



ASSET MANAGEMENT

ROYAL LONDON UK GROWTH TRUST

31.01.19

FUND OVERVIEW

Fund Manager(s)	Joe Walters
Fund Size	£1,063.31m
Domicile	United Kingdom
ISA	Available and Eligible
Benchmark Index	FTSE All Share
Investment Association	UK All Companies
Sector	
Currency	GBP
Share Class A (Income)	
Unit Launch Date	25.09.89
Initial Charge	5.00%
Annual Charge	1.50%
Minimum Investment	£1,000
Ongoing Charges Figure (OCF)	1.51%
SEDOL	0159797
Mid Price	540.50p
Historic Yield	1.97%

Overview

The investment objective of the fund is to provide an above-average capital growth from a diverse portfolio of UK equities in any economic sector.

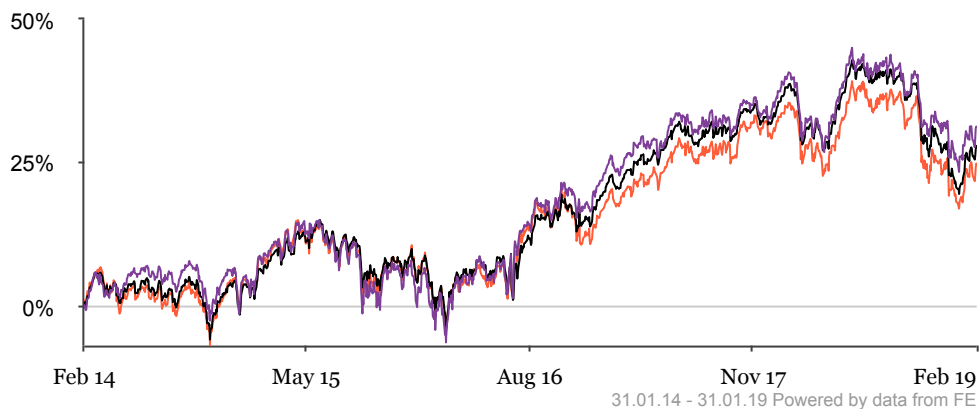
Year-on-year performance

	31.01.18 to 31.01.19	31.01.17 to 31.01.18	31.01.16 to 31.01.17	31.01.15 to 31.01.16	31.01.14 to 31.01.15
Share Class A (Income)	-5.6%	12.1%	15.3%	-5.3%	8.0%
Sector Average	-5.6%	12.4%	17.6%	-3.3%	5.9%
Benchmark Index	-3.8%	11.3%	20.1%	-4.6%	7.1%

Cumulative Performance (as at 31.01.19)

	3 Months	6 Months	1 Year	3 Years	5 Years
Share Class A (Income)	-0.7%	-9.0%	-5.6%	22.0%	24.8%
Sector Average	-1.1%	-9.4%	-5.6%	24.8%	27.9%
Benchmark Index	-1.4%	-8.4%	-3.8%	28.5%	31.2%
Quartile Ranking	2	3	3	3	3

Performance Chart



Source: RLAM and FE as at 31.01.19. Mid to mid, net of fees and taxes, net income reinvested unless otherwise stated. Benchmark index performance gross of fees and taxes. Past performance is not a guide to future performance. The value of investments and the income from them is not guaranteed and may go down as well as up and investors may not get back the amount originally invested.

Distribution History (Net)

	Sep 18	Mar 18
Share Class A (Income)	6.15p	2.73p

Table above shows figures as at payment date.

Fund Manager(s)



Joe Walters

Lead Manager
Fund Manager tenure:
01.02.16

Yield Definitions

The historic yield reflects distributions declared over the past twelve months as a percentage of the mid-market price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions.

CONTACT DETAILS

Private Investors

For enquiries and dealing: Tel: 03456 04 04 04

Intermediaries

For enquiries: Tel: 0203 272 5950
Email: BDSupport@rlam.co.uk

Institutional Investors

For enquiries: Tel: 020 7506 6500
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Head Office

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Risk Warning

Royal London Asset Management Limited, registered in England and Wales number 2244297; Royal London Unit Trust Managers Limited, registered in England and Wales number 2372439. RLUM Limited, registered in England and Wales number 2369965. All of these companies are authorised and regulated by the Financial Conduct Authority. All of these companies are subsidiaries of The Royal London Mutual Insurance Society Limited, registered in England and Wales number 99064. Registered Office: 55 Gracechurch Street, London, EC3V 0RL. The marketing brand also includes Royal London Asset Management Bond Funds Plc, an umbrella company with segregated liability between sub-funds, authorised and regulated by the Central Bank of Ireland, registered in Ireland number 364259. Registered office: 70 Sir John Rogerson's Quay, Dublin 2, Ireland.

Source: RLAM, Financial Express and HSBC as at 31.01.19, unless otherwise stated. Yield definitions are shown above.

Our ref: FF RLAM PD 0223

For more information concerning the risks of investing, please refer to the Prospectus and Key Investor Information Document (KIID).

Breakdowns exclude cash and futures.

Fund Commentary

Given the turmoil which spread through equity markets in the fourth quarter of 2018, January proved to be a welcome turn as risk assets rebounded strongly. Equity markets around the world recovered with the FTSE All-Share Index rising by 4.2%. The main concern pre-Christmas was that the Federal Reserve would continue to push through increased interest rates despite evidence that the US economy was slowing. At worst, concerns started to grow that the US could enter an economic recession later this year. This concern was acknowledged in January by the Federal Reserve who have now changed the bias to future monetary tightening to being data dependant and this was welcomed by markets as a dovish move. This move was supplemented by a sharp rally in oil prices, generally better corporate earnings and the news that the US and China have restarted talks to find a solution to trade issues.

During January the trust outperformed the FTSE All-Share Index. The main positive for the trust during January was the share price performance of Tesco which confirmed that it traded well over the key Christmas period and the performance of a number of cyclical companies such as DS Smith, Ashtead and Bellway which all outperformed. The main negative was an underweight position in British American Tobacco which bounced after a terrible period of performance during 2018. We remain underweight in tobacco reflecting the disruption caused by technological change in delivery of the product going forward. During January we sold out of our last remaining holding in RPC post a bid from private equity and started a holding in Segro the property company which specialises in modern warehousing and is well placed to benefit from positive e-commerce trends going forward.

This is not a recommendation or solicitation to buy or sell any particular security.

The views and opinions expressed herein are those of the manager at the time and are subject to change without notice.

Sector Breakdown

	Fund
Industrials	22.0%
Financials	17.2%
Consumer Services	14.8%
Basic Materials	11.0%
Consumer Goods	10.7%
Oil & Gas	9.5%
Health Care	9.2%
Technology	4.0%
Utilities	1.5%

Top 10 Holdings as at 31.01.19

	Fund
ROYAL DUTCH SHELL	5.1%
RELX NV	3.7%
BP	3.2%
HSBC HOLDINGS PLC	3.2%
PRUDENTIAL PLC	3.1%
UNILEVER	3.1%
GLENCORE PLC	2.9%
GLAXOSMITHKLINE	2.9%
RENTOKIL INITIAL	2.9%
DIAGEO	2.7%
Total	32.8%

No of Holdings

53

Every effort is made to ensure the accuracy of any information provided but no assurances or warranties are given. Nothing in this factsheet should be construed as advice and is therefore not a recommendation to buy or sell shares.