

J O Hambro Capital Management  
UK Umbrella Fund  
**2023**

Interim Report (Unaudited)  
for the six months ended 30 June 2023

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# Glossary

The following abbreviations are used in this document:

Abbreviation	Description
ACD	Authorised Corporate Director
ASX	Australian Securities Exchange
BOE	Bank of England
CEO	Chief Executive Officer
CPI	Consumer Price Index
EBITDA	Earnings Before Interest, Taxes, Depreciation and Amortisation
ECB	European Central Bank
ESG	Environmental, Social and Governance
FCA	Financial Conduct Authority
Fed	Federal Reserve
FRS 102	The Financial Reporting Standard applicable in the UK and Republic of Ireland
FRS 104	The Financial Reporting Standard 104 Interim Financial Reporting
FTSE	Financial Times Stock Exchange
ICVC	Investment Company with Variable Capital
IA SORP	Investment Association Statement of Recommended Practice
JOHCM	J O Hambro Capital Management
KID	Key Information Document
M&A	Mergers & Acquisitions
MSCI	Morgan Stanley Capital International
MSCI AC World NR Index	Morgan Stanley All Country World Net Return Index
OEIC	Open-Ended Investment Company
PRA	Prudential Regulation Authority
Sourcebook	The Financial Conduct Authority's Collective Investment Schemes Sourcebook
UK UCITS	UK Undertakings for Collective Investment in Transferable Securities

# Authorised Corporate Director's Report

for the period ended 30 June 2023

This report provides information on the financial statements of J O Hambro Capital Management UK Umbrella Fund ("the Company") comprising each of its sub-funds (the "Sub-Funds") for the period ended 30 June 2023.

The Company has been established as a UK Undertakings for Collective Investment in Transferable Securities ("UK UCITS") scheme and is an "umbrella scheme" with four Sub-Funds currently in operation. The investment objectives, policies and activities during the period are covered in the investment reviews of each Sub-Fund.

JOHCM Funds (UK) Limited is the Authorised Corporate Director ("ACD") of the Company.

The latest prospectus is dated 3 July 2023 and can be accessed at [www.johcm.com](http://www.johcm.com).

We hope that you find the report and financial statements both informative and useful. If you have any queries about your investment or the financial statements, please contact the ACD, details of which are shown on page 55.

## Authorised status

The Company is an investment company with variable capital ("ICVC") for the purposes of the Financial Conduct Authority's Collective Investment Schemes Sourcebook (the "Sourcebook"). The Company was incorporated in England and Wales with registered number IC000335 on 26 October 2004 and is Authorised and Regulated by the Financial Conduct Authority ("FCA").

## Statement of Authorised Corporate Director's responsibilities

The Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the "OEIC Regulations") require the ACD to prepare financial statements for each accounting period which give a true and fair view of the financial position of the Company and the net gains/(losses) on the property of the Company comprising each of its Sub-Funds for the period then ended.

In preparing the financial statements, the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- comply with the disclosure requirements of the Investment Association Statement of Recommended Practice ("IA SORP"), as issued by the Investment Association in May 2014 and amended in June 2017;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation; and

- comply with the Prospectus and applicable accounting standards subject to any material departures which are required to be disclosed and explained in the financial statements.

The ACD is also required to manage the Company in accordance with the Prospectus and the Regulations, maintain proper accounting records and take reasonable steps for the prevention and detection of fraud and other irregularities or errors.

## Crossholdings

There were no shares in any Sub-Fund held by other Sub-Funds of the Company.

## Russia / Ukraine

We are wholly committed to compliance with all relevant laws, regulations and sanctions. Pre-existing Russian and Belarusian investments are frozen by sanctions, and we have a complete account of those assets. Further information is available on the JOHCM website: [www.johcm.com](http://www.johcm.com).

## Middle Office / Fund Services Transition

In 2022, JOHCM announced its plans to migrate its middle office and fund services from RBC Investor Services to Northern Trust, designed to enhance the efficiency of its operational model and improve its services to clients. The middle office transition went live in February 2023. Northern Trust Global Services, UK Branch replaced RBC Investor Services Ireland Limited as the new Administrator, Registrar and Transfer Agent to the Fund effective 3 April 2023.

## Perpetual Acquisition of Pental Group

On 23 January 2023 Perpetual Group acquired Pental Group, the parent of the Fund's Investment Manager ("JOHCM"). We believe that the knowledge, expertise and diversity of the new group will provide significant benefits to the Fund and its clients. JOHCM operated as an investment boutique within Pental from October 2011, prior to which it was a private company owned by founder shareholders and staff.

## Executive Committee changes

On 23 August, Alexandra Altinger announced her resignation as a Director and CEO of JOHCM Funds (UK) Limited. The appointment of the individual to succeed Alexandra is under consideration by the Board and an announcement will be made in due course once a successor has been identified.

Alexandra also announced her resignation as a Director and Chief Executive of J O Hambro Capital Management Limited ("JOHCM"), which provides investment management and distribution services to the Company. The Board has been assured that JOHCM will continue to be managed by its long-established and experienced executive committee, and there will be no impact on the service offering to the Company.

### **Banking sector exposure and impact**

In March 2023 liquidity issues related to rising interest rates affected the banking sector in some cases with significant consequences. A small number of our investment strategies were impacted by the crisis but none to a material extent. Our risk management remained robust throughout the episode and we were especially vigilant in monitoring counterparty risk. We acted where needed and our trading activity was ultimately unaffected. The Board continues to monitor the situation closely.

### **Certification of Financial Statements by the Authorised Corporate Director**

We hereby certify that this report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority and approve it for publication on behalf of JOHCM Funds (UK) Limited, ACD.

On behalf of JOHCM Funds (UK) Limited, ACD



**Jane Leach**  
Chair  
23 August 2023

# Accounting Policies

## **a) Basis of preparation**

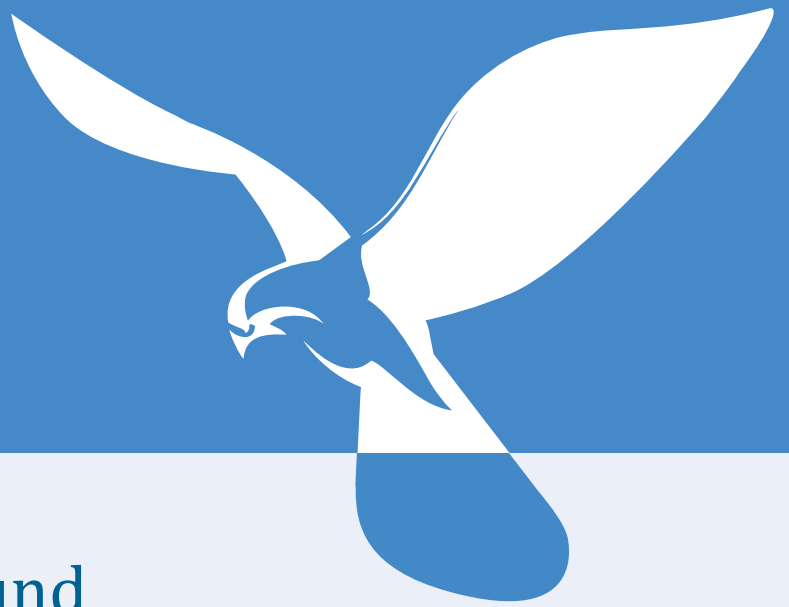
These interim financial statements have been prepared in compliance with UK Financial Reporting Standard 104 Interim Financial Reporting ("FRS 104") and in accordance with the Statement of Recommended Practice for Authorised Funds issued by the Investment Association in May 2014 ("IA SORP") and amended in June 2017.

The Company has not applied the full disclosure requirements of FRS 102 as according to FRS 104, issued by the Financial Reporting Council, disclosures demanded by Financial Reporting Standards are generally not required for interim reports.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2022 and are described in those financial statements. In this regard, comparative figures from previous periods are prepared to the same standards as the current period, unless otherwise stated.

## **b) Recognition of revenue**

Dividends on quoted ordinary shares and non-equity shares are recognised when the securities are first quoted ex-dividend. Revenue from unquoted equity investments is recognised when the entitlement to the dividend is established. Interest on bank deposits is recognised on an accruals basis. The underlying circumstances behind both special dividends and share buy backs are reviewed on a case by case basis in determining whether the amount is revenue or capital in nature. Revenue from stocklending is accounted for net of bank and agent fees and is recognised on an accruals basis. Stocklending income is split 15% to the stocklending agent and 85% to the Sub-Funds.



# JOHCM UK Dynamic Fund

A Sub-Fund of J O Hambro Capital Management UK Umbrella Fund

## INVESTMENT OBJECTIVE & POLICY

The Sub-Fund's investment objective is to achieve capital growth over a rolling seven-to-ten year period as well as providing income. The Sub-Fund's target is to have a return greater than the FTSE All-Share Total Return Index (12pm adjusted), which is used in the calculation of performance fees.

At least 90% of the Sub-Fund is invested in the shares of companies listed on either of the two primary markets of the London Stock Exchange: the Main Market (FTSE) and the Alternative Investment Market (AIM). At all times at least 75% of the Sub-Fund is invested in the shares of companies that are domiciled, incorporated or have a significant portion of their business in the UK.

The Sub-Fund will typically invest in the shares of 35-50 different companies. The Sub-Fund invests in companies undergoing major transformation in their businesses. The fund manager believes these changes will lead to an improvement in the performance of these companies and their share prices.

At least 50% of the Sub-Fund will be invested in companies listed on the FTSE 100 index, which contains the 100 largest companies listed on the London Stock Exchange. These are the most liquid on the exchange, meaning they

can be easily bought and sold without materially affecting their share price. The Sub-Fund also invests in smaller companies. These may be less liquid and are therefore widely regarded as being riskier.

Other than investing in shares listed in the UK, the Sub-Fund may also invest in shares listed elsewhere, money market instruments, deposits, warrants and units in other collective investment schemes.

The Sub-Fund's performance may be measured against the FTSE All-Share Total Return Index (12pm adjusted, the "Index"). The Index is used as a target benchmark for the Sub-Fund as the Performance Fee for the Sub-Fund is payable when the performance of the Sub-Fund exceeds that of the Index. The use of the Index does not limit the investment decisions of the fund manager therefore the shareholdings of the Sub-Fund may differ significantly from those of the Index, however it may influence the weightings of investments in components of the Index. The Index is used as it is the broadest available index of shares listed on the London Stock Exchange, representing at least 98% of the market value of the shares listed.



**Alex Savvides**  
Senior Fund Manager  
Alex joined JOHCM in March 2003 and has 26 years' industry experience



## INVESTMENT MANAGEMENT REPORT

for the period ended 30 June 2023

### Performance

The JOHCM UK Dynamic Fund was up +2.63%, net of fees and in Sterling terms for the A Accumulating share class, for the six-month period to 30 June 2023. The FTSE All Share Index (12pm adjusted) was up +2.24%<sup>1</sup> in Sterling terms over the same period.

### Portfolio Review

The macro backdrop in the UK continued to be a challenge in the first half of 2023, with at least four differing market narratives to navigate.

The year began with positive sentiment following the full re-opening of the Chinese economy, declining gas prices and optimism that central banks could achieve a “soft landing” scenario, following their accelerated hiking cycles in 2022. This provided a supportive backdrop for cyclical to outperform and, accompanied with positive idiosyncratic developments within the Sub-Fund’s holdings, was a more supportive environment to the Sub-Fund’s relative performance through January and February.

The UK market reached a new high in mid-February, but with inflation remaining elevated, the team continued to take a more cautious stance on portfolio positioning, trimming back some of the Sub-Fund’s highest beta names. This action was helpful moving into March, with the collapse of both SVB and Signature Bank bringing fears of a credit crunch within the global banking sector. The crisis deepened as the future of long-troubled Credit Suisse remained uncertain until a rescue merger with UBS brought stability, but not before markets had sold off aggressively led by financials. This led to a period of

underperformance, primarily driven by the Sub-Fund’s overweight positions in insurance and investment companies.

As fears over the banking sector faded, attention returned to the inflationary backdrop. April and May brought two inflation prints that surprised to the upside. With UK inflation proving stickier compared to Europe and the US, the market moved to price in a more hawkish stance from the Bank of England, who raised interest rates by a surprise 0.5% in June to 5%. Bond yields climbed higher, negatively impacting the performance of the Fund’s interest rate sensitive real estate and house-builder-related holdings.

Finally, a profit warning from Chegg and revenue upgrades from Nvidia in the US, cast a lens on the potential disruption of generative Artificial Intelligence (“AI”). Media companies were considered amongst the cohort most “at risk” of disruption from AI, leading to negative read-across in WPP and Pearson. The euphoria over AI winners also established investor preferences towards technology and growth factors in the second quarter, providing a further headwind to relative performance.

The three names that had the most material positive impact on Sub-Fund performance over the half year were 3i Group, Centrica, and Moneysupermarket. 3i Group, the Sub-Fund’s largest position, showed yet again the power of compounding with Action, delivering peer-leading performance under challenging conditions. Centrica upgraded earnings again and is expected to make material free cash flow over the medium term with plenty of optionality for reinvestment and

buybacks. Lastly, Moneysupermarket beat expectations led by its insurance division and a strategy focused on helping consumers manage the cost-of-living crisis.

