R-class units

Contact us 020 7399 0399 rutm@rathbones.com

Rathbones
Look forward

Rathbone Income Fund

Investment objective

We aim to deliver an annual income that is in line with or better than that of the FTSE All-Share Index over any rolling three-year period. We also aim to increase the income we pay you in line with the Consumer Price Index (CPI) measure of inflation over any rolling five-year period.

We aim to generate a greater total return than the FTSE All-Share Index, after fees, over any five-year period. Total return means the return we receive from the value of our investments increasing (capital growth) plus the income we receive from our investments (dividend payments).

We use the FTSE All-Share Index as a target for our fund's return and the income we pay because we want to offer you a better income and higher returns than the UK stock market. Increasing your income payments at least in line with the CPI measure of inflation protects your future spending power.

We also compare our fund against the Investment Association (IA) UK Equity Income sector because the funds in it are similar to ours.

Investment strategy

This is a stock-picking fund, which means we invest in a small number of UK-listed stocks. We invest in businesses which offer the best investment opportunities at the most attractive prices.

When choosing investments we use our own trinity of risk framework: price, business and financial. We look for businesses that offer good value and make strong and consistent profits with high quality earnings - those that are backed by real cash rather than accounting contrivance. Companies shouldn't have more debt than they can handle.

We buy these companies because we believe they should grow generate good earnings backed by cash over many years. A healthy cash flow gives companies the flexibility to repay debts, reinvest in their businesses, and pay a dividend that increases over time.

Fund facts

Manager
Rathbone Unit Trust Management Limited

Trustee
NatWest Trustee and Depositary Services

Date Launched/Launch Price
12 February 1971/25p
(adjusted for 4:1 split)

Size of fund
Mid-market: £824.51m††

Unit price
Income (Inc): 725.24p
Accumulation (Acc): 1347.42p

Historical distribution yield*
Inc: 5.28% /Acc: 5.01%

Total no. of holdings
40

Initial charge
None

MiFID II charges

Ongoing charges figure (OCF) as at 31.03.2020
1.53%

Transaction costs
0.07%

Total MiFID II charges
1.60%
The MiFID II charges include the ongoing charges figure (OCF) and transaction costs. PRIIPs compliant^

Minimum initial investment
£100,000,000

Minimum additional investments
£500

10 largest holdings

Data as at 30.06.20	%
British American Tobacco	3.97
GlaxoSmithKline	3.88
Reckitt Benckiser	3.74
Legal & General Group	3.69
Bunzl	3.68
National Grid	3.65
Royal Dutch Shell B	3.51
DCC	3.48
BP	3.43
SSE	3.36

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): 0122904
Sedol (Acc): B06ZVC7
ISIN (Inc): GB0001229045
ISIN (Acc): GB00B06ZVC73

††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.

Distributions per unit

Year paid	2015	2018
Interim	11.50p	12.25p
Final	20.14p	23.69p
Year paid	**2016**	**2019**
Interim	11.50p	12.50p
Final	21.01p	25.42p
Year paid	**2017**	**2020**
Interim	12.00p	12.88p
Final	23.80p	

	Ex div	Payment
Interim	01 Apr	31 May
Final	01 Oct	30 Nov

Year end 30 September

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

Money Observer Rated Fund 2019

Management

Carl Stick
Fund Manager

Carl is an Executive Director of Rathbone Unit Trust Management and plays a key role in the development of Rathbones' investment process and business strategy. He has been managing the Rathbone Income Fund, since January 2000. Carl is also Institute for Investment Management and Research qualified and a Fellow of the Securities Institute.

Alan Dobbie
Fund Manager

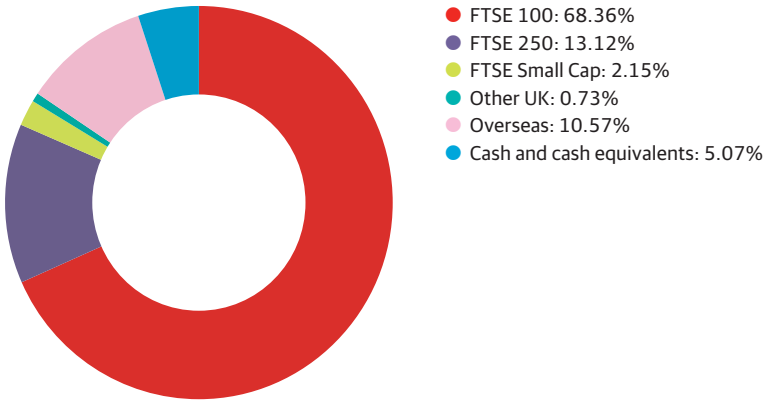
Alan joined Rathbones in October 2005 and became co-manager of the Rathbone Income Fund in October 2018. He has previously managed and co-managed a number of UK, European and global equity funds for Rathbones. Alan holds the Investment Management Certificate (IMC) and is a Chartered Financial Analyst (CFA) charter-holder.

