

August 2022

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

	<i>MTD</i>	<i>YTD</i>	<i>ITD</i>	<i>MTD</i>	<i>YTD</i>	<i>ITD</i>
2017		+13.43%	+254.00%		+19.42%	+124.42%
2018		-20.44%	+181.65%		-6.24%	+110.42%
2019		+27.60%	+259.39%		+28.88%	+171.19%
2020		+16.17%	+317.49%		+16.26%	+215.28%
2021		+35.18%	+464.37%		+26.89%	+300.07%
Jan 2022	-4.55%	-4.55%	+438.69%	-5.26%	-5.26%	+279.03%
Feb 2022	+1.94%	-2.70%	+449.13%	-3.14%	-8.23%	+267.15%
Mar 2022	-0.47%	-3.16%	+446.56%	+3.58%	-4.95%	+280.28%
Apr 2022	-5.54%	-8.53%	+416.23%	-8.80%	-13.31%	+246.83%
May 2022	+1.33%	-7.32%	+423.10%	+0.01%	-13.30%	+246.85%
Jun 2022	-11.82%	-18.27%	+361.24%	-8.39%	-20.58%	+217.74%
Jul 2022	+7.74%	-11.94%	+396.96%	+9.11%	-13.34%	+246.70%
Aug 2022	+0.29%	-11.69%	+398.41%	-4.24%	-17.02%	+231.98%

In August the Fund rose 0.29% and the S&P500 fell 4.24%. Sterling holders rose 6.23% as sterling declined from \$1.224 to \$1.156. The market continued its rally until August 16th when it abruptly reversed and has already given back half its gains since the June 16th low. The market is sensitive to interest rates; rallying on the prospect of an interest rate peak and falling if the peak is pushed out. This means the volatile stocks are the interest rate sensitive high growth stocks, which we don't hold. Consequently, we underperformed the rally and outperformed the reversal. Additionally, the dollar is strong when US stocks are weak which dampens sterling class volatility. Our sterling quote has been within a 15% range since April 2021.

During the month, the weakness in sterling meant we made a new sterling high at 636, beating the previous high of 623 made on November 15th. Year to date we are down 12% in dollars and 15% from the dollar high. Eight months into the bear market we haven't slipped

much. Within asset classes the only ones with comparably small falls are the value components of the indices. This is encouraging because in a bear market the new leadership is formed and these value groups are similar to us. Small stocks generally have performed in line with the S&P500 from the top of the market. Even at the top of the summer bounce, all growth classes remained worst. The abrupt reversal suggests this was their bear market rally and now we have resumed our outperformance by losing money at a slower rate than everyone else.

In the portfolio, our Blue Knight, asphalter arbitrage, 2.2% position, became cash which has raised our liquidity to a multi-year high of 6.8%. As in early June, we have just reduced oil weightings from 19 to 17% selling Valero at \$123, Cheniere at \$170, FlexLNG at \$36 and Ring at \$3.26. Once again we have caught high prices but not sold enough to make much impact.

Sentiment is again falling quickly and recession fears are predominant. It seems prudent to keep the P/E low and the cash high.

Risk Warnings and Other Important Information

This document is issued by De Lisle Partners LLP, registered in England No.OC310994, authorized and regulated by the Financial Conduct Authority. The registered office of Valu-Trac Investment Management Ltd is Suite 150-153, 2nd Floor Temple Chambers, Temple Avenue, London, EC4Y 0DA, Head Office at Mains of Orton, Orton, Fochabers, Moray, Scotland IV32 7QE.

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

This document should not be construed as investment advice or an offer to invest in the Fund. Nor should its content be interpreted as investment or tax advice for which you should consult your independent financial adviser and/or accountant. The information and opinion it contains have been compiled or arrived at from sources believed to be reliable at the time and are given in good faith, but no representation is made as to their accuracy, completeness or correctness. Any opinion expressed in this document represents the views of De Lisle Partners at the time of preparation, but is subject to change. For professional use only.

The value of an investment and the income from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested. Past performance should not be viewed as a guide to future performance. Please read the Prospectus before making an investment.