On the negative side, Anglo American, Direct Line and NCC Group were the most significant negative contributors. Anglo American fell from a convergence of many small issues. These included weak global demand for rough diamonds, declining PGM (Platinum group metal) prices, impairment of the Woodsmith site and fears over De Beers’ negotiation outcomes with Botswana. DirectLine waned owing to poor motor underwriting performance and the solvency position of the company remaining depressed, despite a cut to the final dividend. CEO Penny James has departed, and the board’s focus from here is to restore profitability within the motor division and rebuild balance sheet resilience through internal levers, which have been laid out. NCC Group issued a profit warning at the end of March, having already warned of lengthening sales cycles in its US cyber security business in February. Management downgraded 2023 operating profit expectations by c.35%, citing a demand contraction in the Assurance division due to a downturn in US technology sector budgets.

### Outlook

With some indicators pointing to an imminent decline in inflation, the team believe there is scope for the UK to outperform other regional equity markets. The valuation differential of growth versus value factors, when considered in the context of higher bond yields, also looks stretched, having been exacerbated by AI trends.

<sup>1</sup> Source: JOHCM/FTSE International Limited. Basis: Sub-Fund return, mid to mid with net income reinvested, in Sterling.





## Investment Management Report (continued)

The team believe continued underperformance of the higher-yielding components of the market is not sustainable.

The Sub-Fund remains balanced in terms of positioning, as a range of possible macroeconomic outcomes remain feasible. The performance of the Sub-Fund will continue to be driven by idiosyncratic developments in the long term.

### **J O Hambro Capital Management Limited July 2023**

Past performance is not necessarily a guide to future performance. The price of shares may go down as well as up and future income is not guaranteed.



## Net asset value and distribution history

### PRICE AND INCOME HISTORY

Calendar year		Highest price	Lowest price	Net distribution per share
		pence	pence	pence
2019	GBP Class A Distributing	212.30	173.60	8.337592
	GBP Class A Accumulating	283.70	232.00	11.143812
	GBP Class B Distributing	194.50	159.80	7.664497
	GBP Class B Accumulating	317.20	260.70	12.491419
	GBP Class Y Distributing	132.90	108.60	5.218446
	GBP Class Y Accumulating	163.40	133.40	6.413130
	GBP Class X Distributing	110.30	94.80	4.311100
	GBP Class X Accumulating	110.30	94.80	4.321400
2020	GBP Class A Distributing	203.60	115.70	4.547453
	GBP Class A Accumulating	283.30	161.10	6.329409
	GBP Class B Distributing	185.50	105.90	4.156631
	GBP Class B Accumulating	316.80	179.90	7.058178
	GBP Class Y Distributing	127.50	72.50	2.849688
	GBP Class Y Accumulating	163.10	92.80	3.646559
	GBP Class X Distributing	105.80	60.10	2.365322
	GBP Class X Accumulating	110.10	62.60	2.462035
2021	GBP Class A Distributing	201.40	161.50	6.255826
	GBP Class A Accumulating	288.20	231.20	8.951519
	GBP Class B Distributing	182.80	147.20	5.687985
	GBP Class B Accumulating	319.20	257.00	9.932500
	GBP Class Y Distributing	126.40	101.30	3.923914
	GBP Class Y Accumulating	166.30	133.30	5.163877
	GBP Class X Distributing	105.00	84.10	3.259911
	GBP Class X Accumulating	112.40	90.00	3.489834
2022	GBP Class A Distributing	200.20	167.20	7.521324
	GBP Class A Accumulating	295.90	252.80	11.226754
	GBP Class B Distributing	181.50	151.10	6.805582
	GBP Class B Accumulating	327.30	278.80	12.397186
	GBP Class Y Distributing	125.70	105.10	4.723674
	GBP Class Y Accumulating	170.80	146.10	6.484177
	GBP Class X Distributing	104.50	87.40	3.927600
	GBP Class X Accumulating	115.50	98.90	4.389477
2023 (to June)	GBP Class A Distributing	206.20	186.60	4.734810
	GBP Class A Accumulating	317.20	287.10	7.284820
	GBP Class B Distributing	185.90	168.20	4.266648
	GBP Class B Accumulating	349.00	315.80	8.011993
	GBP Class Y Distributing	129.60	117.30	2.976609
	GBP Class Y Accumulating	183.40	166.00	4.211925
	GBP Class X Distributing	107.80	97.60	2.477524
	GBP Class X Accumulating	124.10	112.40	2.851971



## Net asset value and distribution history (continued)

2023 (to June)	GBP Class M Distributing <sup>1</sup>	100.80	94.97	0.697512
	GBP Class M Accumulating <sup>1</sup>	100.80	94.97	0.697512
	GBP Class K Distributing <sup>2</sup>	101.10	96.98	0.613000
	GBP Class K Accumulating <sup>2</sup>	101.10	96.98	0.612873

<sup>1</sup> Launched on 16 May 2023

<sup>2</sup> Launched on 30 May 2023

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## NET ASSET VALUES

		Net asset value of share class	Total shares in issue	Net asset value per share	Percentage change <sup>1</sup>
		£			%
GBP Class A Distributing	31 December 2021	2,681,296	1,396,626	191.98p	18.71
	31 December 2022	2,591,634	1,383,845	187.28p	(2.45)
	30 June 2023	2,672,180	1,423,087	187.77p	0.26
GBP Class A Accumulating	31 December 2021	33,961,718	11,972,307	283.67p	22.87
	31 December 2022	28,291,541	9,818,626	288.14p	1.58
	30 June 2023	74,777,723	25,246,740	296.19p	2.79
GBP Class B Distributing	31 December 2021	30,298,125	17,399,986	174.13p	15.20
	31 December 2022	28,341,597	16,769,969	169.00p	(2.95)
	30 June 2023	29,538,941	17,476,271	169.02p	0.01
GBP Class B Accumulating	31 December 2021	300,670,185	95,756,695	313.99p	22.63
	31 December 2022	283,145,756	89,220,271	317.36p	1.07
	30 June 2023	270,802,719	83,219,842	325.41p	2.54
GBP Class Y Distributing	31 December 2021	222,651,038	184,778,046	120.50p	19.39
	31 December 2022	207,423,661	176,238,953	117.69p	(2.33)
	30 June 2023	180,383,576	152,762,522	118.08p	0.33
GBP Class Y Accumulating	31 December 2021	745,375,505	455,224,805	163.74p	23.23
	31 December 2022	513,822,950	308,530,509	166.54p	1.71
	30 June 2023	414,347,532	241,890,591	171.30p	2.86
GBP Class X Distributing	31 December 2021	11,458,922	11,443,070	100.14p	19.46
	31 December 2022	61,157,280	62,447,500	97.93p	(2.21)
	30 June 2023	61,187,608	62,242,802	98.30p	0.38
GBP Class X Accumulating	31 December 2021	9,562,843	8,637,631	110.71p	23.16
	31 December 2022	202,406,333	179,539,779	112.74p	1.83
	30 June 2023	185,525,124	159,918,405	116.01p	2.90



## Net asset value and distribution history (continued)

GBP Class M Distributing <sup>2</sup>	30 June 2023	962	1,005	95.72p	–
GBP Class M Accumulating <sup>2</sup>	30 June 2023	969	1,005	96.42p	–
GBP Class K Distributing <sup>3</sup>	30 June 2023	978	1,000	97.80p	–
GBP Class K Accumulating <sup>3</sup>	30 June 2023	43,006,091	43,697,135	98.42p	–

1 Percentage change figures for distributing share classes are calculated post distribution.

2 Launched on 16 May 2023, therefore there is no percentage change.

3 Launched on 30 May 2023, therefore there is no percentage change.

## DISTRIBUTIONS

JOHCM UK Dynamic Fund pays semi-annual distribution with ex date 30 June, pay date 31 August; ex date 31 December, pay date 28 February.



## ONGOING CHARGES FIGURE

	Class A		Class A		Class B		Class B	
	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
Ongoing charges figure	0.79%	0.80%	0.79%	0.80%	1.29%	1.30%	1.29%	1.30%
Performance fee	-	-	-	-	-	-	-	-
Total expenses ratio	0.79%	0.80%	0.79%	0.80%	1.29%	1.30%	1.29%	1.30%

	Class Y		Class Y		Class X		Class X	
	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
Ongoing charges figure	0.66%	0.68%	0.66%	0.68%	0.56%	0.57%	0.56%	0.57%
Performance fee	-	-	-	-	-	-	-	-
Total expenses ratio	0.66%	0.68%	0.66%	0.68%	0.56%	0.57%	0.56%	0.57%

	Class M		Class M		Class K		Class K	
	Distributing Shares <sup>1</sup>	Accumulating Shares <sup>1</sup>	Distributing Shares <sup>1</sup>	Accumulating Shares <sup>1</sup>	Distributing Shares <sup>2</sup>	Accumulating Shares <sup>2</sup>	Distributing Shares <sup>2</sup>	Accumulating Shares <sup>2</sup>
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
Ongoing charges figure	0.49%	-	0.49%	-	0.69%	-	0.69%	-
Performance fee	-	-	-	-	-	-	-	-
Total expenses ratio	0.49%	-	0.49%	-	0.69%	-	0.69%	-

1 Launched on 16 May 2023, therefore there is no comparative figure.

2 Launched on 30 May 2023, therefore there is no comparative figure.



## PERFORMANCE RECORD

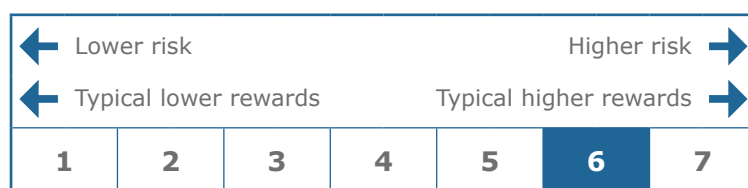
In the period from 1 January 2023 to 30 June 2023, the price of the Class A Accumulating shares in the Sub-Fund returned 2.63%. This compares with a return of 2.24% in the FTSE All-Share Total Return Index (12pm adjusted) over the same period.

Source: JOHCM/FTSE International Limited. Basis: Sub-Fund return, mid to mid with net income reinvested, in Sterling.

Past performance is not necessarily a guide to future performance. The price of shares may go down as well as up and future income is not guaranteed.

## RISK AND REWARD PROFILE

### Applicable to all share classes in the Sub-Fund



The risk and reward indicator is calculated on the basis of the share class volatility (the ups and downs in its value) over the prior five year period.

The risk and reward indicator:

- is based on historical data and may not be a reliable indication for the future;
- is not guaranteed and may change over time;
- as the M and K share classes have not been in existence for five years, simulated performance data has been used;
- the lowest category does not mean that a share class is risk free.

The share class category reflects the following factors:

- Higher volatility can result from investments in shares as their value may fluctuate more than other financial instruments, such as bonds.
- Your initial investment is not guaranteed.

In addition to the risk captured by the indicator, the Sub-Fund's value may be affected by:

- Any change in the Company's tax status or in legislation could affect the value of investments held by the Company.
- Political and /or regulatory risks.
- Liquidity risk: The risk that some securities held by the Sub-Fund may be difficult or impossible to sell at the desired time and price. The Sub-Fund's investments include shares in small-cap companies. Small-cap companies tend to be traded less frequently and in lower volumes than larger companies making them potentially less liquid and more volatile.
- Investors should note that a more detailed description of risk factors is set out in full in the Prospectus.
- There were no changes that took effect with the risk and reward indicators during the period ended 30 June 2023.



## PORTFOLIO STATEMENT

as at 30 June 2023

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
<b>Aerospace &amp; Defense : 3.82%</b>			
<b>(31 December 2022 : 3.52%)</b>			
7,314,541	QinetiQ Group	25,966	2.05
15,084,389	Rolls-Royce Holdings	22,310	1.77
<b>Total Aerospace &amp; Defense</b>		<b>48,276</b>	<b>3.82</b>
<b>Automobiles and Parts : 0.72%</b>			
<b>(31 December 2022 : 0.00%)</b>			
7,126,865	Dowlais Group	9,069	0.72
<b>Total Automobiles and Parts</b>		<b>9,069</b>	<b>0.72</b>
<b>Banks : 10.14%</b>			
<b>(31 December 2022 : 9.15%)</b>			
37,319,708	Barclays	57,174	4.53
11,383,778	HSBC Holdings	70,818	5.61
<b>Total Banks</b>		<b>127,992</b>	<b>10.14</b>
<b>Chemicals : 3.25%</b>			
<b>(31 December 2022 : 2.06%)</b>			
18,902,523	Elementis	19,318	1.53
1,242,342	Johnson Matthey	21,673	1.72
<b>Total Chemicals</b>		<b>40,991</b>	<b>3.25</b>
<b>Construction &amp; Materials : 1.77%</b>			
<b>(31 December 2022 : 0.00%)</b>			
3,909,798	Ricardo	22,286	1.77
<b>Total Construction &amp; Materials</b>		<b>22,286</b>	<b>1.77</b>
<b>Electronic &amp; Electrical Equipment : 0.65%</b>			
<b>(31 December 2022 : 0.82%)</b>			
5,145,354	TT Electronics	8,202	0.65
<b>Total Electronic &amp; Electrical Equipment</b>		<b>8,202</b>	<b>0.65</b>
<b>Gas, Water &amp; Multiutilities : 5.40%</b>			
<b>(31 December 2022 : 4.33%)</b>			
55,154,636	Centrica	68,199	5.40
<b>Total Gas, Water &amp; Multiutilities</b>		<b>68,199</b>	<b>5.40</b>
<b>Health Care Equipment &amp; Services : 0.00%</b>			
<b>(31 December 2022 : 0.79%)</b>			



## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
<b>Household Goods &amp; Home Construction : 1.19%</b>			
<b>(31 December 2022 : 1.56%)</b>			
7,909,186	Crest Nicholson Holdings	15,083	1.19
<b>Total Household Goods &amp; Home Construction</b>		<b>15,083</b>	<b>1.19</b>
<b>Industrial Engineering : 1.65%</b>			
<b>(31 December 2022 : 3.46%)</b>			
1,282,354	IMI	20,864	1.65
<b>Total Industrial Engineering</b>		<b>20,864</b>	<b>1.65</b>
<b>Industrial Metals &amp; Mining : 3.09%</b>			
<b>(31 December 2022 : 4.43%)</b>			
1,749,334	Anglo American	39,063	3.09
<b>Total Industrial Metals &amp; Mining</b>		<b>39,063</b>	<b>3.09</b>
<b>Industrial Support Services : 0.00%</b>			
<b>(31 December 2022 : 1.08%)</b>			
<b>Investment Banking &amp; Brokerage Services : 10.61%</b>			
<b>(31 December 2022 : 9.91%)</b>			
4,614,352	3i Group	89,242	7.08
9,695,661	Jupiter Fund Management	10,500	0.83
12,466,750	Man Group	27,277	2.16
369,941	Rathbones Group	6,859	0.54
<b>Total Investment Banking &amp; Brokerage Services</b>		<b>133,878</b>	<b>10.61</b>
<b>Life Insurance : 4.35%</b>			
<b>(31 December 2022 : 4.42%)</b>			
13,881,063	Aviva	54,969	4.35
<b>Total Life Insurance</b>		<b>54,969</b>	<b>4.35</b>
<b>Media : 13.40%</b>			
<b>(31 December 2022 : 12.48%)</b>			
38,543,193	ITV	26,603	2.11
17,135,092	Moneysupermarket.com Group	46,299	3.67
5,883,971	Pearson	48,683	3.86
5,777,373	WPP	47,444	3.76
<b>Total Media</b>		<b>169,029</b>	<b>13.40</b>
<b>Medical Equipment &amp; Services : 4.66%</b>			
<b>(31 December 2022 : 5.09%)</b>			
28,809,126	ConvaTec Group	58,771	4.66
<b>Total Medical Equipment &amp; Services</b>		<b>58,771</b>	<b>4.66</b>





## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
<b>Non-Life Insurance : 2.99%</b>			
<b>(31 December 2022 : 3.76%)</b>			
4,362,398	Beazley	25,498	2.02
9,080,377	Direct Line Insurance Group	12,272	0.97
<b>Total Non-Life Insurance</b>		<b>37,770</b>	<b>2.99</b>
<b>Oil, Gas &amp; Coal : 7.31%</b>			
<b>(31 December 2022 : 7.00%)</b>			
11,626,681	BP	53,640	4.26
5,590,107	John Wood Group	7,742	0.61
1,316,448	Shell	30,844	2.44
<b>Total Oil, Gas &amp; Coal</b>		<b>92,226</b>	<b>7.31</b>
<b>Personal Care, Drug &amp; Grocery Stores : 2.32%</b>			
<b>(31 December 2022 : 1.75%)</b>			
11,799,080	Tesco	29,309	2.32
<b>Total Personal Care, Drug &amp; Grocery Stores</b>		<b>29,309</b>	<b>2.32</b>
<b>Personal Goods : 4.44%</b>			
<b>(31 December 2022 : 4.83%)</b>			
12,708,876	PZ Cussons	20,639	1.64
863,731	Unilever	35,370	2.80
<b>Total Personal Goods</b>		<b>56,009</b>	<b>4.44</b>
<b>Pharmaceuticals &amp; Biotechnology : 5.07%</b>			
<b>(31 December 2022 : 4.31%)</b>			
4,595,467	GSK	63,987	5.07
<b>Total Pharmaceuticals &amp; Biotechnology</b>		<b>63,987</b>	<b>5.07</b>
<b>Real Estate Investment Trusts : 5.26%</b>			
<b>(31 December 2022 : 4.94%)</b>			
8,188,672	Land Securities Group	47,019	3.72
17,012,994	Shaftesbury	19,412	1.54
<b>Total Real Estate Investment Trusts</b>		<b>66,431</b>	<b>5.26</b>
<b>Software &amp; Computer Services : 0.60%</b>			
<b>(31 December 2022 : 1.22%)</b>			
7,836,989	NCC Group	7,571	0.60
<b>Total Software &amp; Computer Services</b>		<b>7,571</b>	<b>0.60</b>



## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
<b>Support Services : 3.07%</b>			
<b>(31 December 2022 : 5.29%)</b>			
3,268,334	Hays	3,347	0.27
2,372,208	RS Group	17,787	1.40
2,172,705	Travis Perkins	17,655	1.40
<b>Total Support Services</b>		<b>38,789</b>	<b>3.07</b>
<b>Telecommunications Service Providers : 3.78%</b>			
<b>(31 December 2022 : 3.67%)</b>			
64,274,730	Vodafone Group	47,679	3.78
<b>Total Telecommunications Service Providers</b>		<b>47,679</b>	<b>3.78</b>
<b>Portfolio of Investments</b>		<b>1,256,443</b>	<b>99.54</b>
	Net other assets	5,801	0.46
<b>Total net assets</b>		<b>1,262,244</b>	<b>100.00</b>

All securities are approved securities unless otherwise stated.



## SUMMARY OF TOP TEN PURCHASES AND SALES

for the period ended 30 June 2023

Security	Cost £'000
<b>PURCHASES</b>	
Shaftesbury	31,753
Pearson	18,823
Johnson Matthey	18,679
GSK	16,110
Barclays	10,726
ConvaTec Group	10,622
Vodafone Group	10,092
Aviva	9,002
John Wood Group	7,860
Land Securities Group	7,810

Security	Proceeds £'000
<b>SALES</b>	
Melrose Industries	30,167
Shaftesbury	28,751
Numis	16,012
3i Group	15,009
Barclays	13,891
Essentra	13,075
Moneysupermarket.com Group	12,799
Smith & Nephew	12,675
BP	11,928
ConvaTec Group	11,529



## Financial statements

### STATEMENT OF TOTAL RETURN

for the period ended 30 June 2023

	30 June 2023	30 June 2023	30 June 2022	30 June 2022
	£'000	£'000	£'000	£'000
<b>Income</b>				
Net capital gains/(losses)		15,916		(64,746)
Revenue	31,466		28,768	
Expenses	(5,290)		(5,387)	
Interest payable and similar charges	-		(5)	
Net revenue before taxation	26,176		23,376	
Taxation	-		-	
Net revenue after taxation		26,176		23,376
<b>Total return before distributions</b>		<b>42,092</b>		<b>(41,370)</b>
Distributions <sup>1</sup>		(30,916)		(28,408)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>11,176</b>		<b>(69,778)</b>

1 Figures calculated net of equalisation accrued on purchase and sale of shares during the accounting period.

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 30 June 2023

	30 June 2023	30 June 2023	30 June 2022	30 June 2022
	£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>		<b>1,327,181</b>		<b>1,356,660</b>
Amounts receivable on issue of shares	216,644		208,237	
Less: Amounts payable on cancellation of shares	(316,281)		(296,236)	
		(99,637)		(87,999)
Change in net assets attributable to shareholders from investment activities		11,176		(69,778)
Retained distributions on accumulating shares		23,524		21,328
<b>Closing net assets attributable to shareholders</b>		<b>1,262,244</b>		<b>1,220,211</b>

The above statement shows the comparative closing net assets at 30 June 2022 whereas the current accounting period commenced on 1 January 2023.



## Financial statements (continued)

### BALANCE SHEET

as at 30 June 2023

	30 June 2023	30 June 2023	31 December 2022	31 December 2022
	£'000	£'000	£'000	£'000
<b>ASSETS</b>				
<b>Fixed assets:</b>				
Investments		1,256,443		1,325,430
<b>Current assets:</b>				
Debtors	15,245		6,900	
Cash and bank balances	4,188		2,495	
<b>Total current assets</b>		<b>19,433</b>		<b>9,395</b>
<b>Total assets</b>		<b>1,275,876</b>		<b>1,334,825</b>
<b>LIABILITIES</b>				
<b>Creditors:</b>				
Other creditors	(6,730)		(2,383)	
Distribution payable on income shares	(6,902)		(5,261)	
<b>Total liabilities</b>		<b>(13,632)</b>		<b>(7,644)</b>
<b>Net assets attributable to shareholders</b>		<b>1,262,244</b>		<b>1,327,181</b>



## Financial statements (continued)

### DISTRIBUTIONS

for the period ended 30 June 2023

JOHCM UK Dynamic Fund pays semi-annual distributions with ex date 30 June, pay date 31 August; ex date 31 December, pay date 28 February.

The following table shows the distributions paid and payable by each share class.

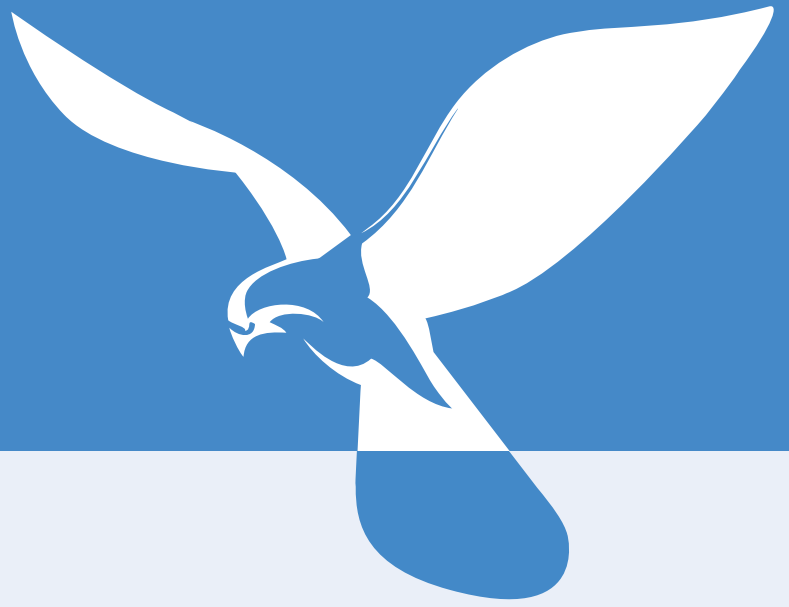
		Net income	Equalisation	Distribution to be paid 31.08.23	Distribution paid 31.08.22
		pence per share	pence per share <sup>1</sup>	pence per share	pence per share
<b>Group 1: Shares purchased prior to 1 January 2023</b>					
<b>Group 2: Shares purchased from 1 January 2023 to 30 June 2023</b>					
Class A Distributing	Group 1	4.734810	–	4.734810	4.230753
Class A Distributing	Group 2	2.639352	2.095458	4.734810	4.230753
Class B Distributing	Group 1	4.266648	–	4.266648	3.831896
Class B Distributing	Group 2	2.918500	1.348148	4.266648	3.831896
Class Y Distributing	Group 1	2.976609	–	2.976609	2.656362
Class Y Distributing	Group 2	2.015555	0.961054	2.976609	2.656362
Class X Distributing	Group 1	2.477524	–	2.477524	2.208232
Class X Distributing	Group 2	1.434422	1.043102	2.477524	2.208232
Class M Distributing <sup>2</sup>	Group 1	0.697512	–	0.697512	–
Class M Distributing <sup>2</sup>	Group 2	0.201512	0.496000	0.697512	–
Class K Distributing <sup>3,4</sup>	Group 1	0.613000	–	0.613000	–
Class K Distributing <sup>3,4</sup>	Group 2	0.613000	–	0.613000	–
Class A Accumulating	Group 1	7.284820	–	7.284820	6.251262
Class A Accumulating	Group 2	0.814345	6.470475	7.284820	6.251262
Class B Accumulating	Group 1	8.011993	–	8.011993	6.909812
Class B Accumulating	Group 2	4.051787	3.960206	8.011993	6.909812
Class Y Accumulating	Group 1	4.211925	–	4.211925	3.609663
Class Y Accumulating	Group 2	1.920563	2.291362	4.211925	3.609663
Class X Accumulating	Group 1	2.851971	–	2.851971	2.441317
Class X Accumulating	Group 2	1.528104	1.323867	2.851971	2.441317
Class M Accumulating <sup>2</sup>	Group 1	0.697512	–	0.697512	–
Class M Accumulating <sup>2</sup>	Group 2	0.201512	0.496000	0.697512	–
Class K Accumulating <sup>3</sup>	Group 1	0.612873	–	0.612873	–
Class K Accumulating <sup>3</sup>	Group 2	0.205730	0.407143	0.612873	–

1 Equalisation is accrued income included in the price of shares purchased and redeemed during the distribution period (Group 2 shares). The subscription price of shares is deemed to include an equalisation payment calculated by reference to the accrued income of the relevant Sub-Fund and the distribution in respect of any share will include a payment of capital usually equal to the amount of such equalisation payment. The redemption price of each share will also include an equalisation payment in respect of the accrued income of the relevant Sub-Fund up to the date of redemption. As a result, equalisation may be positive or negative. Equalisation is accounted for in the Statement of Total Return.

2 Launched on 16 May 2023, therefore there is no comparative figure.

3 Launched on 30 May 2023, therefore there is no comparative figure.

4 There were no purchases processed after this share class was launched until distribution date, therefore equalisation was not applied.