Fund ratings

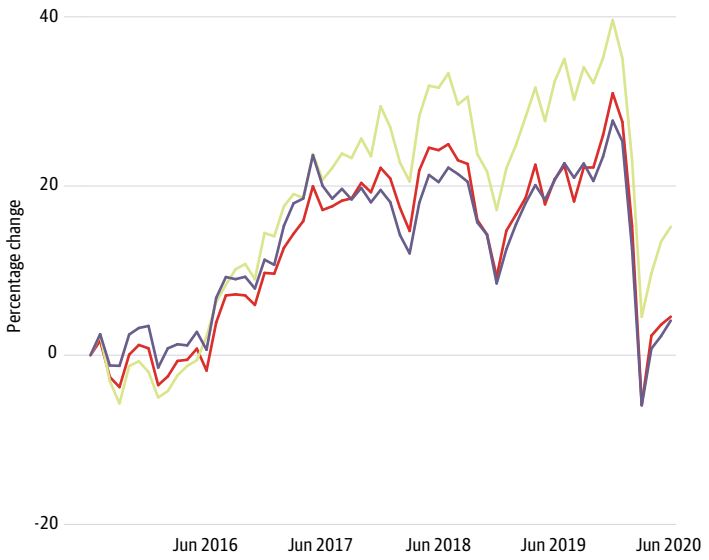
ELITE RATED by FundCalibre.com
Morningstar Bronze
FE fundinfo Crown Fund Rating
The Adviser Centre Recommended
ELITE PROVIDER rated for equities by FundCalibre.com
Rayner Spencer Mills Rated Fund
Morningstar ★★★★
FE INVESTMENTS APPROVED

Capitalisation split

Data as at 30.06.20



R-class fund performance over 5 years



Rathbone Income Fund: 4.09%
IA UK Equity Income sector: 4.68%
FTSE All Share Index: 15.17%

30 June 15 to 30 June 20, UK basic rate in UK Sterling, percentage change. Price performance based upon bid to bid prior to 21.01.19 and single price (mid) thereafter

Sector breakdown

Data as at 30.06.20	%
Oil and gas	6.93
Basic materials	7.64
Industrials	10.81
Consumer goods	23.93
Health care	10.18
Consumer services	8.05
Telecommunications	0.00
Utilities	7.01
Financials	19.03
Technology	1.35
Cash and cash equivalents	5.07

R-class fund performance

Data as at 30.06.20	1 year	3 years	5 years
Rathbone Income Fund	-13.77%	-13.28%	4.09%
IA UK Equity Income sector	-13.58%	-10.66%	4.68%
FTSE All Share Index	-12.99%	-4.60%	15.17%
Quartile rank	2	3	2

Discrete annual performance, quarter ending 30 June	2016	2017	2018	2019	2020
Rathbone Income Fund	0.64%	19.25%	0.37%	0.20%	-13.77%
IA UK Equity Income sector	-1.82%	19.34%	6.04%	-2.51%	-13.58%
FTSE All Share Index	2.21%	18.12%	9.02%	0.57%	-12.99%

	Alpha**	Beta**	Volatility**	Turnover***
Rathbone Income Fund	-1.72	0.92	12.55%	35.47%
IA UK Equity Income sector	-1.80	1.01	13.55%	

Price performance based upon bid to bid prior to 21.01.19 and single price (mid) thereafter. Past performance should not be seen as an indication of future performance. The value of investments and the income from them may go down as well as up and you may not get back your original investment.

You should know

Important information

Copies of the Prospectus, the Key Investor Information Document (KIID), the Supplementary Information Document (SID), and application forms may be obtained, free of charge, from Rathbone Unit Trust Management Limited.

Emerging markets are volatile and may suffer from liquidity problems. Changes in rates of exchange between currencies may cause the value of investments to decrease or increase.

Details of tax levels and reliefs may change in the future. The value of any tax relief depends on individual circumstances. If you have doubts about your tax position, or the suitability of this investment, you should seek professional advice.

To meet the investment objective, the fund may also invest, at the Manager's discretion, in other transferable securities, money market instruments, warrants, cash and near cash, deposits and units in collective investment schemes. Use may be made of stocklending, borrowing, cash holdings, hedging and other investment techniques permitted by the FCA Rules.

As the Manager's annual fee is taken from capital, this will mean that capital may be eroded or growth restricted to the extent of the charge and that, while there may as a result be a reduction in liability for Capital Gains Tax, there will be some increase in Income Tax liability for tax paying unitholders. All other income expenses are paid out of the fund's income.

†On 3 April 2017 the fund moved from IA All Companies to IA UK Equity Income sector.

Information notes

*Income and Accumulation yields may differ for this fund as the figure is expressed as a percentage of the unit price.

^From April 2018, the ongoing charges figure has been calculated according to PRIIPs regulations, which came into effect on 1 January 2018. Holdings are based on six monthly audited accounts. Changes to fund holdings within this period may result in higher or lower ongoing charges.

Source performance data Financial Express, price performance based upon bid to bid prior to 21.01.19 and single price (mid) thereafter. This is net of expenses and tax. Data using prices as at 30.06.2020. **Alpha, Beta and Volatility statistics given on a 5 year rolling basis. Alpha and Beta are calculated using the FTSE All-Share Index as the benchmark. Alpha, Beta and Volatility shown is annualised standard deviation of monthly returns. ***Turnover is calculated on a 1 year rolling basis.

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Authorised and regulated by the Financial Conduct Authority

A member of the Investment Association (IA)

A member of the Rathbone Group.
Registered No. 02376568

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