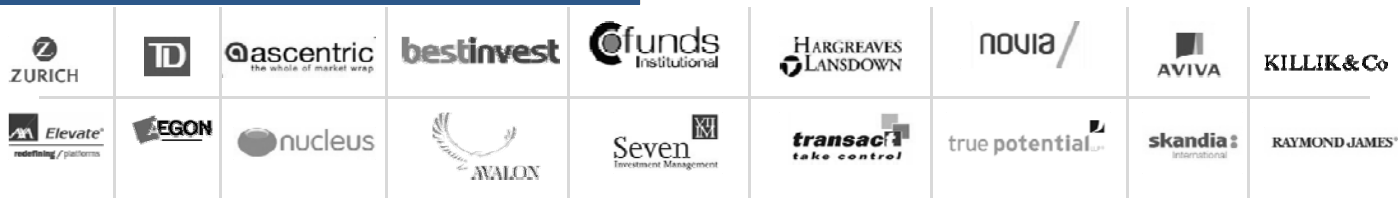
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## Fund Manager

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Available on the following platforms



## 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 brochure 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 brochure 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 (if applicable). This brochure 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).