# JOHCM UK Equity Income Fund

A Sub-Fund of J O Hambro Capital Management UK Umbrella Fund

## INVESTMENT OBJECTIVE & POLICY

The Sub-Fund's investment objective is to generate a level of income which increases year on year as well as the potential to grow the amount invested over a rolling period of seven to ten years. The Sub-Fund's target is to have a return greater than the FTSE All-Share Total Return Index (12pm adjusted), which is used in the calculation of performance fees.

At least 90% of the Sub-Fund is invested in the shares of companies which are listed on the London Stock Exchange (or other UK exchanges). These will include large, medium and small-sized companies. The Sub-Fund is not expected to invest more than 25% in the shares of smaller companies, which are widely viewed as being riskier than shares in larger companies. Investing in shares of smaller companies enables the Sub-Fund to find dividend income in a broader set of companies and, in the opinion of the fund managers, differentiates the Sub-Fund from other similar Sub-Funds.

At all times at least two-thirds of the Sub-Fund is invested in the shares of companies that are domiciled, incorporated or have a significant portion of their business in the UK. The Sub-Fund invests in businesses that are out of favour with many other investors but which the fund managers believe are undervalued at their current share price. These are companies

which pay a dividend and where the fund managers believe the company will grow its dividend over time. Every share held in the Sub-Fund has a prospective dividend yield (the total annual dividends paid by the company expressed as a percentage of its share price) greater than the average dividend yield of the FTSE All-Share Total Return Index, at the time the share was first purchased, and with a strict selling discipline once a company's dividend yield falls below the average level.

Other than investing in shares, the Sub-Fund may also invest in money market instruments, deposits, warrants and units in other collective investment schemes.

The Sub-Fund's performance may be measured against the FTSE All-Share Total Return Index (12pm adjusted, the "Index"). The Index is used as a target benchmark for the Sub-Fund as the Performance Fee is payable when the performance of the Sub-Fund exceeds that of the Index. The use of the Index does not limit the investment decisions of the fund managers therefore the shareholdings of the Sub-Fund may differ significantly from those of the Index, however it may influence the weightings of investments in components of the Index. The Index is used as it is the broadest available index of shares listed on the London Stock Exchange, representing at least 98% of the market value of the shares listed.



**James Lowen**  
Senior Fund Manager  
James joined JOHCM in September 2004 and has 28 years' industry experience



**Clive Beagles**  
Senior Fund Manager  
Clive joined JOHCM in September 2004 and has 33 years' industry experience



## INVESTMENT MANAGEMENT REPORT

for the period ended 30 June 2023

### Performance

The JOHCM UK Equity Income Fund was down -2.28%, net of fees and in Sterling terms for the A Accumulating share class, for the six-month period to 30 June 2023. The FTSE All Share Index (12pm adjusted) was up +2.24% in Sterling terms over the same period.

### Portfolio Review

The collapse of Silicon Valley Bank ("SVB") had a significant impact on asset prices in March and the rest of the first half. Europe and UK economies outperformed expectations in Q2, driven by positive economic data which was reflected in upward revisions by institutions like the Bank of England and the International Monetary Fund. The services sector showed resilience, with rising consumer spending on travel and hospitality despite inflationary pressures. UK inflation exceeded expectations, leading to further rate hikes by the Bank of England.

The Sub-Fund experienced a strong start to the year but saw pullback in March, resulting in significant underperformance compared to the benchmark for the period. The concerns over contagion from SVB's collapse and issues at other US regional banks, along with Credit Suisse's forced takeover, heavily impacted financial stocks, including insurance companies, driven by factor-based investors selling the sector, with Barclays and Phoenix Group particularly affected.

The basic materials sector was also weak, particularly Glencore, Anglo American and Central Asia Metals, partly due to concerns about an economic slowdown and partly due to investor overweight positioning, which saw them sold as investors sought to de-risk during the month.

Looking at the most positive contributors, the Sub-Fund's largest small cap position, Lookers, was bid for in the period. The premium to the undisturbed share price was c.45%. The proposed exit price was (just) 20% above the combined value of property and net cash. The proposed exit profit multiple was also low, a Price-to-Earnings ("PE") ratio of 8x. We supported the deal on a pragmatic basis given the reinvestment opportunities at attractive valuations. First Group posted strong results, beat forecasts at the profit level, announced a better net cash position, a dividend c.20-30% above our forecast and a new share buyback; EasyJet, another top contributor, had solid results and saw forecast upgrades. As well as the recovery in the airline business, it is becoming clear that the recently established and separate holiday business has and should continue to be a profitable and valuable franchise. From a standing start around three years ago, we believe it will make c. GBP 100m this year and we expect it to generate GBP 200 to GBP 300m of profit on a five year view; when combined with the recovery in airline earnings, we forecast the company to make c.100p of Earnings Per Share, which compares to a share price of less than 500p.

The board confirmed they would return to the dividend list in a meaningful way in the next 12 months.

We highlighted 2022 was a year for patience, locking in low valuations and preparing the Sub-Fund for a change in investor sentiment. As this started to happen in January prior to the SVB and related events, we became more active and made several changes, including adding new stocks, such as Inchcape and HSBC. HSBC is one of the main beneficiaries of the rise in global interest rates, and post the announced sale of its Canadian operations, the bank will have meaningful excess capital and will be one of the UK's largest dividend payers and growers in 2023/24.

Inchcape, the global leader in car distribution, primarily operates in markets which are too small for vehicle original equipment manufacturers ("OEMs") to be present in (e.g. BMW, Mercedes). In these markets, Inchcape acts as the OEMs distribution agent. This is a growth opportunity because vehicle penetration in these markets is low and, despite being the largest operator in this segment, Inchcape only has a global market share of 1%. The footprint is skewed to emerging markets, particularly Asia and Latin America, where growth dynamics are picking up. The stock has a strong balance sheet (less than 1x Net Debt to Earnings Before Interest, Taxes, Depreciation, and Amortisation ("EBITDA")), yields c.4.5% and trades on a PE of 9x.

1 Source: JOHCM/FTSE International Limited. Basis: Sub-Fund return, mid to mid with net income reinvested, in Sterling.





## INVESTMENT MANAGEMENT REPORT (continued)

### Outlook

We believe that there is a strong value potency in the Sub-Fund, we are often asked what could change this? First, more Mergers and Acquisitions ("M&A"); in June, the Sub-Fund had its first taste of corporate interest after a quiet 18 months, with the announcement of the bid for Lookers. We expect there will be more M&A activity. Stocks will be picked off one by one if the low valuation environment continues. Second, a policy change that leads to a dramatic shift in allocations to the UK; the "mood music" from both Labour and Conservatives suggests there could be such a change in the offing. Third, an economic clearing event that changes the narrative on the UK economy, with the reducing trajectory of UK inflation over the rest of this year acting as a catalyst. Fourth, a reduction in the prevailing risk aversion envelope, which is driving leadership, or fifth, just the absence of new issues (e.g. no more events such as Silicon Valley Bank).

Whilst we wait for a change, many companies in the Sub-Fund continue to report robust trading and valuations remain compelling across the portfolio. At some stage investors should return to our cohort of stocks and in the meantime, we are being paid a healthy dividend yield (c.6%) as compensation for this patience.

### **J O Hambro Capital Management Limited July 2023**

Past performance is not necessarily a guide to future performance. The price of shares may go down as well as up and future income is not guaranteed.



## Net asset value and distribution history

### PRICE AND INCOME HISTORY

Calendar year		Highest price	Lowest price	Net distribution per share
		pence	pence	pence
2019	GBP Class A Distributing	204.90	168.00	10.586193
	GBP Class A Accumulating	412.40	333.00	20.782536
	GBP Class B Distributing	190.80	156.70	9.883289
	GBP Class B Accumulating	384.90	311.50	19.451587
	GBP Class Y Distributing	138.00	113.10	7.126175
	GBP Class Y Accumulating	166.20	134.10	8.369109
	GBP Class X Distributing	101.80	83.40	5.255161
2020	GBP Class A Distributing	203.00	110.20	5.048819
	GBP Class A Accumulating	412.80	224.00	10.414965
	GBP Class B Distributing	189.00	102.60	4.690587
	GBP Class B Accumulating	385.30	208.80	9.697797
	GBP Class Y Distributing	136.80	74.20	3.404389
	GBP Class Y Accumulating	166.30	90.30	4.197134
	GBP Class X Distributing	100.90	54.80	2.511846
2021	GBP Class A Distributing	197.80	160.80	7.870879
	GBP Class A Accumulating	432.20	339.30	16.861723
	GBP Class B Distributing	182.70	149.10	7.282101
	GBP Class B Accumulating	399.70	314.90	15.615645
	GBP Class Y Distributing	133.50	108.40	5.311793
	GBP Class Y Accumulating	174.50	136.90	6.804777
	GBP Class X Distributing	98.70	80.10	3.924920
2022	GBP Class A Distributing	208.30	161.60	10.400010
	GBP Class A Accumulating	458.00	373.00	23.346741
	GBP Class B Distributing	192.10	148.50	9.573568
	GBP Class B Accumulating	422.90	343.30	21.524336
	GBP Class Y Distributing	140.60	109.20	7.026125
	GBP Class Y Accumulating	185.00	150.80	9.437084
	GBP Class X Distributing	104.00	80.80	5.195067
2023 (to June)	GBP Class A Distributing	200.80	172.40	5.377689
	GBP Class A Accumulating	468.30	406.70	12.629504
	GBP Class B Distributing	184.30	157.90	4.931648
	GBP Class B Accumulating	430.30	373.00	11.594704
	GBP Class Y Distributing	135.80	116.60	3.637243
	GBP Class Y Accumulating	189.40	164.60	5.108876
	GBP Class X Distributing	100.50	86.32	2.691243

Past performance is not necessarily a guide to future performance. The price of shares may go down as well as up and future income is not guaranteed.



## Net asset value and distribution history (continued)

### NET ASSET VALUES

		Net asset value of share class	Total shares in issue	Net asset value per share	Percentage change <sup>1</sup>
		£			%
GBP Class A Distributing	31 December 2021	119,947,803	61,519,301	194.98p	20.31
	31 December 2022	79,894,169	43,979,263	181.66p	(6.83)
	30 June 2023	68,091,312	39,430,179	172.69p	(4.94)
GBP Class A Accumulating	31 December 2021	75,223,135	17,543,427	428.78p	25.51
	31 December 2022	58,033,033	13,698,043	423.66p	(1.19)
	30 June 2023	48,549,147	11,695,796	415.10p	(2.02)
GBP Class B Distributing	31 December 2021	89,554,272	49,767,605	179.94p	19.74
	31 December 2022	74,914,089	44,905,884	166.82p	(7.29)
	30 June 2023	13,092,168	8,276,320	158.19p	(5.17)
GBP Class B Accumulating	31 December 2021	114,603,265	28,928,563	396.16p	24.68
	31 December 2022	101,591,677	26,083,390	389.49p	(1.68)
	30 June 2023	46,352,791	12,176,530	380.67p	(2.26)
GBP Class Y Distributing	31 December 2021	1,016,094,649	771,768,371	131.66p	20.50
	31 December 2022	863,836,135	703,304,909	122.83p	(6.71)
	30 June 2023	879,169,040	752,519,614	116.83p	(4.88)
GBP Class Y Accumulating	31 December 2021	729,605,206	421,339,408	173.16p	25.59
	31 December 2022	434,763,460	253,778,950	171.32p	(1.06)
	30 June 2023	451,271,451	268,677,210	167.96p	(1.96)
GBP Class X Distributing	31 December 2021	5,502,652	5,654,497	97.31p	21.20
	31 December 2022	8,844,242	9,733,750	90.86p	(6.63)
	30 June 2023	8,348,980	9,656,547	86.46p	(4.84)

<sup>1</sup> Percentage change figures for distributing share classes are calculated post distribution.

### DISTRIBUTIONS

JOHCM UK Equity Income Fund pays quarterly distributions as follows: with ex date 31 March, pay date 31 May; ex date 30 June, pay date 31 August; ex date 30 September, pay date 30 November and ex date 31 December, pay date 28 February.



## ONGOING CHARGES FIGURE

	Class A		Class A		Class B		Class B	
	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
Ongoing charges figure	0.80%	0.81%	0.80%	0.81%	1.30%	1.31%	1.30%	1.31%
Performance fee	-	-	-	-	-	-	-	-
Total expenses ratio	0.80%	0.81%	0.80%	0.81%	1.30%	1.31%	1.30%	1.31%

	Class Y		Class Y		Class X	
	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
Ongoing charges figure	0.67%	0.69%	0.67%	0.69%	0.60%	0.61%
Performance fee	-	-	-	-	-	-
Total expenses ratio	0.67%	0.69%	0.67%	0.69%	0.60%	0.61%



## PERFORMANCE RECORD

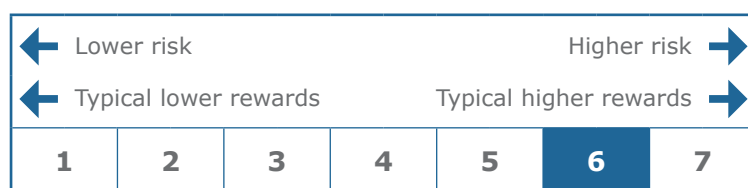
In the period from 1 January 2023 to 30 June 2023, the price of the Class A Accumulating shares in the Sub-Fund returned -2.28%. This compares with a return of 2.24% in the FTSE All-Share Total Return Index (12pm adjusted) over the same period.

Source: JOHCM/FTSE International Limited. Basis: Sub-Fund return, mid to mid with net income reinvested, in Sterling.

Past performance is not necessarily a guide to future performance. The price of shares may go down as well as up and future income is not guaranteed.

