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FACTSHEET • MARCH 2024

WS Amati Global Innovation Fund



Fund Objective

The Fund aims to provide capital growth and to outperform global equity markets over the medium to long term (3-5 year period), by investing in companies that create value from innovative products, services and business models that address key challenges facing businesses, consumers and societies, where the impact of such innovation is not fully priced by the market. The recommended holding period is 5 years or more. To read more, please go to: Fund Overview



Ratings, Awards & Signatories

Signatory of:



















Contact Details

Key Information

Investment Manager

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ACD of the Fund

Waystone Management (UK) Limited 20-22 Bedford Row London WC 17 4ED

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W: Waystone Fund Services

10 Largest Holdings

% OF TOTAL ASSETS

(B CLASS)

Benchmark Return (%)**

PTC Inc	4.0%
Iqvia Holdings	3.9%
Novonesis	3.9%
Danaher Corp	3.8%
SK Hynix	3.7%
Eli Lilly	3.1%
Prysmian Spa	3.0%
Qiagen N.V.	3.0%
Laboratory Corp	3.0%
Booz Allen Hamilton	2.9%

Launch Date May 2022 **Fund Size** £8.1m Share price 124.45p ISAable fund Yes IA Sector Global No. of Holdings 39 Minimum Investment £1,000 **Net Dividend Yield** 0.4% Initial Charge 0% Min Lump Sum Regular £50/month Share Type **B** Accumulation Scheme Type **UK UCITS** ISIN GB00BKVF3N76 Benchmark MSCI ACWI

Available Platforms Click here for list of available

Investment Team

Charges (no initial)



Mikhail Zverev Fund Manager



0.75% Annual Mgt Charge plus research charge of up to 0.10% (OCF capped at 1%)

1	Graeme Bencke
	Fund Manager

1 month	3.76	3.22
3 months	9.45	9.13
6 months	20.99	16.01
1 year	22.02	20.54
Since Launch#	24.45	27.42

Fund Return (%)*

Cumulative performance data as at 31/03/2024 *TB Amati Strategic Innovation Fund, Total Return **MSCI ACWI Index (GBP), Total Return

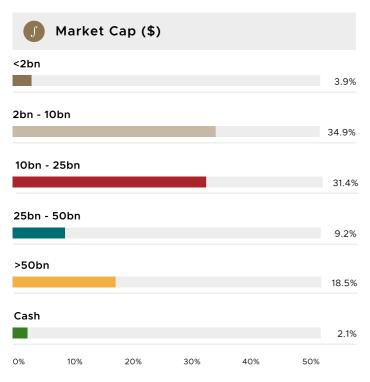
Cumulative Performance

Past performance is not a reliable indicator of future performance.

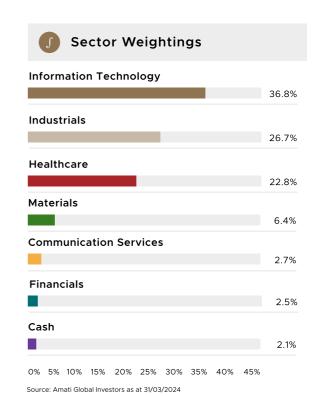


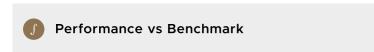
Dr Gareth Blades Analyst

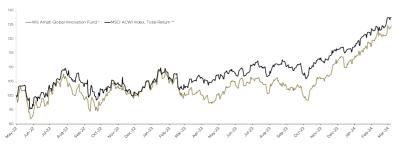












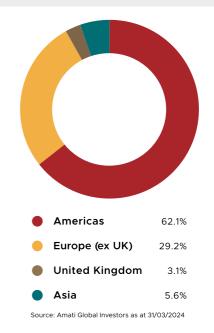
Source: Amati Global Investors as at 31/03/2024

*WS Amati Strategic Innovation Fund, Total Return.
**MSCI ACWI Index (GBP), Total Return. The stocks comprising the index are aligned with the Fund's objectives, and on that basis the index is considered an appropriate performance comparator for the Fund. Please note that the Fund is not constrained by or managed to the index.

Sources: Amati Global Investors Ltd and MSCI Inc

Past performance is not a reliable indicator of future performance.







