



WHEB

General Fund Information

Launch date: 8 Jun 2009
Launch price: 100.00p
Fund type: OEIC, UCITS
Daily dealing valuation point:
12 noon
IMA sector: Global Growth

Fund Data as at 31/07/2017
Fund size: £167m

C share class (ACC & INC: GBP)
1.03% Ongoing Charge
C share class (ACC: GBP)
195.25p Share Price
ISIN: GB00B8HPRW47
SEDOL: B8HPRW4
C share class (INC: GBP)
146.79p Share Price
Income Frequency: Annual
Dividend Record Date: 28 February
Last Dividend (28/02/17): 1.2408p
ISIN: GB00BHBFFN03
SEDOL: BHBFFN0

B share class (ACC: GBP)
142.46p Share Price
0.53% Ongoing Charge
£10m minimum investment²
ISIN: GB00B6Y2LD34
SEDOL: B6Y2LD3

A share class (ACC: GBP)
193.52p Share Price
1.68% Ongoing Charge
ISIN: GB00B4LDCG53
SEDOL: B4LDCG5

Indicative Characteristics
Holdings: 50-70
Expected tracking error
Range: 4-7%
Average holding period: 3-5 years
Actual Characteristics
Holdings: 61
Holding period³: 4.6 years
Active Share vs Benchmark: 98%⁴

Key Dates
Annual report 28 February
Interim report 30 August

Authorised Corporate
Director (ACD):
Fund Partners Limited (formerly
IFDS Managers Limited)
Fund Administrator:
International Financial Data
Services (UK) Limited
01268 448 234
Independently rated by:



FP WHEB SUSTAINABILITY FUND FACTSHEET

31 July 2017

MANAGER'S COMMENTARY

Market Background

The Fund's benchmark, the MSCI World index of stocks, rose by 0.89% in the month.

Fund Performance

The Fund underperformed during the month, falling 0.84%. The underperformance emerged at the end of the month when the reporting season for the second quarter began. Three stocks in particular reported weakly and were negative contributors: Wabtec in the Sustainable Transport theme, Siemens Gamesa in the Cleaner Energy theme, Johnson Controls in the Resource Efficiency theme.

These companies each hold the promise of creating market leaders in key sustainability sectors, namely rail equipment, wind turbines and building efficiency respectively, and are helped by transformational mergers. We don't build our investment case for any stock on a single quarter's report but we do pay close attention to what the companies are saying, and try to factor that in to our long-term view. For now, we feel that the long term potential for these three stocks remains compelling.

Activity

We closed one position in the month, and initiated one. The position we closed was Ship Healthcare in our Health theme. Ship is a Japanese healthcare services conglomerate whose core business is hospital consulting and procurement. Since we first invested in December 2014 the company has made a series of acquisitions and committed to a bold overseas expansion. We're not convinced of its ability to execute strongly on those activities, so we have sold our position.

The new addition to the Fund is Daifuku, another Japanese company, in our Resource Efficiency theme. Daifuku is one of the world's leading suppliers of factory and warehouse automation equipment. Through techniques such as energy recovery, lightweighting, variable speed drives, counterweighting and mechanical efficiency, Daifuku's systems enable significant reductions in energy use. They also reduce raw material wastage and can even help to reduce the physical size of factories.

Although Daifuku addresses a number of end markets, it is a particularly important player in warehouse automation. As the proportion of goods sold online grows around the world, warehouses are becoming an increasingly important part of the supply chain. Daifuku's products offer a more sustainable way to meet this new demand.

Outlook

Since the election of Donald Trump in the USA in November last year, the Republican Party there has controlled all three branches of government. Some equity market moves since then have been based on the assumption that this would result in significant policy changes. This expectation included healthcare market reform but perhaps more importantly for the market as a whole, tax reform, and the anticipation of reduced tax rates. During July, after seven months of trying, the Republicans proved incapable of achieving healthcare reform. This failure puts their tax reform agenda squarely in the spotlight. We anticipate that failure there will result in potentially negative sentiment for several months afterwards.

For our part, we continue to invest on a much longer horizon than the broader market. We are also led by sustainability developments and look for more fundamental business qualities than low tax rates.

Price moves sourced from Bloomberg

PORTFOLIO ANALYSIS AS AT 31 JULY 2017

Theme Breakdown	%	Geographic Breakdown	%	Market Cap Breakdown	%
Cleaner Energy	6.79	Asia ex-Japan	5.75	Under \$1bn	0.96
Education	1.97	Europe	17.89	\$1-\$2bn	3.40
Environmental Services	9.95	Japan	8.35	\$2-\$10bn	40.38
Health	21.16	North America	60.87	\$10-\$20bn	25.75
Resource Efficiency	26.90	UK	4.49	Above \$20bn	26.86
Safety	7.69	Cash	2.65	Cash	2.65
Sustainable Transport	9.29				
Water Management	6.90				
Wellbeing	6.70				
Cash	2.65				

COMPARATIVE PERFORMANCE

Figures are historic and past performance is not a reliable guide to future performance.

