

THIS FACT SHEET IS INTENDED FOR PROFESSIONAL INTERMEDIARIES ONLY

Fund Objective

The Newscape Global Multi-Asset Conservative Fund is a cautious portfolio which aims to provide investors with more stable returns than portfolios with a greater focus on growth. Investment exposure will typically include a mix of the following asset classes: cash, near cash, fixed income instruments, UK equities, international equities, property and commodities. Given its low to moderate risk positioning, the fund will typically have a greater bias towards cash instruments, fixed income and assets that show a lower correlation to the overall portfolio, than higher risk funds with a greater focus on equities. Within its equity holdings, the bias will typically be to larger cap developed equities. The fund holds both collective investment instruments and individual direct investments in equities and bonds.

Manager's Commentary

Over the course of February, the Newscape Global Multi-Asset Conservative Fund fell by -1.44% versus the IA OE Mixed Investment 0-35% Shares index which was down -1.06%, and the FTSE UK Private Investor Conservative index (total return) which was down -1.21%.

Macro commentary

Over the month of February, the UK services sector reported results below expectations, the January Purchasing managers' index posting a reading of 53 from 54.2 in the prior month (versus expectations of 54.3). The index which accounts for 80% of UK output followed similar lacklustre readings for both construction and manufacturing in January. This, in turn, prompted speculation that previously expected interest rate rises may be pushed out further than initially expected. In contrast to this, the Ernst & Young Item Club moved to raise its guidance for 2018 growth to 1.7% from a previous estimate of 1.4%. For now, it seems, Brexit continues to create some division in opinion on its likely outcome.

Over in Mainland Europe, Eurostat posted growth at 2.4% for 2017, pushing the region slightly ahead of the US, the drivers being broad based.

In the US, job data came in ahead of expectations in January with nonfarm payrolls increasing by 200,000 versus a consensus forecast of 180,000; keeping the unemployment rate at a 17 year low of just 4.1%. This prompted some speculation that the economy may be overheating sending the 10-year treasury yield to a new four-year high. Alongside this, housebuilding rose to more than a one year high in January with housing starts up 9.7% YoY. Meanwhile, inflation came in marginally ahead of expectations raising concerns of further and faster rate hikes.

Moving to Asia, and according to a Reuters poll, Japan was said to be on course to see its longest period of expansion in 30 years; a recovery in both internal private consumption and external demand driving this performance. Specifically, the economy grew at 0.5% in Q4, its 8th quarter of successive expansion, albeit below the more than 2% increases in both the prior quarters. This has prompted speculation that the target 2.0% for inflation will now prove more difficult to hit.

Performance



Share Class A Acc GBP from 28/11/2016 to 28/02/2018
Fund data as at 28 February 2018
Source: Newscape Capital Group

Returns (%)

	Class A GBP	Class B GBP	Class E GBP
1 Month	-1.44%	-1.44%	-1.42%
6 Month	-1.32%	-1.32%	-1.22%
YTD	-1.77%	-1.78%	-1.74%
Since Inception	-0.25%	-0.26%	-0.47%
1 Year	-1.55%	-1.56%	-
3 Year	-	-	-
5 Year	-	-	-

Share Class A Acc GBP ; Fund data as at 28 February 2018; since 28/11/2016.
Data prior to 28/11/2016 unavailable;
Source: Newscape Capital Group

Rolling Annual Returns - year end 28/02

	2018	2017	2016	2015	2014
Class A	-1.54%	-	-	-	-

Share Class A Acc GBP; Fund data as at 28 February 2018;
Daily data used for calculations; Figures are net of fees;
Source: Newscape Capital Group

Calendar Year Performance

	2017	2016	2015	2014
Class A	0.75%	n/a	n/a	n/a

Share Class A Acc GBP; Fund data as at 28 February 2018;
Daily data used for calculations; Figures are net of fees;
Source: Newscape Capital Group

Top 10 Holdings

Holding	Size
iShares GBP Ultrashort Bond ETF	12.92%
LT Miton Cautious Fund	9.02%
BNY Mellon Global Short Dated High Yield Bond Fund	8.89%
AXA Sterling Corporate Bond Fund	7.74%
L&G Managed Monthly Income Fund	7.70%
Jupiter Absolute Return Fund	6.54%
iShares PLC Treasury Bond 1-3 ETF	5.12%
iShares UK Gilts	5.12%
Legg Mason Western Macro Opportunities Bond Fund	4.98%
iShares Automation & Robotics Fund	3.82%
Total	71.84%