Investment Report

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A quick glance at our benchmark, the MSCI All Countries World index, provides no suggestion of the escalating regional tension across the Middle East, a flight to safety in rising gold prices, a less dovish tone from central bankers in the West or a quiet but notable rise in energy prices. The index continued to rise steadily throughout March, as it has done since the most recent market low five months ago. However, behind the headline index number the sands have shifted somewhat with the all-conquering 'Magnificent Seven' losing some momentum, and performance widening out into other sectors and even down the market cap scale. The optimistic outlooks of companies from more cyclically sensitive sectors has shifted investor appetites from fear to greed and started a trickle of asset flows back into equities.

This is a helpful dynamic but remains tentative, as most forecasts still rely on a stronger second half of the year, with the real benefits to come in 2025. This provides a risk of disappointment through late summer and will likely keep allocations grounded as a result. From our perspective this is interesting colour but does not affect our decisions. Our investments are intentionally focused 3-5 years out so that we are not at the mercy of these fluctuations. The innovation frontiers which define our investments are, to the best of our assessment, technologically inevitable and will play out regardless of quarterly gyrations.

Many of these innovation areas will be well known to regular followers of the fund, with the biggest contributors this month being electrification, advanced memory semiconductors, and logistics automation. As grid investment continues to benefit from increased capacity and more dispersed generation (offshore wind, solar parks etc) someone needs to install and upgrade the infrastructure. After a difficult end to 2023, **Mastec**, the US listed services group, has rallied back strongly as the projects pipeline continues to build into the future. For advanced memory chips we were early to identify High Bandwidth Memory (HBM) as a direct but overlooked beneficiary of the investment in Al datacentres. **Nvidia**'s expensive GPUs need a large number of HBM chips in order to function, and the suppliers are a tight oligopoly with high barriers to entry. Our investment in **SK Hynix**, the South Korean semiconductor manufacturer benefitted as the market caught on to this. The third area of note was logistics automation, where our holding in the Norwegian company **Autostore**, contributed strongly to the March performance. As the cyclical outlook improves and borrowing costs decline, Autostore's customers are again looking to invest in the dramatic growth and efficiency benefits that come from installing their automated storage and retrieval system.

The only significant negative contribution in the month came from our position in **Fabrinet**, the advanced photonics equipment manufacturer listed in the US. We remain firm supporters of this uniquely positioned business that is at the nexus of the wide-ranging innovation in photonics, but had felt it was getting a little overheated in late January so took some profits. This proved prescient as the shares corrected after the in-line results report and drifted further down over the following weeks. We have tentatively added again and see the longer-term prospects as undiminished. Most people are aware that the old copper cable that came into the house has now been upgraded to fibre optic. This same process is happening across the network and across the world as light is faster than electricity and requires much less energy to transmit the same signal, as well as costing much less than the copper lines. The same physics is driving changes even between machines in data centres where servers and switch connectors are now photonic rather than electrical. Even down to the single chip level the electron will increasingly give way to the photon.

Market pundits often mention the 'Vix Index' which is derived from observing the price of options on the US S&P500 index. Since options are often used for hedging (price protection) their level of demand is seen as a short-term proxy for how worried the investment community is in the very near term. At present the demand is almost complacently low. While it is always pleasing to watch investments grow from month to month, we know that markets don't move in straight lines for very long. The coming months will likely bring a return to a more normal levels of volatility and an upwards movement in the Vix, but this is not to be feared. Our investments are on the trajectory of defined innovation areas which are already in motion, and we aim still to be with them when they are a lot further on.







Risk Warnings

Past performance is not a reliable guide to future performance. The value of investments and the income from them may go down as well as up and you may not get back the amount originally invested. Tax rates, as well as the treatment of OEICs, could change at any time. The return on investments in overseas markets may increase or decrease as a result of exchange rate movements. There may be occasions where there is an increased risk that a position in the Fund cannot be liquidated in a timely manner at a reasonable price. In extreme circumstances this may affect the ability of the Fund to meet redemption requests upon demand. A dilution levy may be applied to the share price when the fund is expanding or contracting. Should you buy or sell in these circumstances it may have an adverse impact on the return from your investment.

This factsheet does not provide you with all the facts you need to make an informed decision about investing in the fund. Before investing you should read the Prospectus, the Key Investor Information Document (KIID) and the Supplementary Information Document (SID). The Prospectus sets out the main risks associated with the fund, the KIID shows you how costs and charges might affect your investment, and the SID details your cancellation rights. If you are in any doubt as to how to proceed you should consult an authorised financial intermediary.

Fund documentation can be requested from Waystone Management (UK) Limited or Amati using the contact details above, and is available to download from our website.

Issued by Amati Global Investors Limited, which is authorised and regulated by the Financial Conduct Authority.