Rathbone Ethical Bond Fund

Investment objective
The objective of the fund is to provide a regular, above average income through investing in a range of bonds and bond market instruments that meet strict criteria ethnically and financially.

Fund snapshot
The manager runs the benchmark-agnostic fund with a strongly defined view that accounts for economic and political trends, company analysis, and thematic ideas. The investment grade fund targets a high yield with a strong ethical overlay. Once investment themes have been developed, the team carry out credit analysis to find the assets that work best within the thematic framework. Cash flow and strong balance sheets are key in determining bond selection, with the team applying the ‘Four Cs Plus’ principles: character, capacity, collateral and covenants. The ‘Plus’ is conviction – that to achieve above-average long-term performance, the team feel they must think differently to the market. After that, an ethical overlay is applied which consists of a negative screening followed by a positive screening.

Fund facts
Manager
Rathbone Unit Trust Management Limited
Trustee
NatWest Trustee and Depositary Services
Date Launched/Launch Price
14 May 2002/100p (fund)
Size of fund
Mid-market: £1,221.37m††
Unit price
Income (Inc): 94.63p
Accumulation (Acc): 207.76p
Historical distribution yield* 3.80%
Total no. of holdings
223
Initial charge
None
MiFID II charges
Ongoing Charges Figure (OCF) as at 31.03.2019 1.29%
Transaction costs 0.07%
Total MiFID II charges 1.36%
The MiFID II charges include the Ongoing Charges Figure (OCF) and transaction costs. PRIIPs compliant^
Minimum initial investment £1,000
Minimum additional investments £500
Manager ratings
CITYWIRE A
Bryn Jones

Distributions per unit
Latest distributions
Ex div Payment
Interim 01 Apr 19 31 May 19
Interim 01 Jan 19 28 Feb 19
Annual 01 Oct 18 30 Nov 18
Interim 01 Jul 18 31 Aug 18
Year end 30 September** Since 6 April 2017, distributions are paid gross.
Maturity distribution
Data as at 30.06.19 % in fund
0-5 Years 24.92
5-10 Years 43.32
10-15 Years 14.17
15+ Years 14.63
Cash 2.96
Modified Duration 6.31 years

Dealing/valuation
Forward daily: 9.00am-5.00pm
Valuation point: 12.00 midday
Dealing/valuation: 0330 123 3810
Information line: 020 7399 0399

Fund codes
Sedol (Inc): 3095702
Sedol (Acc): 3095713
ISIN (Inc): GB0030957020
ISIN (Acc): GB0030957137

Product availability
For Investment Advisers, third party availability – all major platforms.
For more information, please see our ‘distribution partners’ page on the ‘How to Invest’ section of our website rathbonefunds.com

Awards
WINNER JUDGES’ FIXED INCOME Rathbone Ethical Bond Fund
Rathbone Unit Trust Management Monthly factsheet 30 June 2019
R-Class Units
Contact us 020 7399 0399 rutm@rathbones.com

Management
Bryn Jones
Fund Manager
Bryn joined Rathbones in November 2004 and heads up the fixed income team. He has over 20 years’ investment industry experience in equity and fixed income markets. Bryn is a WMA representative and sits on the IA fixed income advisory committee.

Noelle Cazalis
Assistant Fund Manager
Noelle joined Rathbones in July 2011 and was made assistant manager in January 2016. Noelle works with Bryn Jones, providing in-depth credit analysis for the bond funds and Rathbone’s fixed income committee. She also assists the Rathbone Multi-Asset Portfolios team with their bond investments.

Fund ratings
††Please note that the change in size of fund is as a result of the Luxembourg SICAV version of this fund converting from a master feeder structure to a directly managed fund. If you have any questions please contact your financial adviser.
You may not get back your original investment. Price performance based upon bid to bid prior to 21.01.19 and single price (mid) thereafter. Past performance should not be

**Rathbone Ethical Bond Fund** 4.53% 6.15% 6.40% 0.58% 5.56%
**IA Sterling Corporate Bond Sector** 4.27% 6.15% 6.40% 0.58% 5.56%


<table>
<thead>
<tr>
<th></th>
<th>1 year</th>
<th>3 years</th>
<th>5 years</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rathbone Ethical Bond Fund</td>
<td>4.53%</td>
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<tr>
<td>IA Sterling Corporate Bond Sector</td>
<td>4.27%</td>
<td>6.15%</td>
<td>6.40%</td>
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**10 largest holdings**

<table>
<thead>
<tr>
<th></th>
<th>%</th>
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<tbody>
<tr>
<td>Royal London 6.125% 13/11/2028</td>
<td>1.58</td>
</tr>
<tr>
<td>HSBC 5.844% Perp</td>
<td>1.54</td>
</tr>
<tr>
<td>Rabobank Nederland 6.91% Perp</td>
<td>1.49</td>
</tr>
<tr>
<td>BPCE 5.25% 16/04/2029</td>
<td>1.46</td>
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<tr>
<td>AXA 5.453% Perp</td>
<td>1.43</td>
</tr>
<tr>
<td>Lloyds 13.0% Perp</td>
<td>1.42</td>
</tr>
<tr>
<td>Bank of Scotland 7.281% Perp</td>
<td>1.41</td>
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<tr>
<td>HBOS 7.881% Perp</td>
<td>1.40</td>
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<tr>
<td>RSA Insurance Group 5.125% 10/10/2025</td>
<td>1.40</td>
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<tr>
<td>Aviva 6.125% 16/11/2026</td>
<td>1.39</td>
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**Credit quality distribution**

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<thead>
<tr>
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<tbody>
<tr>
<td>AAA</td>
<td>7.23</td>
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<tr>
<td>AA</td>
<td>2.13</td>
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<tr>
<td>A</td>
<td>1.14</td>
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<tr>
<td>A+</td>
<td>3.64</td>
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<tr>
<td>A</td>
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<tr>
<td>A-</td>
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<tr>
<td>BBB+</td>
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<tr>
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<tr>
<td>BBB-</td>
<td>8.94</td>
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<tr>
<td>BB+</td>
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<tr>
<td>BB</td>
<td>1.89</td>
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<tr>
<td>BB-</td>
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<tr>
<td>NR</td>
<td>5.37</td>
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<tr>
<td>Cash</td>
<td>2.96</td>
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