

**October 2020**

		<b>Fund</b>			<b>S&amp;P500 Index</b>	
		<i>Performance</i>	<i>Inception to Date</i>		<i>Performance</i>	<i>Inception to Date</i>
<b>2005</b>		<b>+14.01%</b>	<b>+14.01%</b>		<b>+4.78%</b>	<b>+4.78%</b>
<b>2006</b>		<b>+16.91%</b>	<b>+33.29%</b>		<b>+13.62%</b>	<b>+19.05%</b>
<b>2007</b>		<b>+4.06%</b>	<b>+38.70%</b>		<b>+3.53%</b>	<b>+23.25%</b>
<b>2008</b>		<b>-47.99%</b>	<b>-27.86%</b>		<b>-38.49%</b>	<b>-24.18%</b>
<b>2009</b>		<b>+42.74%</b>	<b>+2.97%</b>		<b>+23.45%</b>	<b>-6.40%</b>
<b>2010</b>		<b>+24.94%</b>	<b>+28.65%</b>		<b>+12.78%</b>	<b>+5.57%</b>
<b>2011</b>		<b>+1.79%</b>	<b>+30.96%</b>		<b>0.00%</b>	<b>+5.56%</b>
<b>2012</b>		<b>+24.17%</b>	<b>+62.61%</b>		<b>+13.41%</b>	<b>+19.71%</b>
<b>2013</b>		<b>+42.96%</b>	<b>+132.46%</b>		<b>+29.60%</b>	<b>+55.15%</b>
<b>2014</b>		<b>+3.92%</b>	<b>+141.59%</b>		<b>+11.39%</b>	<b>+72.82%</b>
<b>2015</b>		<b>-2.10%</b>	<b>+136.51%</b>		<b>-0.73%</b>	<b>+71.56%</b>
<b>2016</b>		<b>+31.95%</b>	<b>+212.07%</b>		<b>+9.54%</b>	<b>+87.93%</b>

	<i>MTD</i>	<i>YTD</i>	<i>ITD</i>	<i>MTD</i>	<i>YTD</i>	<i>ITD</i>
<b>2017</b>		<b>+13.43%</b>	<b>+254.00%</b>		<b>+19.42%</b>	<b>+124.42%</b>
<b>2018</b>		<b>-20.44%</b>	<b>+181.65%</b>		<b>-6.24%</b>	<b>+110.42%</b>
<b>2019</b>		<b>+27.60%</b>	<b>+259.39%</b>		<b>+28.88%</b>	<b>+171.19%</b>
<b>Jan 2020</b>	<b>-4.77%</b>	<b>-4.77%</b>	<b>+242.23%</b>	<b>-0.16%</b>	<b>-0.16%</b>	<b>+170.75%</b>
<b>Feb 2020</b>	<b>-8.52%</b>	<b>-12.89%</b>	<b>+213.08%</b>	<b>-8.41%</b>	<b>-8.56%</b>	<b>+147.98%</b>
<b>Mar 2020</b>	<b>-24.39%</b>	<b>-34.13%</b>	<b>+136.73%</b>	<b>-12.51%</b>	<b>-20.00%</b>	<b>+116.95%</b>
<b>Apr 2020</b>	<b>+16.30%</b>	<b>-23.39%</b>	<b>+175.32%</b>	<b>+12.68%</b>	<b>-9.85%</b>	<b>+144.47%</b>
<b>May 2020</b>	<b>+6.37%</b>	<b>-18.51%</b>	<b>+192.87%</b>	<b>+4.53%</b>	<b>-5.77%</b>	<b>+155.54%</b>
<b>June 2020</b>	<b>+6.86%</b>	<b>-12.92%</b>	<b>+212.96%</b>	<b>+1.84%</b>	<b>-4.04%</b>	<b>+160.24%</b>
<b>July 2020</b>	<b>+1.60%</b>	<b>-11.53%</b>	<b>+217.97%</b>	<b>+5.51%</b>	<b>+1.25%</b>	<b>+174.58%</b>
<b>Aug 2020</b>	<b>+5.60%</b>	<b>-6.57%</b>	<b>+235.79%</b>	<b>+7.01%</b>	<b>+8.34%</b>	<b>+193.82%</b>
<b>Sep 2020</b>	<b>-2.28%</b>	<b>-8.70%</b>	<b>+228.14%</b>	<b>-3.89%</b>	<b>+4.09%</b>	<b>+182.29%</b>
<b>Oct 2020</b>	<b>+3.65%</b>	<b>-5.36%</b>	<b>+240.12%</b>	<b>-2.77%</b>	<b>+1.21%</b>	<b>+174.48%</b>

In October the Fund rose by 3.65% while the S&P500 fell by 2.77% in our best relative performance since November 2016. The stock market has been correcting for two months and yet we have held our ground at the end of August highs. This

new relative strength in a falling market is what we would look for in a leadership change. Although we are a Fund of 100 stocks we are consistently small cap value so it's reasonable to look at its overall action in this way.

At ground level, the sectors have been swinging around but small and mid-cap indices were all up between 2 and 2.5%. Tech stocks were worse than the S&P500 for the second month running and we exited our big Amazon hedge at \$3159 on October 6<sup>th</sup> on the fading action and are out. Banks finally had their day in the sun with the Community Bank Index rising a surprising 14.65%. The exciting bit is that our banks didn't rise much because they are even smaller than these Index constituents and the wave hasn't reached them yet.

At the most extreme level we have one OTC stock, Oregon Bancorp. We have 1.6% of the Fund invested which is 0.9% of this small bank. It reported quarterly earnings of \$4.43 and the stock moved up a couple of bucks to a new high at \$34. Were we to annualise that (which we shouldn't), we would for the first time find we have a growth stock on less than two times earnings. We are in at \$14 three years ago, and note a report that even last week little bank valuations based on either earnings or tangible book value are still in the fourth and third percentile of the cheapest they have ever been.

We are clear beneficiaries of a Biden/vaccine scenario and yet the way the market is now looking over the hill, anticipating that fiscal stimulus and better times must come eventually, means that for the first time in ages it's coming our way.

#### **Risk Warnings and Other Important Information**

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The Fund qualifies as an Undertaking for Collective Investment in Transferable Securities (UCITSIII).

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