## RISK AND REWARD PROFILE

### Applicable to all share classes in the Sub-Fund



The risk and reward indicator is calculated on the basis of the share class volatility (the ups and downs in its value) over the prior five year period.

The risk and reward indicator:

- is based on historical data and may not be a reliable indication for the future;
- is not guaranteed and may change over time;
- the lowest category does not mean that a share class is risk free.

The share class category reflects the following factors:

- Higher volatility can result from investments in shares as their value may fluctuate more than other financial instruments, such as bonds.
- Your initial investment is not guaranteed.

In addition to the risk captured by the indicator, the Sub-Fund's value may be affected by:

- Any change in the Company's tax status or in legislation could affect the value of investments held by the Company.
- Political and /or regulatory risks.
- Liquidity risk: The risk that some securities held by the Sub-Fund may be difficult or impossible to sell at the desired time and price. The Sub-Fund's investments include shares in small-cap companies. Small-cap companies tend to be traded less frequently and in lower volumes than larger companies making them potentially less liquid and more volatile.
- Investors should note that a more detailed description of risk factors is set out in full in the Prospectus.
- There were no changes that took effect with the risk and reward indicators during the period ended 30 June 2023.



## PORTFOLIO STATEMENT

as at 30 June 2023

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
<b>Banks : 14.26%</b>			
<b>(31 December 2022 : 12.12%)</b>			
40,326,802	Barclays	61,780	4.07
4,992,679	HSBC Holdings	31,059	2.05
27,756,508	Lloyds Banking Group	12,052	0.80
22,644,570	NatWest Group	54,596	3.60
8,252,884	Standard Chartered	56,714	3.74
<b>Total Banks</b>		<b>216,201</b>	<b>14.26</b>
<b>Closed End Investments : 1.15%</b>			
<b>(31 December 2022 : 1.22%)</b>			
22,055,393	Hipgnosis Songs Fund	17,358	1.15
<b>Total Closed End Investments</b>		<b>17,358</b>	<b>1.15</b>
<b>Construction &amp; Materials : 6.12%</b>			
<b>(31 December 2022 : 5.34%)</b>			
13,586,533	Ibstock	19,116	1.26
3,282,972	Keller Group	22,718	1.50
21,755,658	Kier Group	16,317	1.08
7,637,180	Norcros	13,021	0.86
15,380,351	Severfield	10,582	0.70
4,243,102	Tyman	10,926	0.72
<b>Total Construction &amp; Materials</b>		<b>92,680</b>	<b>6.12</b>
<b>Electricity : 1.64%</b>			
<b>(31 December 2022 : 1.48%)</b>			
4,353,241	Drax Group	24,892	1.64
<b>Total Electricity</b>		<b>24,892</b>	<b>1.64</b>
<b>Finance &amp; Credit Services : 3.82%</b>			
<b>(31 December 2022 : 3.42%)</b>			
11,326,463	International Personal Finance	12,856	0.85
8,455,130	Paragon Banking Group	44,981	2.97
<b>Total Finance &amp; Credit Services</b>		<b>57,837</b>	<b>3.82</b>
<b>General Industrials : 3.84%</b>			
<b>(31 December 2022 : 3.07%)</b>			
17,587,315	DS Smith	47,961	3.17
1,316,770	Inchcape	10,198	0.67
<b>Total General Industrials</b>		<b>58,159</b>	<b>3.84</b>



## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
<b>General Retailers : 2.35%</b>			
<b>(31 December 2022 : 2.44%)</b>			
31,167,774	Currys	16,581	1.09
15,936,279	Lookers	18,996	1.26
<b>Total General Retailers</b>		<b>35,577</b>	<b>2.35</b>
<b>Household Goods &amp; Home Construction : 6.29%</b>			
<b>(31 December 2022 : 5.78%)</b>			
1,989,399	Bellway	39,828	2.64
8,658,543	Galliford Try Holdings	16,884	1.11
5,882,602	Vistry Group	38,502	2.54
<b>Total Household Goods &amp; Home Construction</b>		<b>95,214</b>	<b>6.29</b>
<b>Industrial Engineering : 0.71%</b>			
<b>(31 December 2022 : 0.84%)</b>			
9,739,352	Eurocell	10,713	0.71
<b>Total Industrial Engineering</b>		<b>10,713</b>	<b>0.71</b>
<b>Industrial Metals &amp; Mining : 9.75%</b>			
<b>(31 December 2022 : 11.07%)</b>			
2,116,306	Anglo American	47,257	3.12
18,585,607	Glencore	82,465	5.43
4,061,964	Kenmare Resources	18,116	1.20
<b>Total Industrial Metals &amp; Mining</b>		<b>147,838</b>	<b>9.75</b>
<b>Industrial Support Services : 0.56%</b>			
<b>(31 December 2022 : 0.46%)</b>			
18,426,658	Costain Group	8,495	0.56
<b>Total Industrial Support Services</b>		<b>8,495</b>	<b>0.56</b>
<b>Industrial Transportation : 1.92%</b>			
<b>(31 December 2022 : 1.87%)</b>			
7,764,832	Redde Northgate	29,118	1.92
<b>Total Industrial Transportation</b>		<b>29,118</b>	<b>1.92</b>
<b>Investment Banking &amp; Brokerage Services : 3.31%</b>			
<b>(31 December 2022 : 4.58%)</b>			
5,042,578	Ashmore Group	10,428	0.69
1,602,833	Polar Capital Holdings	8,303	0.55
20,923,819	TP ICAP Group	31,469	2.07
<b>Total Investment Banking &amp; Brokerage Services</b>		<b>50,200</b>	<b>3.31</b>



## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
<b>Life Insurance : 9.40%</b>			
<b>(31 December 2022 : 10.26%)</b>			
13,576,320	Aviva	53,763	3.55
17,829,364	Legal & General Group	40,615	2.68
8,995,948	Phoenix Group Holdings	47,948	3.17
<b>Total Life Insurance</b>		<b>142,326</b>	<b>9.40</b>
<b>Media : 5.18%</b>			
<b>(31 December 2022 : 5.78%)</b>			
59,810,843	ITV	41,282	2.72
4,529,278	WPP	37,194	2.46
<b>Total Media</b>		<b>78,476</b>	<b>5.18</b>
<b>Mining : 1.36%</b>			
<b>(31 December 2022 : 1.46%)</b>			
11,408,817	Central Asia Metals	20,604	1.36
<b>Total Mining</b>		<b>20,604</b>	<b>1.36</b>
<b>Non-Life Insurance : 0.83%</b>			
<b>(31 December 2022 : 1.82%)</b>			
2,717,561	Conduit Holdings	12,514	0.83
<b>Total Non-Life Insurance</b>		<b>12,514</b>	<b>0.83</b>
<b>Oil, Gas &amp; Coal : 14.26%</b>			
<b>(31 December 2022 : 13.72%)</b>			
21,109,332	BP	97,389	6.42
39,286,432	Diversified Energy Co	34,493	2.28
1,123,030	Energiean	11,376	0.75
23,606,280	Petrofac	18,224	1.20
67,307,757	Savannah Energy	17,668	1.17
1,578,669	Shell	36,988	2.44
<b>Total Oil, Gas &amp; Coal</b>		<b>216,138</b>	<b>14.26</b>
<b>Real Estate Investment &amp; Services : 0.16%</b>			
<b>(31 December 2022 : 0.15%)</b>			
65,300,002	Dolphin Capital Investors	2,481	0.16
39,512,047	Raven Property Group	-	-
<b>Total Real Estate Investment &amp; Services</b>		<b>2,481</b>	<b>0.16</b>





## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
<b>Real Estate Investment Trusts : 1.79%</b>			
<b>(31 December 2022 : 1.73%)</b>			
2,785,204	Land Securities Group	15,993	1.06
2,975,610	Palace Capital	6,874	0.45
14,181,144	Real Estate Investors	4,183	0.28
<b>Total Real Estate Investment Trusts</b>		<b>27,050</b>	<b>1.79</b>
<b>Retailers : 2.76%</b>			
<b>(31 December 2022 : 2.12%)</b>			
19,078,654	DFS Furniture	20,414	1.35
5,798,870	Marks & Spencer Group	11,024	0.73
8,510,888	Wickes Group	10,324	0.68
<b>Total Retailers</b>		<b>41,762</b>	<b>2.76</b>
<b>Support Services : 3.52%</b>			
<b>(31 December 2022 : 3.35%)</b>			
2,982,464	Headlam Group	7,426	0.49
5,549,798	Pagegroup	22,521	1.49
6,771,450	SThree	23,362	1.54
<b>Total Support Services</b>		<b>53,309</b>	<b>3.52</b>
<b>Telecommunications Service Providers : 1.61%</b>			
<b>(31 December 2022 : 1.84%)</b>			
32,782,467	Vodafone Group	24,318	1.61
<b>Total Telecommunications Service Providers</b>		<b>24,318</b>	<b>1.61</b>
<b>Travel &amp; Leisure : 3.34%</b>			
<b>(31 December 2022 : 3.17%)</b>			
4,855,006	easyJet	23,513	1.56
14,249,268	Firstgroup	20,305	1.34
6,904,940	National Express Group	6,736	0.44
<b>Total Travel &amp; Leisure</b>		<b>50,554</b>	<b>3.34</b>
<b>Portfolio of Investments</b>		<b>1,513,814</b>	<b>99.93</b>
Net other assets		1,061	0.07
<b>Total net assets</b>		<b>1,514,875</b>	<b>100.00</b>

All securities are approved securities unless otherwise stated.



## SUMMARY OF TOP TEN PURCHASES AND SALES

for the period ended 30 June 2023

Security	Cost £'000
<b>PURCHASES</b>	
HSBC Holdings	29,150
Energiean	14,034
Inchcape	10,336
Marks & Spencer Group	9,521
Glencore	9,507
Paragon Banking Group	8,432
Drax Group	7,877
Barclays	7,704
BP	7,162
NatWest Group	7,033

Security	Proceeds £'000
<b>SALES</b>	
Abrdn	24,447
Lookers	19,895
Legal & General Group	17,847
Standard Chartered	14,533
Firstgroup	13,164
BP	11,702
Barclays	10,927
Conduit Holdings	10,467
R&Q Insurance Holdings	9,698
ITV	9,087



## Financial statements

### STATEMENT OF TOTAL RETURN

for the period ended 30 June 2023

	30 June 2023	30 June 2023	30 June 2022	30 June 2022
	£'000	£'000	£'000	£'000
<b>Income</b>				
Net capital losses		(70,034)		(205,708)
Revenue	47,852		59,525	
Expenses	(6,150)		(7,720)	
Interest payable and similar charges	-		(6)	
Net revenue before taxation	41,702		51,799	
Taxation	(210)		(584)	
Net revenue after taxation		41,492		51,215
<b>Total return before distributions</b>		<b>(28,542)</b>		<b>(154,493)</b>
Distributions <sup>1</sup>		(47,206)		(58,445)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(75,748)</b>		<b>(212,938)</b>

1 Figures calculated net of equalisation accrued on purchase and sale of shares during the accounting period.

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 30 June 2023

	30 June 2023	30 June 2023	30 June 2022	30 June 2022
	£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>		<b>1,621,877</b>		<b>2,150,531</b>
Amounts receivable on issue of shares	160,482		228,465	
Less: Amounts payable on cancellation of shares	(208,568)		(374,447)	
		(48,086)		(145,982)
Change in net assets attributable to shareholders from investment activities		(75,748)		(212,938)
Retained distributions on accumulating shares		16,832		24,678
<b>Closing net assets attributable to shareholders</b>		<b>1,514,875</b>		<b>1,816,289</b>

The above statement shows the comparative closing net assets at 30 June 2022 whereas the current accounting period commenced on 1 January 2023.



## Financial statements (continued)

### BALANCE SHEET

as at 30 June 2023

	30 June 2023	30 June 2023	31 December 2022	31 December 2022
	£'000	£'000	£'000	£'000
<b>ASSETS</b>				
<b>Fixed assets:</b>				
Investments		1,513,814		1,607,108
<b>Current assets:</b>				
Debtors	12,699		9,607	
Cash and bank balances	13,386		18,411	
<b>Total current assets</b>		<b>26,085</b>		<b>28,018</b>
<b>Total assets</b>		<b>1,539,899</b>		<b>1,635,126</b>
<b>LIABILITIES</b>				
<b>Creditors:</b>				
Other creditors	(6,670)		(2,895)	
Distribution payable on income shares	(18,354)		(10,354)	
<b>Total liabilities</b>		<b>(25,024)</b>		<b>(13,249)</b>
<b>Net assets attributable to shareholders</b>		<b>1,514,875</b>		<b>1,621,877</b>



## Financial statements (continued)

### DISTRIBUTIONS

for the period ended 30 June 2023

JOHCM UK Equity Income Fund pays quarterly distributions as follows: ex date 31 March, pay date 31 May; ex date 30 June, pay date 31 August; ex date 30 September, pay date 30 November and ex date 31 December, pay date 28 February.

