

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 the month, the Newscape Global Multi-Asset Conservative Fund rose by +1.22% versus the IA OE Mixed Investment 0-35% Shares Index which was up +0.67% and the FTSE UK Private Investor Conservative Index which was ahead 1.22%.

Macro commentary

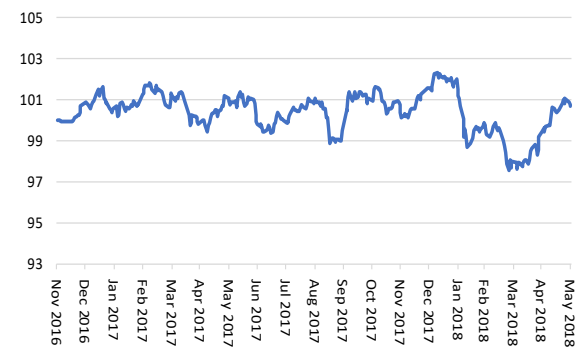
UK growth came in below expectations for Q1 2018 at 0.1% versus consensus of 0.3% and a prior reading of 0.4%. Manufacturing was a key component of the miss, forcing the pound lower albeit leaving markets unnerved. Elsewhere, inflation fell back to 2.5%, its lowest level for a year, helping to keep interest rates flat in the month. Meanwhile, consumers continued to tighten their belts with Visa reporting sales down 2% April YoY. The British Retail Consortium (BRC) added to the gloom reporting that UK retail sales fell at their sharpest rate, in April, since 1995 (-4.2% April YoY). That said, wage inflation hit 2.9% in the three months to March, surpassing headline inflation of 2.5%.

German inflation continued to pull back in April posting 1.4% versus 1.5% in the prior month with the Euro extending its decline on the release of this data. Furthermore, the yield gap between US 10 year treasury and European 10 year reached its widest differential in 30 years as investors bet on a more reliable pace of growth in the US. Meanwhile, German business confidence hit its lowest point in over a year with sentiment also deteriorating in both Italy and France. In summary, negative macro readings coupled with Italian election woes, Trump trade tariffs and an end to bond purchases continue to weigh heavy on the region.

In the US, growth slowed to an annualised rate of 2.3% in Q1 down from 2.9% and 3.2% in the prior respective quarters. This was despite Trump's \$1.5tn tax cuts, albeit accepting the benefit of these may take a little time to come through. On a QoQ basis, growth was still 0.6% which compares favourably against the UK and Europe. However, with this relative position of strength and the argument for rate hikes in the UK and Europe easing, the risk pointed back to a stronger dollar. Despite \$3/gallon fuel prices, retail sales posted a broad-based advance in April.

Japan saw unemployment hold fast at 2.5% in March. Meanwhile, industrial production moved ahead 1.2% versus expectations of 0.5%. On the negative

Performance



Share Class A Acc GBP from 28/11/2016 to 31/05/2018
Fund data as at 31 May 2018
Source: Newscape Capital Group

Returns (%)

	Class A GBP	Class B GBP	Class E GBP
1 Month	1.22%	1.22%	1.25%
6 Month	0.28%	0.26%	0.39%
YTD	-0.86%	-0.89%	-0.75%
Since Inception	0.67%	0.64%	0.53%
1 Year	-0.27%	-0.30%	-
3 Year	-	-	-
5 Year	-	-	-

Share Class A Acc GBP; Fund data as at 31 May 2018; since 28/11/2016. Data prior to 28/11/2016 unavailable; Source: Newscape Capital Group

Rolling Annual Returns - year end 31/05

	2018	2017	2016	2015	2014
Class A	-0.27%	-	-	-	-

Share Class A Acc GBP; Fund data as at 31 May 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 31 May 2018; Daily data used for calculations; Figures are net of fees; Source: Newscape Capital Group

Top 10 Holdings

Holding	Size
iShares Ultra Short Bond ETF	11.48%
BNY Mellon Global Short Dated High Yield Fund	8.14%
LT Miton Cautious Fund	7.70%
AXA Fixed Interest Sterling Corporate Bond Fund	7.17%
L&G Managed Monthly Interest Fund	7.16%
Jupiter Absoloute Return Fund	5.98%
Legg Mason Western Macro Opps Bond Fund	4.39%
iShares Automation & Robotics	3.94%
Old Mutual UK Mid Cap Fund	3.35%
Old Mutual UK Smaller Companies Fund	3.25%
Total	62.56%

side, inflation remained weak at 0.5% in the 12 months to April. Core CPI excluding food rose 0.6% albeit down on the 0.8% of March and versus consensus expectations of 0.8%. Growth pared back in Q1 after 8 consecutive quarterly rises. A stronger Yen was touted as a main reason behind weak external growth, with consumers continuing to drag their feet internally.

In the Emerging Markets space, China's manufacturing PMI moved to 51.4 in April from 51.5 previously and versus expectations of 51.3. Non-manufacturing moved higher to 54.8. Separately, a week of trade talks between the US and China suggested an easing of trade tariff risk between the pair helping to push global markets higher.