Asia Pacific shares, generally, pulled back on inflationary fears following the strong job data from the US. Nonetheless, GDP growth in Thailand (South east Asia's 2nd largest economy) grew by 3.9% in 2017, up from 3.3% in 2016. Improving exports courtesy of global growth and increased tourism were the key drivers. Note, that this is still less than most other countries in the region which are growing at 5%+, but the export growth statistic is nonetheless encouraging.

In Emerging Markets, China got off to a flying start in January posting a 6 year high in its services sector Purchasing Managers' Index which hit 54.7 from a prior month reading of 53.9. This bodes well for a government counting growth in both services and consumption as it continues to rebalance its economy away from a traditional reliance on heavy industry, investment and exports. Meanwhile, China producer price inflation slowed by more than expected in January at 4.3% from 4.9% in December (expectations were for 4.4%). CPI was ahead 1.5% from 1.8% in December. China's inflation target remains 3%, suggesting little need for faster monetary tightening at present.

Market and Fund Commentary

During the month, the best performing IA (Investment Association) sectors were Global Bonds, Global Emerging Market Bonds, and Japan. By way of contrast, the worst performing IA sectors were UK All Companies, UK Equity Income and Europe ex UK.

Against this backdrop, and in terms portfolio performance, the greatest contributions were derived from Royal Dutch Shell PLC, Newscape Diversified Growth Fund and Glencore PLC. Meanwhile, the main detractors to performance were Aberdeen European Property Fund, LT Miton Cautious Fund and Salter Growth Fund.

Asset class valuations remain high across the board, despite a market increasingly spooked by higher inflation prospects.

Consequently, we commenced the process of de-risking the portfolio. In particular, we looked to reduce our exposure to assets that are more sensitive to a rising interest rate environment. With this in mind, we executed the following trades.

Firstly, we sold our entire allocation to property through the disposal of the Aberdeen European property Fund. As interest rates move higher, the property market is increasingly exposed to debt default risk alongside potential asset price reduction.

We also sold our position in the Pictet Water Fund. We believe that its strong historic performance has in part been derived courtesy of its thematic wrapper. However, we need to balance this against certain underlying utility holdings which have interest-rate sensitive bond-like characteristics.

All proceeds have, for the time being, been allocated to cash.

On the direct equity side, in keeping with our overall outlook for risk assets, we have further reduced our allocation to equities and replaced these with positions in short dated US and UK fixed income.

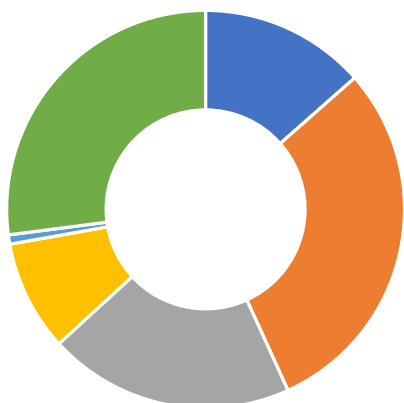
We remain concerned about the inflationary pressures in the US, the reversal of QE and stretched equity valuations. Strong global growth, a weak US dollar and tightening labour markets will require a monetary policy response which may disrupt the low volatility carry trade in bond and equity markets. We will continue to monitor equity market breadth and valuations to assess when to increase our risk allocation.

We remain Neutral UK and Europe and Underweight US on concerns of an overheat and historically high valuations. To the East, we remain Overweight Asia and Japan as we continue to see the region as a major beneficiary of a pick-up in global inflation. However, we have now moved to Underweight from Neutral Emerging Markets and have also moved to Underweight from Overweight Commodities. The proceeds have been applied to cash where we are now Overweight.