The following tables on pages 35 and 36 show the distributions paid and payable by each share class:

#### First interim distribution

		Net income	Equalisation	Distribution paid 31.05.23	Distribution paid 31.05.22
		pence per share	pence per share <sup>1</sup>	pence per share	pence per share
<b>Group 1: Shares purchased prior to 1 January 2023</b>					
<b>Group 2: Shares purchased from 1 January 2023 to 31 March 2023</b>					
Class A Distributing	Group 1	2.105301	–	2.105301	1.982765
Class A Distributing	Group 2	1.368492	0.736809	2.105301	1.982765
Class B Distributing	Group 1	1.931556	–	1.931556	1.827106
Class B Distributing	Group 2	1.165473	0.766083	1.931556	1.827106
Class Y Distributing	Group 1	1.423755	–	1.423755	1.338347
Class Y Distributing	Group 2	0.984380	0.439375	1.423755	1.338347
Class X Distributing	Group 1	1.053383	–	1.053383	0.989350
Class X Distributing	Group 2	0.431678	0.621705	1.053383	0.989350
Class A Accumulating	Group 1	4.909798	–	4.909798	4.350858
Class A Accumulating	Group 2	3.787159	1.122639	4.909798	4.350858
Class B Accumulating	Group 1	4.509601	–	4.509601	4.022839
Class B Accumulating	Group 2	1.912081	2.597520	4.509601	4.022839
Class Y Accumulating	Group 1	1.985862	–	1.985862	1.760213
Class Y Accumulating	Group 2	1.449516	0.536346	1.985862	1.760213

<sup>1</sup> Equalisation is accrued income included in the price of shares purchased and redeemed during the distribution period (Group 2 shares). The subscription price of shares is deemed to include an equalisation payment calculated by reference to the accrued income of the relevant Sub-Fund and the distribution in respect of any share will include a payment of capital usually equal to the amount of such equalisation payment. The redemption price of each share will also include an equalisation payment in respect of the accrued income of the relevant Sub-Fund up to the date of redemption. As a result, equalisation may be positive or negative. Equalisation is accounted for in the Statement of Total Return.

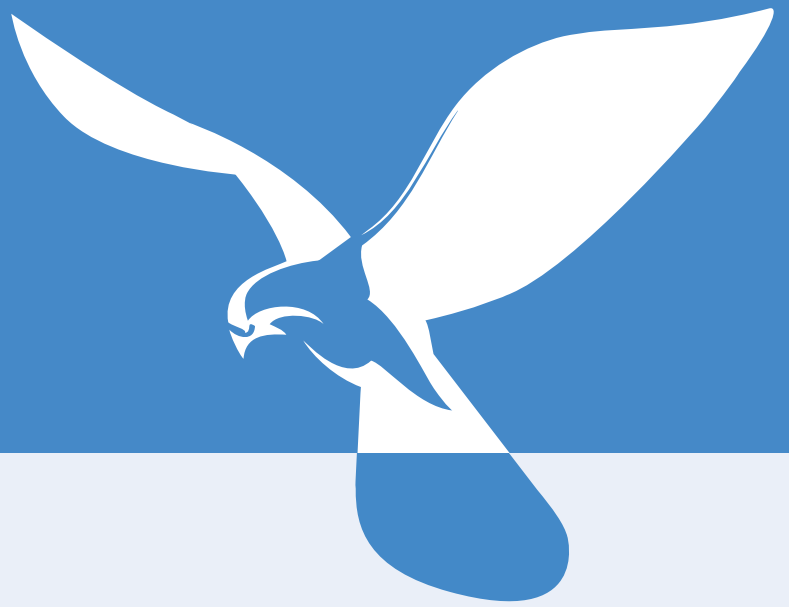


## Financial statements (continued)

### Second interim distribution

		Net income	Equalisation	Distribution to be paid 31.08.23	Distribution paid 31.08.22
		pence per share	pence per share <sup>1</sup>	pence per share	pence per share
<b>Group 1: Shares purchased prior to 1 April 2023</b>					
<b>Group 2: Shares purchased from 1 April 2023 to 30 June 2023</b>					
Class A Distributing	Group 1	3.272388	–	3.272388	3.445352
Class A Distributing	Group 2	1.025976	2.246412	3.272388	3.445352
Class B Distributing	Group 1	3.000092	–	3.000092	3.174652
Class B Distributing	Group 2	1.444692	1.555400	3.000092	3.174652
Class Y Distributing	Group 1	2.213488	–	2.213488	2.327441
Class Y Distributing	Group 2	0.451825	1.761663	2.213488	2.327441
Class X Distributing	Group 1	1.637860	–	1.637860	1.720739
Class X Distributing	Group 2	0.771721	0.866139	1.637860	1.720739
Class A Accumulating	Group 1	7.719706	–	7.719706	7.654167
Class A Accumulating	Group 2	3.478374	4.241332	7.719706	7.654167
Class B Accumulating	Group 1	7.085103	–	7.085103	7.060410
Class B Accumulating	Group 2	3.543943	3.541160	7.085103	7.060410
Class Y Accumulating	Group 1	3.123014	–	3.123014	3.092411
Class Y Accumulating	Group 2	0.328372	2.794642	3.123014	3.092411

<sup>1</sup> Equalisation is accrued income included in the price of shares purchased and redeemed during the distribution period (Group 2 shares). The subscription price of shares is deemed to include an equalisation payment calculated by reference to the accrued income of the relevant Sub-Fund and the distribution in respect of any share will include a payment of capital usually equal to the amount of such equalisation payment. The redemption price of each share will also include an equalisation payment in respect of the accrued income of the relevant Sub-Fund up to the date of redemption. As a result, equalisation may be positive or negative. Equalisation is accounted for in the Statement of Total Return.



# JOHCM UK Opportunities Fund

A Sub-Fund of J O Hambro Capital Management UK Umbrella Fund

## INVESTMENT OBJECTIVE & POLICY

The Sub-Fund's investment objective is to achieve capital growth over a rolling seven-to-ten year period as well as providing income. The Sub-Fund's target is to have a return greater than the FTSE All-Share Total Return Index (12pm adjusted), which is used in the calculation of performance fees.

At least two-thirds of the Sub-Fund is invested in the shares of companies which are either domiciled, incorporated, listed or have a significant portion of their business in the UK. Up to 10% of the Sub-Fund may be invested in the shares of non-UK listed companies. Up to one-third of the Sub-Fund may be held in cash, money market instruments, deposits, warrants and units in other collective investment schemes. The Sub-Fund will invest in a concentrated portfolio of 20-40 companies.

The fund managers aim to identify companies which meet their strict criteria of quality and valuation. Quality is assessed through many measures, including analysis of a company's financial statements, how management are allocating capital, whether levels of debt are suitable for the business model and how cash flows will be maintained and grown in the future. A good company needs to come at the right price and the fund managers look to buy companies below the value of their long-term cash flows.

Periods may arise when the fund managers do not identify sufficient companies that meet their quality and valuation criteria, and as a consequence the amount of cash held by the Sub-Fund could increase towards the maximum holding of one-third of the Sub-Fund. In those circumstances, the proportion of the Sub-Fund which is invested in companies that are either domiciled, incorporated or have a significant portion of their business in the UK could fall to below two-thirds of the Sub-Fund. The fund managers expect that at all times two-thirds of the Sub-Fund will be invested in companies listed on the London Stock Exchange.

The fund managers engage with the management of the companies in which the Sub-Fund invests to encourage capital allocation and governance policies which are sustainable for the Company's business, its customers, suppliers and the industry and the environment in which it operates.

The Sub-Fund's performance may be measured against the FTSE All-Share Total Return Index (12pm adjusted, the "Index"). The Index is used as a target benchmark for the Sub-Fund as the Performance Fee for certain share classes in the Sub-Fund is payable when the performance of the Sub-Fund exceeds that of the Index. The use of the Index does not limit the investment decisions of the fund manager therefore

the shareholdings of the Sub-Fund may differ significantly from those of the Index. The Index is used as it is the broadest available index of shares listed on the London Stock Exchange, representing at least 98% of the market value of the shares listed.



**Rachel Reutter**  
Senior Fund Manager  
Rachel joined JOHCM in September 2012 and has 16 years' industry experience



**Michael Ulrich**  
Senior Fund Manager  
Michael joined JOHCM in August 2015 and has 26 years' industry experience



## INVESTMENT MANAGEMENT REPORT

for the period ended 30 June 2023

### Performance

The JOHCM UK Opportunities Fund was up +3.66%, net of fees and in Sterling terms for the A Accumulating share class, for the six-month period to 30 June 2023. The FTSE All Share Index (12pm adjusted) was up +2.24%<sup>1</sup> in Sterling terms over the same period.

### Portfolio Review

Notable positive performers in the period included Whitbread, CRH and IMI.

Whitbread benefits from shrinking market supply, particularly in the independent hotels segment. These hotels cannot compete with the scale advantage of their purpose-built and branded competitors. Since 2010 an estimated 78,000 independent hotel rooms have left the UK market, whilst Premier Inn's share of the overall market has doubled from 6% to 12%. This year, it has continued to see growth, with sales up 27% on pre-pandemic rates. The key long-term driver will be its success in replicating this model in the German market.

CRH is benefitting from the global shift from monetary to fiscal stimulus seen through spending plans such as the US's IRA or the EU's Green Deal. The need for energy security, energy transition, and the trend to re-shoring all add to the long-term growth potential of CRH which is the market leader in aggregates and asphalt in North America.

IMI is a world leading British engineering company operating in the unglamorous arena of high-end valves. Its products help reduce

the environmental impact of flaring on oil rigs, enable automation in factories, and improve heating efficiency in buildings. Since 2019, new management have put greater emphasis on innovation and product development and it is having a material impact on sales. For 2023 the company expects to deliver 111p of EPS (Earnings Per Share) – that compares to the 71p it delivered in 2019. Innovation and invention are too often associated with loss making tech start-ups. IMI is a UK company that started in Birmingham 160 years ago and is still growing, inventing, and innovating today.

The most significant detractor to performance was Future plc, which we sold in June. Our investment in Future plc proved to be one of our least successful endeavours, prompting us to reflect on our mistakes and extract valuable lessons. Initially, we were attracted to Future's position as a leading player in the growing online market, particularly in independent product reviews, and its technologically advanced platform. However, a change in CEO led to a significant shift in strategy towards news-based content and increased spending on a US salesforce. This coincided with deteriorating cash-flow and a sudden drop in revenue that management's explanations failed to address adequately. Furthermore, concerns emerged regarding the threat posed by consumer-facing Artificial Intelligence ("AI") platforms. In hindsight, the business relied too heavily on a single revenue stream and an unreliable business model.

The other significant negative contributor was Anglo American which

fell alongside the rest of the mining sector, reflecting a muted impact from China's reopening and recovery, compounded by lower commodity prices and higher costs. Our long-term thesis is based on Anglo's exposure to the metals that enable energy transition; however, the volatility and unpredictability of cashflow are key reasons why our weighting in this sector remains modest.

In June we started a position in outsourced catering business Compass Group. The company is the global market leader benefiting from scale advantages in procurement where it is the largest buyer of food in the US. The business operates thousands of bespoke contracts across 40 countries, with an annual retention rate of around 95%. Contracts contain cost-indexation to protect against inflation. There remains a long-term structural trend towards outsourcing with around 40% of organisations still using in-house operations, despite significant cost benefits from outsourcing. Most significantly, Compass is highly cash generative, maintains a strong balance sheet, and is able to fund its growth without the need to access debt markets.

### Outlook

During the period, the Bank of England made its thirteenth consecutive rate rise, an unexpectedly large one. Whilst investors are distracted by speculation on rates and the persistence (or not) of inflation, our interest is firmly on the political actors, seen entering the stage throughout the period.

<sup>1</sup> Source: JOHCM/FTSE International Limited. Basis: Sub-Fund return, mid to mid with net income reinvested, in Sterling.





## INVESTMENT MANAGEMENT REPORT (continued)

We expect politicians across the globe to attempt to spend their way out of a difficult environment, partially funded by the seizure of corporate profits, wherever it is politically expedient to do so. In seeking to stay on the right side of this shift, we have positioned the portfolio towards companies that both benefit from and enable government policy.

We remain sceptical of suggestions that global economies will smoothly negotiate higher inflation and higher interest rates. We increasingly expect a bumpy ride for businesses with poor cashflow and excessive leverage. We have continued to tilt the portfolio towards stable and resilient cashflows whilst maintaining our focus on growth that is more structural than cyclical.

### **J O Hambro Capital Management Limited July 2023**

Past performance is not necessarily a guide to future performance. The price of shares may go down as well as up and future income is not guaranteed.



## Net asset value and distribution history

### PRICE AND INCOME HISTORY

Calendar year		Highest price	Lowest price	Net distribution per share
		pence	pence	pence
2019	GBP Class A Distributing	219.10	191.60	6.455386
	GBP Class A Accumulating	316.10	276.50	9.314854
	GBP Class B Distributing	208.20	183.00	6.149655
	GBP Class B Accumulating	296.20	260.30	8.748777
	GBP Class Y Distributing	147.20	128.60	4.334695
	GBP Class Y Accumulating	176.30	154.00	5.192863
	GBP Class X Distributing	123.60	107.90	3.637914
	GBP Class X Accumulating	145.70	127.30	4.291325
2020	GBP Class A Distributing	211.80	151.40	4.735411
	GBP Class A Accumulating	315.00	225.30	7.043341
	GBP Class B Distributing	201.20	143.80	4.493655
	GBP Class B Accumulating	295.00	210.90	6.589385
	GBP Class Y Distributing	142.30	101.70	3.182906
	GBP Class Y Accumulating	175.70	125.60	3.930358
	GBP Class X Distributing	119.50	85.30	2.672294
	GBP Class X Accumulating	145.20	103.70	3.243538
2021	GBP Class A Distributing	224.80	197.00	5.525671
	GBP Class A Accumulating	342.40	300.00	8.414043
	GBP Class B Distributing	211.90	186.20	5.212125
	GBP Class B Accumulating	318.10	279.60	7.825647
	GBP Class Y Distributing	151.40	132.50	3.719324
	GBP Class Y Accumulating	191.50	167.70	4.705977
	GBP Class X Distributing	127.50	111.60	3.132097
	GBP Class X Accumulating	157.50	137.90	3.870795
2022	GBP Class A Distributing	215.40	181.70	6.116038
	GBP Class A Accumulating	336.50	283.90	9.556474
	GBP Class B Distributing	202.60	170.30	5.739785
	GBP Class B Accumulating	312.20	262.30	8.844037
	GBP Class Y Distributing	145.10	122.50	4.122075
	GBP Class Y Accumulating	188.30	159.00	5.351568
	GBP Class X Distributing	122.20	103.20	3.472043
	GBP Class X Accumulating	154.90	130.80	4.402908
2023 (to June)	GBP Class A Distributing	214.70	198.50	–
	GBP Class A Accumulating	345.90	319.80	–
	GBP Class B Distributing	200.90	185.80	–
	GBP Class B Accumulating	319.20	295.20	–
	GBP Class Y Distributing	144.80	133.90	–
	GBP Class Y Accumulating	193.80	179.20	–
	GBP Class X Distributing	122.00	112.80	–
	GBP Class X Accumulating	159.50	147.40	–

Past performance is not necessarily a guide to future performance. The price of shares may go down as well as up and future income is not guaranteed.