Cumulative Performance	1 month	3 months	Year to date	12 months	3 years	5 years ¹
FP WHEB Sustainability C (Primary) Share Class	-0.84%	3.96%	10.50%	13.23%	54.70%	102.13%
MSCI World Total Return	0.89%	3.00%	6.20%	16.94%	55.31%	105.98%

Discrete Performance	30 Jul 2016 30 Jul 2017	30 Jul 2015 30 Jul 2016	30 Jul 2014 30 Jul 2015	30 Jul 2013 30 Jul 2014	30 Jul 2012 30 Jul 2013
FP WHEB Sustainability C (Primary) Share Class	13.23%	18.24%	15.55%	4.52%	25.01%
MSCI World Total Return	16.94%	16.99%	13.52%	4.13%	27.36%

The FP WHEB Sustainability Fund was originally launched on 8 Jun 2009. ¹The C share class (now the Primary Share class) data is from 11 September 2012 and prior to that date the A share class data is used. ²The minimum investment level for the B share class is £10m. It is planned to close the B share class to new investors when that share class approaches £100m. ³The average holding period is derived from the fund turnover at the last reporting date (two months to 28.02.2017, Source: State Street Global Services). The figure is annualised and adjusted so as not to double count buys and sells. It is then inverted so that, for example, 50% turnover would equate to a two year average holding period. ⁴Active Share refers to the % overlap between the Fund and MSCI World Index weightings. Data as at 30 March 2017, source: Bloomberg. Fund data is provided by Bloomberg. Performance figures for the FP WHEB Sustainability Fund are calculated mid to mid. Index data are provided by MSCI Barra via Bloomberg, calculated using GBP. The MSCI World Index is quoted at month end with net dividends reinvested and without the deduction of any expenses (in contrast to the portfolio). The MSCI World Index is unmanaged and cannot be invested in directly.

This document is for Professional Investors only. Please see important notice on page 2.



Platform & Wrap Availability



FUND AIM

The aim of the Fund is to achieve capital growth over the medium to long term. The Fund will invest predominantly in international and UK equities and in particular will invest in equities in those sectors identified by the investment manager as providing solutions to the challenges of sustainability.

INVESTMENT PROCESS

- Provides investors with exposure to a new generation of sustainability themes with powerful, long-term growth drivers;
- Applies a disciplined multi-thematic approach;
- Follows a global strategy investing in what we believe are the world's best-managed companies focused on providing solutions to critical environmental and social challenges;
- Applies integrated sustainability investment analysis to all investments;
- Seeks to promote best practice in the companies we invest in.

TOP TEN HOLDINGS AS AT 31 JULY 2017 (Source: WHEB)

Stock	Theme	Description	Holding
Acuity Brands	Resource Efficiency	One of the world's leading producers and distributors of energy efficient LED lighting for commercial, institutional, infrastructure and residential markets	2.37%
Stantec	Environmental Services	One of the leading engineering companies in North America with a focus on environmental consultancy	2.21%
Littelfuse	Safety	A global supplier of electrical safety and circuit protection products for the electronics, automotive and electrical industries.	2.21%
Ansys Inc	Resource Efficiency	Develops product design, analysis & optimisation simulation software, cutting production time and costs, improves engineering processes and optimises product quality and safety for fuel efficient cars and planes, wind turbines, medical technology and consumer products.	2.19%
Intertek Group	Safety	Provides quality, safety, performance and regulatory testing services to renewable energy companies in over 100 countries and is developing greenhouse gas, environmental and health and safety consulting business.	2.18%
Xylem	Water Management	A designer, manufacturer, equipment and service provider for water and wastewater applications which address water collection, distribution, and use to its return to the environment.	2.12%
CVS Health	Health	The company engages in pharmacy benefit management services; mail order, retail and specialty pharmacy; disease management programs; and retail clinics.	2.07%
Agilent Tech	Health	A provider of bio-analytical measurement solutions to the life sciences, chemical analysis and healthcare industries as well as pollutant monitoring equipment for food and human body contaminant measurement.	2.05%
Orpea	Well-Being	A leading operator of nursing homes for the elderly, post-acute and psychiatric clinics in France which is expanding its operations across Europe. It has adopted a quality-based strategy to care which helps it maintain high standards.	2.05%
Ecolab	Water Management	A global provider of hygiene products to restaurants, hotels and hospitals with an emphasis on energy and water efficiency.	2.04%

WHEB Listed Equities Team

WHEB Group is a specialist investment management firm focused on the opportunities created by the global transition to more sustainable, resource efficient and energy efficient economies. We are independent and owner managed, and are well known for our extensive thought leadership and innovation. The Listed Equities team manages the FP WHEB Sustainability Fund and is considered to be one of the most experienced and well-resourced in the sector. Team members previously ran market-leading sustainable investment strategies at established institutional managers before coming together at WHEB. Fund manager Ted Franks works together with Head of Research Seb Beloe, Associate Fund Manager Ty Lee and Senior Analyst Ben Klutinger as a close-knit team.

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For more information, see www.whebgroup.com

Important Notices:

Risks include: the price of shares ("Shares") in FP WHEB Sustainability Fund ("Fund") Jun increase or decrease and you Jun not get back the amount originally invested, for reasons including adverse market and foreign exchange rate movements. Past performance is not a guide to future returns. The Fund invests in equities and is exposed to price fluctuations in the equity markets, and focuses on investments in mid-sized companies in certain sectors so its performance Jun not correlate closely with the MSCI World Index (the Fund's benchmark). For full risks, please see fund prospectus on www.whebgroup.com.

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