Share Class Information

Share Class	Bloomberg Ticker	NAV	Inception Date
A Acc GBP	NF5ACGA ID Equity	99.75	28/11/2016
B Acc GBP	NF5ACGB ID Equity	99.74	28/11/2016
E Acc GBP	NF5ACEAID Equity	99.53	03/08/2017

Asset Allocation



- Managed Liquidity
- UK Equities
- Emerging market
- Fixed income
- Developed equities
- Other assets

Fund Details

Domicile	Dublin, Ireland	
Legal Structure	ICVC	
Investment Manager	Newscape Capital Group Ltd	
Fund Launch Date (Share Class A Acc)	29-Nov-16	
Currency	GBP	
Liquidity	Daily	
Administrator	CACEIS Ireland Limited	
Depository	CACEIS Bank Luxembourg Dublin Branch	
Auditor	PricewaterhouseCoopers (Ireland)	
Legal Counsel	A&L Goodbody Solicitors	
Codes	Bloomberg ticker	ISIN
Class A Acc GBP	NF5ACGA ID	IE00BYX95H33
Class B Acc GBP	NF5ACGB ID	IE00BYX95K61
Class E Acc GBP	NF5ACEAID	IE00BD5G3W67

Fees and Charges

Fee Type	A Acc GBP	B Acc GBP	E Acc GBP
Management Fee	0.50%	0.50%	0.35%**
OCF*	2.22%	2.20%	2.05%
Initial Charge	Up to 5%	0.00%	0.00%
Introducing Brokers Fee	0.25%	0.25%	0.00%
CDSC***	0.00%	Up to 5%	Up to 5%
Minimum Initial Investment	£500,000.00	£500,000.00	£500,000.00

*Ongoing Charges Figure as of 31/12/2017
** as of December 2017

***Contingent Deferred Sales Charge
(OCF is the basis upon which all share class figures have been calculated)
For full details on the charges and fees please refer to the fund supplement and KIID.

Important Information / Fund Name Change

We have now completed the transition of the revised investment strategy to the renamed Newscape Global Multi-Asset Funds (previously 5 Apha Funds). Both the Conservative and the Adventurous Funds now follow the Newscape tactical asset allocation strategy as devised by our Investment Committee. The asset allocations are then populated with a range of actively and passively managed funds. Moving forward, these positions will be complemented by direct holdings in global equities, bonds and non-correlated assets where members of the Investment Management team see the potential for enhanced returns.

Disclaimer

Issued in the United Kingdom and intended for Professional Financial Advisers only by Newscape Capital Group Ltd ("Newscape") of 86 Jermyn Street, London SW1Y 6JD; authorised and regulated by the Financial Conduct Authority (193700). Newscape is registered in England & Wales: 03944811. Newscape Global Multi-Asset Conservative Fund (the "Fund") is an open-ended sub-fund of Newscape Funds plc (the "Company"), an umbrella fund with segregated liability between sub-funds, incorporated with limited liability as an investment company with variable capital ("ICVC") under the laws of Ireland, registered number C48050 and therefore qualifies as a UCITS under all relevant laws and regulations with Fund reference number C164036. The Fund is a recognised collective investment scheme for the purposes of Section 264 of the UK Financial Services and Markets Act 2000 ("FSMA"). This document is for information purposes only and does not constitute advice, an offer or solicitation to invest in the Fund. Any decision to purchase or sell securities should be made solely on the information contained in the Fund's Offering Memorandum, Supplement and Key Investor Information Document (KIID) ("Fund Documents"). Any share class with an exit fee or a Contingent Deferred Sales Charge (CDSC) should only be suitable for long-term investors. It is not intended for distribution or use by any person or entity who is a citizen or resident of or located in any jurisdiction where such distribution, publication or use would be prohibited. Past performance is not a guide to future performance; investments may go down as well as up, and you may get back less than your original investment. Full details of the investment risks and charges are contained within the Fund Documents. The information contained in this document is believed to be correct, complete and accurate and every effort has been made to represent accurate information. However, no representation or warranty, expressed or implied, is made as to the accuracy, completeness or correctness of the information contained in this document. Newscape assumes no responsibility or liability for any errors or omissions with respect to this information. Unless otherwise stated, the source of all figures contained herein is Newscape. If you are uncertain with regards to any of the matters contained within this document you should seek professional independent financial advice. All data provided is from Newscape Capital Group Ltd ("Newscape") as at the 28/02/2018 unless otherwise specified, and is for informational purposes only.