

## Key Information

Fund Structure	OEIC	<b>Style</b> Large-Cap Equity Blend 
Domicile	UK	
IA Sector	Flexible Investment	
MSCI PIMFA Private Investor	Alternatives	
Regulatory Framework	UCITS Retail Scheme	
Investment Manager	IDAD Limited	
Authorised Corporate Director (ACD)	Margetts Fund Management Limited	
Depositary	BNY Mellon (International) Limited	
Style	Large-Cap Equity Blend	

## Investment Objective

The objective of the MGTS IDAD Refined Growth Sub-fund (the "Refined Growth Fund" or the "Fund") is to provide capital growth over any 5-year period.

## Investment Rationale

The Refined Growth Fund uses structured investment products to deliver more reliable and consistent returns for portfolio managers allocating assets to alternatives. By leveraging IDAD's relationships with more than 40 investment-grade issuers, the Fund is able to enhance returns using diversified counterparty credit risk. Introducing traditional investment management skills and experience adds further value and contributes significantly to returns.

## Comparative Performance



06/09/2021 - 11/06/2026 Data from FE fundinfo2026

## Investment Strategy

The Refined Growth Fund invests in capital-at-risk structured products within a traditional investment management framework. The core of the portfolio is a global portfolio implemented with index-linked products. The manager is able to express his macroeconomic and thematic views within a smaller tactical allocation.

Implementing the portfolio physically rather than synthetically provides enhanced returns derived from broadly-diversified issuer credit risks, and using secondary market products where possible enhances returns compared to using newly-issued products.

### CORE HOLDINGS

A core allocation to index-linked products providing global, broadly-diversified, developed markets exposure.

Products will be designed to deliver capital growth even if the underlying equity markets are flat or even fall slightly. This part of the portfolio targets 7-9% per annum returns and represents around 80% of AUM

### TACTICAL HOLDINGS

Representing up to 20% of AUM, this part of the Fund's portfolio is designed to produce higher returns by investing in products linked to a wider range of underlying instruments, such as less-developed equity market indices, sectoral indices, stocks and commodities.

This part of the portfolio may become very defensive during periods when the managers are concerned regarding market direction.

The fund may also invest in ETFs to manage liquidity and geographic exposures

## Portfolio Managers

### Tom McGrath Chief Investment Officer & Portfolio Manager

Tom is an experienced investment professional with over 30 years of industry experience, the last 20 spent actively managing UK retail funds and model portfolios. He has built a track record of outperformance primarily through adept asset allocation, including successful stints at Miton Investments and Apollo, managing diversified multi asset portfolios. More recently he has pioneered a thematic and forward-looking approach to investment at 8AM Global where he was an early investor in disruptive technologies within the 8AM Global Focused Fund, which he continues to manage. At IDAD he has been managing the offshore structured product fund (The IDAD Fund Plc) for more than 5 years, delivering top-decile performance under his tenure. He takes responsibility at the helm of IDAD's two UK retail funds, Refined Growth and Future Wealth, where his passion for structured products and forward-looking strategies is encapsulated.



### Clive Moore Managing Director & Portfolio Manager

Clive has worked in the investment sector for over 30 years, specialising in structured investments for most of that time. He is the Managing Director of IDAD, a company he founded in 2002. As well as providing support and expertise to financial institutions around the world, IDAD has launched over 3,000 structured investment products through different distribution channels in the last 15 years. IDAD established a structured product fund in 2014 and, since 2016, Clive has co-managed this fund with Tom McGrath. As well as authoring guides on structured products and contributing to various industry panels and the Press, Clive acts as a Specialist on the CISI Investment Management subject panel.



## Management Process & Identifying Investment Opportunities

Management responsibilities for the Fund are divided according to the core strengths of the portfolio managers. Tom McGrath focuses on top-down macro-economic and sector views, whilst Clive Moore focuses on the structured product pricing environment and opportunistic pricing anomalies.

The core portfolio is managed to a target geographical allocation, which is reviewed monthly, although changed rarely. The tactical portfolio is managed more intensively.

The portfolio managers prefer to implement their investment decisions using structured products that are already in issue, hence maintain a large watchlist of products available in the secondary market. Where their view cannot be easily matched using existing products, the managers will source newly-issued products.

There is daily contact between the portfolio managers to discuss investments of new money/sales of assets in response to investment flows, as well as the wider investment strategy.

Daily reporting is prepared breaking down the fund holdings with regard to the performance of the underlying assets and the characteristics of individual structured products. This helps the managers in their decision making with regard to each investment, and also helps identify any areas of particular exposure.

In addition to the ongoing daily processes, there is a formal monthly review of all holdings within the Fund which is used for ongoing monitoring of positions, attribution analysis, risk analysis, and is utilized to ensure that the fund's overall positioning remains consistent with the views of the managers.

## Key Parties

IDAD Group was established in 2002 and delivers high-performing structured investment solutions to wealth managers around the world. Since 2014, we have worked closely with our UK asset manager partner on a range of specialist and thematic funds that provide investment opportunities to suit investor needs across the risk spectrum.

Margetts Fund Management Limited is the Authorised Fund Manager / Authorised Corporate Director to Margetts and MGTS funds, it carries ultimate responsibility for the management of these investments. Its corporate governance is designed to provide layers of management and oversight through committees. Their values are central to everything they do and are designed to ensure that the investor is at the centre of our operations, that information is safe and secure, and investments are subject to rigorous regulatory protection.

BNY Mellon/Pershing Limited is the world's largest custodian bank and asset servicing company with \$1.9 trillion in assets under management and \$43 trillion in assets under custody. It is considered a systemically important bank by the Financial Stability Board. Source: BNY Mellon 30.06.2022

### IMPORTANT INFORMATION

This document has been produced for information only and represents the views of IDAD Limited at the time of writing. It should not be construed as Investment Advice. No investment decisions should be made without first seeking advice. Full details of the MGTS IDAD Funds, including risk warnings, are published in the MGTS IDAD Funds Prospectus. Margetts Fund Management Limited is the Authorised Corporate Director of the MGTS IDAD Refined Growth Fund and is authorised and regulated by the Financial Conduct Authority FRN 208565. Registered Office 1 Sovereign Court, 8 Graham Street, Birmingham. B1 3JR. IDAD Limited is authorised and regulated by the Financial Conduct Authority FRN 740499.

### RISK WARNINGS

The MGTS IDAD Funds, are subject to normal stock market fluctuations and other risks inherent in such investments. The value of your investment and the income derived from it can go down as well as up, and you may not get back the money that you have invested. Investments in overseas equities may be effected by changes in exchange rates, which could cause the value of your investment to increase or diminish. Past performance is not a guide to future performance. Every effort is taken to ensure the accuracy of this data, but no warranties are given.