## Net asset value and distribution history (continued)

### NET ASSET VALUES

		Net asset value of share class	Total shares in issue	Net asset value per share	Percentage change <sup>1</sup>
		£			%
GBP Class A Distributing	31 December 2021	26,927,350	12,747,063	211.24p	7.62
	31 December 2022	9,774,053	4,980,722	196.24p	(7.10)
	30 June 2023	8,854,591	4,340,810	203.98p	3.94
GBP Class A Accumulating	31 December 2021	26,394,600	7,996,719	330.07p	10.47
	31 December 2022	14,101,489	4,460,290	316.16p	(4.21)
	30 June 2023	13,072,668	3,977,789	328.64p	3.95
GBP Class B Distributing	31 December 2021	841,571	423,461	198.74p	7.54
	31 December 2022	724,881	394,620	183.69p	(7.57)
	30 June 2023	588,091	308,754	190.47p	3.69
GBP Class B Accumulating	31 December 2021	6,574,081	2,146,811	306.23p	9.91
	31 December 2022	5,291,319	1,812,996	291.85p	(4.70)
	30 June 2023	3,571,853	1,180,285	302.63p	3.69
GBP Class Y Distributing	31 December 2021	74,257,551	52,190,682	142.28p	7.76
	31 December 2022	35,135,265	26,547,463	132.35p	(6.98)
	30 June 2023	35,124,285	25,515,074	137.66p	4.01
GBP Class Y Accumulating	31 December 2021	110,902,220	60,037,221	184.72p	10.58
	31 December 2022	71,314,248	40,255,170	177.16p	(4.09)
	30 June 2023	67,292,271	36,518,981	184.27p	4.01
GBP Class X Distributing	31 December 2021	3,077,056	2,567,707	119.84p	7.99
	31 December 2022	1,976,335	1,772,669	111.49p	(6.97)
	30 June 2023	1,518,790	1,309,575	115.98p	4.03
GBP Class X Accumulating	31 December 2021	11,715,952	7,709,978	151.96p	10.61
	31 December 2022	12,431,840	8,528,424	145.77p	(4.07)
	30 June 2023	12,102,962	7,981,448	151.64p	4.03

<sup>1</sup> Percentage change figures for distributing share classes are calculated post distribution.

### DISTRIBUTIONS

JOHCM UK Opportunities Fund pays an annual distribution with ex date 31 December and pay date of 28 February.



## ONGOING CHARGES FIGURE

	Class A		Class A		Class B		Class B	
	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
Ongoing charges figure	0.93%	0.91%	0.93%	0.92%	1.43%	1.42%	1.43%	1.42%
Performance fee	-	-	-	-	-	-	-	-
Total expenses ratio	0.93%	0.91%	0.93%	0.92%	1.43%	1.42%	1.43%	1.42%

	Class Y		Class Y		Class X		Class X	
	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares	Distributing Shares	Accumulating Shares
	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
Ongoing charges figure	0.80%	0.79%	0.80%	0.79%	0.78%	0.77%	0.78%	0.77%
Performance fee	-	-	-	-	-	-	-	-
Total expenses ratio	0.80%	0.79%	0.80%	0.79%	0.78%	0.77%	0.78%	0.77%



## PERFORMANCE RECORD

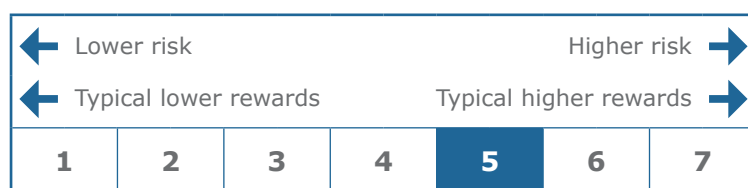
In the period from 1 January 2023 to 30 June 2023, the price of the Class A Accumulating shares in the Sub-Fund returned 3.66%. This compares with a return of 2.24% in the FTSE All-Share Total Return Index (12pm adjusted) over the same period.

Source: JOHCM/FTSE International Limited. Basis: Sub-Fund return, mid to mid with net income reinvested, in Sterling.

Past performance is not necessarily a guide to future performance. The price of shares may go down as well as up and future income is not guaranteed.

## RISK AND REWARD PROFILE

### Applicable to all share classes in the Sub-Fund



The risk and reward indicator is calculated on the basis of the share class volatility (the ups and downs in its value) over the prior five year period.

The risk and reward indicator:

- is based on historical data and may not be a reliable indication for the future;
- is not guaranteed and may change over time;
- the lowest category does not mean that a share class is risk free.

The share class category reflects the following factors:

- Higher volatility can result from investments in shares as their value may fluctuate more than other financial instruments, such as bonds.
- Your initial investment is not guaranteed.

In addition to the risk captured by the indicator, the Sub-Fund's value may be affected by:

- Any change in the Company's tax status or in legislation could affect the value of investments held by the Company.
- Political and/or regulatory risks.
- Investors should note that a more detailed description of risk factors is set out in full in the Prospectus.
- There were no changes that took effect with the risk and reward indicators during the period ended 30 June 2023.



## PORTFOLIO STATEMENT

as at 30 June 2023

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
	<b>Beverages : 4.63%</b> <b>(31 December 2022 : 2.17%)</b>		
194,925	Diageo	6,575	4.63
	<b>Total Beverages</b>	<b>6,575</b>	<b>4.63</b>
	<b>Construction &amp; Materials : 3.19%</b> <b>(31 December 2022 : 3.33%)</b>		
104,198	CRH	4,529	3.19
	<b>Total Construction &amp; Materials</b>	<b>4,529</b>	<b>3.19</b>
	<b>Consumer Services : 2.52%</b> <b>(31 December 2022 : 0.00%)</b>		
163,956	Compass Group	3,579	2.52
	<b>Total Consumer Services</b>	<b>3,579</b>	<b>2.52</b>
	<b>Electricity : 4.55%</b> <b>(31 December 2022 : 4.01%)</b>		
354,402	SSE	6,468	4.55
	<b>Total Electricity</b>	<b>6,468</b>	<b>4.55</b>
	<b>Food Producers : 3.85%</b> <b>(31 December 2022 : 3.39%)</b>		
759,310	Tate & Lyle	5,471	3.85
	<b>Total Food Producers</b>	<b>5,471</b>	<b>3.85</b>
	<b>Forestry &amp; Paper : 2.63%</b> <b>(31 December 2022 : 2.94%)</b>		
310,334	Mondi	3,733	2.63
	<b>Total Forestry &amp; Paper</b>	<b>3,733</b>	<b>2.63</b>
	<b>Gas, Water &amp; Multiutilities : 4.57%</b> <b>(31 December 2022 : 3.90%)</b>		
626,056	National Grid	6,492	4.57
	<b>Total Gas, Water &amp; Multiutilities</b>	<b>6,492</b>	<b>4.57</b>
	<b>General Industrials : 3.09%</b> <b>(31 December 2022 : 2.86%)</b>		
267,896	Smiths Group	4,387	3.09
	<b>Total General Industrials</b>	<b>4,387</b>	<b>3.09</b>



## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
	<b>General Retailers : 5.65%</b>		
	<b>(31 December 2022 : 6.20%)</b>		
466,304	Inchcape	3,612	2.54
64,086	Next	4,423	3.11
	<b>Total General Retailers</b>	<b>8,035</b>	<b>5.65</b>
	<b>Health Care Equipment &amp; Services : 4.33%</b>		
	<b>(31 December 2022 : 3.78%)</b>		
490,630	Smith & Nephew	6,160	4.33
	<b>Total Health Care Equipment &amp; Services</b>	<b>6,160</b>	<b>4.33</b>
	<b>Household Goods &amp; Home Construction : 2.27%</b>		
	<b>(31 December 2022 : 2.78%)</b>		
725,695	Redrow	3,231	2.27
	<b>Total Household Goods &amp; Home Construction</b>	<b>3,231</b>	<b>2.27</b>
	<b>Industrial Engineering : 3.04%</b>		
	<b>(31 December 2022 : 2.95%)</b>		
265,558	IMI	4,321	3.04
	<b>Total Industrial Engineering</b>	<b>4,321</b>	<b>3.04</b>
	<b>Industrial Metals &amp; Mining : 2.86%</b>		
	<b>(31 December 2022 : 3.52%)</b>		
181,743	Anglo American	4,058	2.86
	<b>Total Industrial Metals &amp; Mining</b>	<b>4,058</b>	<b>2.86</b>
	<b>Industrial Support Services : 3.99%</b>		
	<b>(31 December 2022 : 3.61%)</b>		
3,721,010	Serco Group	5,667	3.99
	<b>Total Industrial Support Services</b>	<b>5,667</b>	<b>3.99</b>
	<b>Industrial Transportation : 4.17%</b>		
	<b>(31 December 2022 : 4.22%)</b>		
109,804	Ashtead Group	5,929	4.17
	<b>Total Industrial Transportation</b>	<b>5,929</b>	<b>4.17</b>
	<b>Investment Banking &amp; Brokerage Services : 2.84%</b>		
	<b>(31 December 2022 : 3.00%)</b>		
496,397	Hargreaves Lansdown	4,031	2.84
	<b>Total Investment Banking &amp; Brokerage Services</b>	<b>4,031</b>	<b>2.84</b>



## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
	<b>Media : 7.27%</b> <b>(31 December 2022 : 10.07%)</b>		
256,259	RELX	6,726	4.73
439,550	WPP	3,610	2.54
	<b>Total Media</b>	<b>10,336</b>	<b>7.27</b>
	<b>Mining : 3.14%</b> <b>(31 December 2022 : 3.40%)</b>		
339,377	Barrick Gold	4,460	3.14
	<b>Total Mining</b>	<b>4,460</b>	<b>3.14</b>
	<b>Non-Life Insurance : 2.74%</b> <b>(31 December 2022 : 3.69%)</b>		
845,706	Conduit Holdings	3,894	2.74
	<b>Total Non-Life Insurance</b>	<b>3,894</b>	<b>2.74</b>
	<b>Oil, Gas &amp; Coal : 3.25%</b> <b>(31 December 2022 : 4.49%)</b>		
1,000,796	BP	4,617	3.25
	<b>Total Oil, Gas &amp; Coal</b>	<b>4,617</b>	<b>3.25</b>
	<b>Personal Goods : 4.64%</b> <b>(31 December 2022 : 4.62%)</b>		
160,916	Unilever	6,590	4.64
	<b>Total Personal Goods</b>	<b>6,590</b>	<b>4.64</b>
	<b>Pharmaceuticals &amp; Biotechnology : 4.45%</b> <b>(31 December 2022 : 4.41%)</b>		
55,898	AstraZeneca	6,331	4.45
	<b>Total Pharmaceuticals &amp; Biotechnology</b>	<b>6,331</b>	<b>4.45</b>
	<b>Support Services : 7.32%</b> <b>(31 December 2022 : 7.47%)</b>		
226,358	Experian	6,807	4.78
3,531,876	Hays	3,617	2.54
	<b>Total Support Services</b>	<b>10,424</b>	<b>7.32</b>





## Portfolio statement (continued)

Holding/nominal value	Investment	Market value	Percentage of total net assets
		£'000	%
	<b>Travel &amp; Leisure : 5.54%</b>		
	<b>(31 December 2022 : 5.95%)</b>		
1,450,764	SSP Group	3,650	2.57
125,233	Whitbread	4,230	2.97
	<b>Total Travel &amp; Leisure</b>	<b>7,880</b>	<b>5.54</b>
	<b>Portfolio of Investments</b>	<b>137,198</b>	<b>96.53</b>
	Net other assets	4,928	3.47
	<b>Total net assets</b>	<b>142,126</b>	<b>100.00</b>

All securities are approved securities unless otherwise stated.