Market and Fund Commentary

During the month, the best performing IA (Investment Association) sectors were the IA OE China/ Greater China, North America and Global. By way of contrast, the worst performing IA sectors were Global Emerging Market Bonds, Global Emerging Markets and £ High Yield.

Against this backdrop, and in terms portfolio performance, the greatest contributions were derived from iShares Automation & Robotics, Old Mutual UK Mid Cap Fund and Old Mutual North American Fund. Meanwhile, the main detractors to performance were Legg Mason Western Macro Opportunities Bond Fund, BNY Mellon Global SD Bond Fund and Invesco Perpetual Far East Asia Fund.

At the end of the month, we commenced a number of adjustments to the fund as follows.

US Equities to Neutral from Underweight – We increased our weighting in US equities from Underweight to Neutral. We expect to see a pick-up in growth driven by the recent tax reforms, a continued tightening of the labour market and the ongoing repatriation of assets to the region. Additionally, and given increasingly full valuations within the technology space, we increased our bias towards value stocks. To achieve this, we sold our position in the Old Mutual North American Equity Fund, which aims to deliver growth over the long term by investing in a broad cross section of North American companies, replacing this with a new allocation to the M&G North America Value Fund which focusses primarily on companies that its sees as undervalued.

Japan Equities to Neutral from Overweight – Growth stepped back in Q1 2018 following 8 previous consecutive quarters of expansion. A strong Yen took its toll on external trade, whilst the consumer continued to drag its feet internally. Hence, and following the strong relative performance we have seen in our Japanese holding year to date, we pared back our position in the Baillie Gifford Japanese Fund.

Seeking Value in European Equities – As part of our general theme of reducing our exposure to Growth stories and adding to Value opportunities, we sold our existing holding in the Janus Henderson European Growth Fund replacing this with a new position in the LF Miton European Opportunities Fund. LF Miton shows a bias to more medium sized European companies and companies that appear undervalued than its more broadly focused peer.

Increasing Underweight in Fixed Income – As part of our continued reduction in Fixed Income exposure, we further reduced our exposure to Investment Grade corporate bonds. The proceeds were redeployed to cash and a new position in the Royal London Sterling Extra Yield Bond which itself replaced our prior holding in the Legg Mason Western Asset Macro opportunities Bond Fund. The Royal London bond aims to deliver a gross redemption yield that is 1.5x greater than the yield on the FTSE Actuaries British Government 15 Year Index by investing in a cross section of investment grade and high yield global corporate bonds (75% denominated in Sterling).

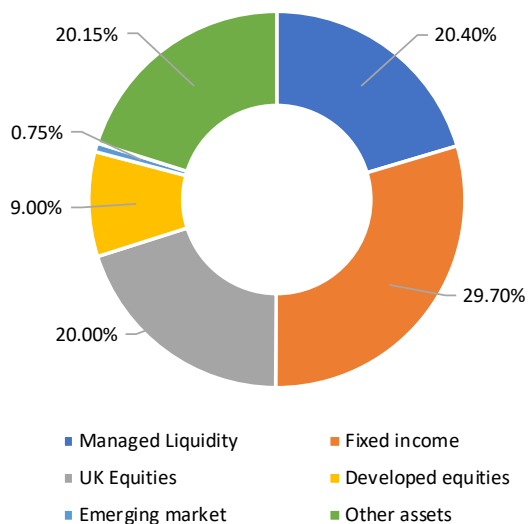
Furthermore, we sold our position in the Axa Sterling Corporate Bond, replacing this with the shorter duration L&G Short Dated Sterling Corporate Bond Index Fund, adding a further level of defence against any potential downturn in the corporate bond arena. Additionally, the L&G bond, which aims to track the performance of the Markit iBoxx Sterling Corporates 1-5 Index comes at a low underlying OCF of just 0.14%.

On the direct investment side, the largest contributions from single stocks came from ZPG (which was bid for), John Wood and ITV. The largest stock level detractors were Land Securities, Aggreko and RPC Group. We continue to have a pro income and value bias in our stock selection.

Share Class Information

Share Class	Bloomberg Ticker	NAV	Inception Date
A Acc GBP	NF5ACGA ID Equity	100.67	28/11/2016
B Acc GBP	NF5ACGB ID Equity	100.64	28/11/2016
E Acc GBP	NF5ACEAID Equity	100.53	03/08/2017

Asset Allocation



Fund Details

Domicile	Dublin, Ireland	
Legal Structure	ICVC	
Investment Manager	Newscap 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 Newscap Global Multi-Asset Funds (previously 5 Apha Funds). Both the Conservative and the Adventurous Funds now follow the Newscap 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. 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.

The name change was effective as of the 22 December 2017

Disclaimer

Issued in the United Kingdom and intended for Professional Financial Advisers only by Newscap Capital Group Ltd ("Newscap") of 86 Jermyn Street, London SW1Y 6JD; authorised and regulated by the Financial Conduct Authority (193700). Newscap is registered in England & Wales: 03944811. Newscap Global Multi-Asset Conservative Fund (the "Fund") is an open-ended sub-fund of Newscap 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. Newscap 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 Newscap. 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 Newscap Capital Group Ltd ("Newscap") as at the 31/05/2018 unless otherwise specified, and is for informational purposes only.