## SUMMARY OF TOP TEN PURCHASES AND SALES

for the period ended 30 June 2023

Security	Cost £'000
<b>PURCHASES</b>	
Diageo	3,811
Compass Group	3,626
National Grid	937
AstraZeneca	877
SSE	728
Smiths Group	726
Unilever	625
Anglo American	616
Serco Group	322
Tate & Lyle	321

Security	Proceeds £'000
<b>SALES</b>	
Future	3,174
Conduit Holdings	2,168
BP	2,095
CRH	1,850
Whitbread	1,613
Ashtead Group	1,357
AstraZeneca	1,328
WPP	1,326
SSP Group	1,293
Next	1,251



## Financial statements

### STATEMENT OF TOTAL RETURN

for the period ended 30 June 2023

	30 June 2023	30 June 2023	30 June 2022	30 June 2022
	£'000	£'000	£'000	£'000
<b>Income</b>				
Net capital gains/(losses)		4,587		(26,066)
Revenue	2,420		3,247	
Expenses	(649)		(908)	
Interest payable and similar charges	-		(1)	
Net revenue before taxation	1,771		2,338	
Taxation	(66)		(40)	
Net revenue after taxation		1,705		2,298
<b>Total return before distributions</b>		<b>6,292</b>		<b>(23,768)</b>
Distributions <sup>1</sup>		(88)		(634)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>6,204</b>		<b>(24,402)</b>

1 Figures calculated net of equalisation accrued on purchase and sale of shares during the accounting period.

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 30 June 2023

	30 June 2023	30 June 2023	30 June 2022	30 June 2022
	£'000	£'000	£'000	£'000
<b>Opening net assets attributable to shareholders</b>		<b>150,749</b>		<b>260,690</b>
Amounts receivable on issue of shares	7,007		7,873	
Less: Amounts payable on cancellation of shares	(21,834)		(79,836)	
		(14,827)		(71,963)
Change in net assets attributable to shareholders from investment activities		6,204		(24,402)
Retained distributions on accumulating shares		-		-
<b>Closing net assets attributable to shareholders</b>		<b>142,126</b>		<b>164,325</b>

The above statement shows the comparative closing net assets at 30 June 2022 whereas the current accounting period commenced on 1 January 2023.



## Financial statements (continued)

### BALANCE SHEET

as at 30 June 2023

	30 June 2023	30 June 2023	31 December 2022	31 December 2022
	£'000	£'000	£'000	£'000
<b>ASSETS</b>				
<b>Fixed assets:</b>				
Investments		137,198		145,859
<b>Current assets:</b>				
Debtors	865		311	
Cash and bank balances	5,019		6,369	
<b>Total current assets</b>		<b>5,884</b>		<b>6,680</b>
<b>Total assets</b>		<b>143,082</b>		<b>152,539</b>
<b>LIABILITIES</b>				
<b>Creditors:</b>				
Other creditors	(956)		(307)	
Distribution payable on income shares	-		(1,483)	
<b>Total liabilities</b>		<b>(956)</b>		<b>(1,790)</b>
<b>Net assets attributable to shareholders</b>		<b>142,126</b>		<b>150,749</b>

## Further information

### Documentation

Copies of the current Prospectus and Key Information Documents (“KIDs”), together with the latest Annual and Interim Report and Accounts, are available on the website [www.johcm.com](http://www.johcm.com) or upon request from the ACD and are available for inspection at the registered office between 9.00am and 5.00pm each business day.

The Annual Report of the Company will be published by 30 April and the Interim Report on or before 31 August in each year.

### Correspondence

Please send correspondence to the Company’s Administrator, Northern Trust Global Services SE, UK Branch, 50 Bank Street, Canary Wharf, London, E14 5NT, United Kingdom.

### Complaints and compensation

Complaints about the operation of the Company and the Sub-Funds may be made by the investor by writing to the ACD or the Depositary. Any complaint will be investigated and the outcome will be notified to the investor, within eight weeks. If the investor is not satisfied with the outcome, they may also write directly to the Financial Ombudsman Service, Exchange Tower, London E14 9SR. If the ACD cannot meet its financial obligations to the investor, the investor may be entitled to compensation under the Investor’s Compensation Scheme, under the Financial Services Markets Act 2000. Details of the investor’s rights to compensation can be obtained from the ACD on request.

### Market Indices

The MSCI data is comprised of a custom index calculated by MSCI for, and as requested by, J O Hambro Capital Management Limited. The data is for internal use only and may not be reproduced or used in connection with creating or offering any securities, financial products or indices. Neither MSCI nor any other third party involved in or related to compiling, computing or creating the MSCI data (collectively, the “MSCI Parties”) makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and the MSCI Parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to such data. Without limiting any of the foregoing, in no event shall any of the MSCI Parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

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## Net asset reconciliation

Financial assets at fair value through profit or loss for financial reporting purposes have been valued based on the latest bid prices and inclusive of late trades post cut off. The difference between the valuation methodology of the Financial Statements, as required by FRS 102, and the policy in the Prospectus, results in there being differences which are detailed in the table below.

	30 June 2023 £'000	31 December 2022 £'000
<b>JOHCM UK Dynamic Fund</b>		
<b>Net Assets Attributable to Shareholders</b>		
Valuation in accordance with Prospectus	1,272,642	1,330,257
Adjustment to the value at latest bid price	(787)	(3,077)
Adjustment for late trades post cut off	-	1
Adjustment for late subscription and redemption	(2,707)	-
Other adjustments <sup>1</sup>	(2)	-
Less: Distribution on income shares <sup>2</sup>	(6,902)	-
<b>Net Asset Value in accordance with FRS 102</b>	<b>1,262,244</b>	<b>1,327,181</b>
<b>JOHCM UK Equity Income Fund</b>		
<b>Net Assets Attributable to Shareholders</b>		
Valuation in accordance with Prospectus	1,536,157	1,629,217
Adjustment to the value at latest bid price	(2,588)	(7,341)
Adjustment for late trades post cut off	-	1
Adjustment for late subscription and redemption	(153)	-
Other adjustments <sup>1</sup>	(187)	-
Less: Distribution on income shares <sup>2</sup>	(18,354)	-
<b>Net Asset Value in accordance with FRS 102</b>	<b>1,514,875</b>	<b>1,621,877</b>
<b>JOHCM UK Opportunities Fund</b>		
<b>Net Assets Attributable to Shareholders</b>		
Valuation in accordance with Prospectus	142,169	151,231
Adjustment to the value at latest bid price	(53)	(482)
Adjustment for late subscription and redemption	10	-
<b>Net Asset Value in accordance with FRS 102</b>	<b>142,126</b>	<b>150,749</b>

<sup>1</sup> Other adjustments consist of capital and income movements on realised gains/losses and timing differences on recognition of income.

<sup>2</sup> The previous Fund Administrator (RBCITS), processed and deducted the distribution on income shares from Net Assets of the Sub-Fund as of 31 December 2022. The new Fund Administrator's (NT) process is slightly different. The distribution on income shares was deducted on 3 July 2023, and is shown as a separate line item in the Net asset reconciliation table.

# Appendix I - Securities Financing Transactions Regulation

## Stocklending

A Sub-Fund, or the Depositary at the Company's request, may enter into stocklending transactions (involving a disposal of securities in the Sub-Fund and reacquisition of equivalent securities) when it reasonably appears to the Sub-Fund or to the Company to be appropriate to do so with a view to generating additional income for the Sub-Fund with an acceptable degree of risk.

Such transactions must comply with conditions set out in the FCA Rules, which require (among other things) that:

- i) the stocklending transaction must be of a kind described in Section 263B of the Taxation of Chargeable Gains Act 1992;
- ii) the terms of the agreement under which the Depositary is to re-acquire the securities for the account of the Sub-Fund must be acceptable to the Depositary and in accordance with good market practice; and
- iii) the counterparty must be acceptable in accordance with the FCA Rules.

The collateral obtained must be acceptable to the Depositary and must also be adequately and sufficiently immediate as set down in the FCA Rules (Coll 5.4.4).

The ACD shall maintain a collateral management policy in accordance with applicable rules and regulations.

As at period end 30 June 2023, there was no collateral held for any of the Sub-Fund.

Sub-Fund	Collateral	% of net assets	Gross income	Net income	Tax withheld	Direct and indirect costs and fees deducted from gross securities lending income
	£'000	%	£'000	£'000	£'000	£'000
JOHCM UK Equity Income Fund	-	-	92	74	-	18
<b>Total</b>	<b>-</b>	<b>-</b>	<b>92</b>	<b>74</b>	<b>-</b>	<b>18</b>

## Appendix II – Information for Swiss investors

The following table shows the Ongoing Charges Figure (“OCF”) for each share class as at 30 June 2023:

Asset Management Association (“AMAS”) Guidelines on the calculation and disclosure of the Total Expenses Ratio (TER) of Collective Investment Schemes 16 May 2008 (Version dated 5 August 2021).

Share Class	OCF% (excluding performance fee)	Performance fee	OCF% (including performance fee)	Performance fee as % of average net assets
	%	%	%	%
<b>JOHCM UK Dynamic Fund</b>				
Class A Accumulating Shares	0.79	-	0.79	-
Class A Distributing Shares	0.79	-	0.79	-
Class B Accumulating Shares	1.29	-	1.29	-
Class B Distributing Shares	1.29	-	1.29	-
Class Y Accumulating Shares	0.66	-	0.66	-
Class Y Distributing Shares	0.66	-	0.66	-
Class X Accumulating Shares	0.56	-	0.56	-
Class X Distributing Shares	0.56	-	0.56	-
Class M Accumulating Shares	0.49	-	0.49	-
Class M Distributing Shares	0.49	-	0.49	-
Class K Accumulating Shares	0.69	-	0.69	-
Class K Distributing Shares	0.69	-	0.69	-
<b>JOHCM UK Equity Income Fund</b>				
Class A Accumulating Shares	0.80	-	0.80	-
Class A Distributing Shares	0.80	-	0.80	-
Class B Accumulating Shares	1.30	-	1.30	-
Class B Distributing Shares	1.30	-	1.30	-
Class Y Accumulating Shares	0.67	-	0.67	-
Class Y Distributing Shares	0.67	-	0.67	-
Class X Distributing Shares	0.60	-	0.60	-
<b>JOHCM UK Opportunities Fund</b>				
Class A Accumulating Shares	0.93	-	0.93	-
Class A Distributing Shares	0.93	-	0.93	-
Class B Accumulating Shares	1.43	-	1.43	-
Class B Distributing Shares	1.43	-	1.43	-
Class Y Accumulating Shares	0.80	-	0.80	-
Class Y Distributing Shares	0.80	-	0.80	-
Class X Accumulating Shares	0.78	-	0.78	-
Class X Distributing Shares	0.78	-	0.78	-

### INFORMATION FOR SWISS INVESTORS

In Switzerland, the Fund’s prospectus, Key Information Documents (“KIDs”), the articles of the Association/ Incorporation and the annual and semi annual reports may be obtained free of charge from the Swiss Representative, 1741 Fund Solutions Ltd, Burggraben 16, 9000 St. Gallen; and Paying Agent, Tellco Ltd, Bahnhofstrasse 4, 6430, Schwyz. A copy of the full portfolio changes during the financial year under review is available free of charge from the Swiss Representative and Paying Agent.



<p><b>Board of Directors</b>          Alexandra Altinger Executive Director (Resigned on 23 August 2023)          Jane Leach Independent Non-Executive Director          Máire O'Connor Independent Non-Executive Director          Stephen Lynn Executive Director          Helen Vaughan Non-Executive Director</p>		<p><b>Investment Manager</b>          J O Hambro Capital Management Limited          Level 3          1 St James's Market          London SW1Y 4AH</p>
<p><b>Company and Registered Office</b>          JOHCM Funds (UK) Limited          Level 3          1 St James's Market          London SW1Y 4AH</p>	<p><b>Auditor</b>          Ernst &amp; Young LLP          Atria One          144 Morrison Street          Edinburgh EH3 8EX</p>	<p><b>Depository</b>          Northern Trust Investor Services Limited          50 Bank Street          London E14 5NT   <i>(Authorised by the Prudential Regulation Authority and regulated by the PRA and the FCA)</i></p>
<p><b>Authorised Corporate Director</b>          JOHCM Funds (UK) Limited          Level 3          1 St James's Market          London SW1Y 4AH</p>	<p><b>Representative in Switzerland</b>          RBC Investor Services Bank S.A.          Esch-sur-Alzette, Zürich Branch          Bleicherweg 7 CH-8027          Zurich, Switzerland          (Prior to 3 April 2023)</p>	<p><b>Administrator, Registrar and Transfer Agent</b>          RBC Investor Services Ireland Limited          4th Floor, One George's Quay Plaza          George's Quay, Dublin 2          Ireland          (Prior to 3 April 2023)</p>
<p><b>Communications</b>          (FAO OEIC Dealing)          J O Hambro Capital Management Limited          Level 3          1 St James's Market          London SW1Y 4AH</p>	<p>1741 Fund Solutions Ltd          Burggraben 16          9000 St. Gallen          Switzerland          (Effective from 3 April 2023)</p>	<p>Northern Trust Global Services SE,          UK Branch          50 Bank Street          London E14 5NT          (Effective from 3 April 2023)</p>
<p><b>Dealing telephone number</b>          0845 450 1970</p>	<p><b>Paying Agent in Switzerland</b>          RBC Investor Services Bank S.A.          Esch-sur-Alzette, Zürich Branch          Bleicherweg 7 CH-8027          Zurich, Switzerland          (Prior to 3 April 2023)</p>	<p><b>Custodian</b>          RBC Investor Services Trust (UK Branch)          100 Bishopsgate          London EC2N 4AA          (Prior to 3 April 2023)</p>
<p><b>Retail enquiries</b>          020 7747 5648</p>	<p>Telco Ltd          Bahnhofstrasse 4          6430 Schwyz          Switzerland          (Effective from 3 April 2023)</p>	<p>Northern Trust Global Services SE,          UK Branch          50 Bank Street          London E14 5NT          (Effective from 3 April 2023)</p>

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