

### Investment Objective:

The principal objective of the Manchester and London Investment Trust plc ("MNL" or the "Fund") is to achieve capital appreciation.

### Fund Information:

<b>Launch date:</b>	January 1972
<b>NAV per share<sup>1</sup>:</b>	438.0p
<b>Share last price<sup>2</sup>:</b>	363.5p
<b>(Premium)/Discount<sup>1</sup>:</b>	17.0%
<b>Ongoing Charge (excluding vm fees)<sup>3</sup>:</b>	0.8%
<b>Shares in issue<sup>1,6</sup>:</b>	40,270,055
<b>Net Assets<sup>1</sup>:</b>	£176.4m
<b>Tickers:</b>	MNL LN; MNL.L
<b>ISIN:</b>	GB0002258472
<b>Listed:</b>	London Stock Exchange
<b>Tax Wrapper Friendly:</b>	SIPP;ISA:SSAS
<b>Historic Dividend Yield<sup>5</sup>:</b>	3.9%
<b>Active Share Ratio (vs Benchmark)<sup>2</sup>:</b>	109.0%
<b>Active Share Ratio (vs Nasdaq Comp)<sup>2</sup>:</b>	82.9%
<b>ESG<sup>2,4</sup>:</b>	86.6% (Med. 50%)
<b>Benchmark:</b>	MSCI UK IMI Index (GBP)

<sup>1</sup> Calculated by Link Alternative Fund Administrators Ltd ("Link") as at 28 June 2022.

<sup>2</sup> Source Bloomberg L.P. (inc PORT) as at 28 June 2022.

<sup>3</sup> Calculated by Link Alternative Fund Administrators Ltd, as a percentage of average net assets and using expenses, excluding interest costs for the year ended 31 July 2021. Based on the Association of Investment Companies (AIC) methodology for calculating the Ongoing Charge figure. Figure excludes the variable element of the management fee (which may be either positive or negative).

<sup>4</sup> Sustainalytics Environment Percentile.

<sup>5</sup> Based on the last 2 semi annual dividends paid by the Fund divided by the MNL share last price as at 28 June 2022.

<sup>6</sup> Excluding shares held in treasury.

Before making an investment you should ensure that you have read and understood Manchester and London Investment Trust plc's latest Annual Report, KID and Investor Disclosure Document in detail, which can be found on the following website: [www.mlcapman.com](http://www.mlcapman.com).

Please ensure you read the Key Risk Considerations section overleaf.

This material is not a solicitation or an offer to invest with Manchester and London Investment Trust plc ("MNL" or the "Fund") or any other security.

Share market conditions are affected by many factors such as: general economic outlook, movement in or outlook on interest rates and inflation rates, currency fluctuations, commodity prices, changes in investor sentiment towards particular market sectors and the demand and supply for capital. As a result, the price of the Ordinary Shares could be highly volatile and can go up or down. **Past performance should not be seen as an indication of future performance.**

The value of investments can go down as well as up and investors may not get back the amount originally invested.

### Fund News

**Adobe** reported revenue growth of 14 per cent for the last quarter, slightly ahead of their prior guidance. However, management guided to weaker growth for the current quarter citing FX headwinds and the impact of the ongoing war in Ukraine.

During the month we removed all remaining exposure to **Salesforce** and **Paypal**. Conversely, we increased exposure to **Meta Platforms** and **Adobe** and opened a new long position in **AMD**. The rationale for some of these changes is explained below and is consistent with the repositioning we have described in recent Fact Sheets. We also took profits on some of our short hedges, though we are not trying to call a bottom and may rebuild short hedges on further downside momentum.

### Market Update

The market adage maintains that you need different types of stocks for different types of Markets. One type of stock that the current Market does **not like** are Long Duration stocks hence our reference in the last Factsheet to the Duration Crash. We would posit that it makes sense to reposition your portfolio in stocks whose management teams understand this duration point and are working to **reduce** the perceived and actual **Duration of their companies**. The best ways to reduce the duration of a stock are to:

1. Divest non-core businesses and return proceeds to shareholders either via shares in the Spins or cash;
2. Cut moon shot Capital Expenditure and increase Share Buy Backs;
3. Increase Dividend pay outs;
4. Slash Operating Expenditure to increase Free Cash Flow;
5. Strengthen the resilience of your Cash Inflows (subscription models); and/or
6. Increase Revenues by Price increases if one is a Price Maker (tough ask in a recession).

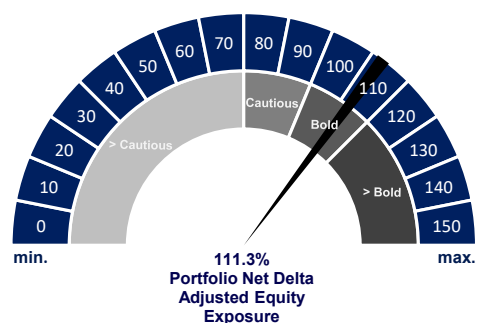
For example, we respect the cost cuts announced by Meta Platforms and Netflix, we applaud the share buy backs undertaken by Meta Platforms and ASML, we despair at the naivety of Amazon and have given up on the delusions of Salesforce.

### Top 20 Equity & Bond Net\* Exposures as a percentage of Net Assets

<u>Holding:</u>	<u>Net:*</u>	<u>Net Equity Exposure Breakdown:</u>	<u>Net:*</u>
MICROSOFT CORP	31.3%	Large Cap Equity	98.1%
ALPHABET INC	27.4%	Mid Cap Equity	0.0%
AMAZON.COM INC	8.4%	Small Cap Equity	0.0%
ASML HOLDING NV	8.3%	Equity Options	12.0%
ADOBE INC	5.9%	Equity ETFs, Funds & Baskets	1.2%
SYNOPTSYS INC	5.6%		
CADENCE DESIGN SYS INC	5.3%		
NVIDIA CORP	4.3%		
META PLATFORMS INC	3.7%		
POLAR CAPITAL TECH	3.2%		
GODADDY INC	2.9%		
NETFLIX INC	2.9%		
INVESCO QQQ NASDAQ 100 ETF	(2.0)%		
ADVANCED MICRO DEVICES INC	1.6%		
INTUITIVE SURGICAL INC	1.4%		
INTUIT INC	1.0%		

\*Net = Exposure on a marked-to-market basis combined with the delta adjusted exposure of options (as defined in the Fund Investor Disclosure Document). Ranked on a modulus basis.

### Current Total Net Equity Exposure:



For further info on delta adjusted exposure please see fund FAQs: <https://mlcapman.com/faq/>

Data as at 28 June 2022

Source: Bloomberg PORT, Link Alternative Fund Administrators Ltd ("Link")

# Manchester and London Investment Trust plc

## Fact Sheet June 2022

**Issued by:**

M&L Capital Management Ltd ("MLCM") who are authorised and regulated by the Financial Conduct Authority under Firm Reference Number 672181.

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**Key Risk Considerations - Capital At Risk**

MLCM has not taken any steps to verify the adequacy, accuracy or completeness of any information.

MLCM, MNL nor any of their respective affiliates, officers, directors, agents and employees make any warranty, expressed or implied, of any kind whatsoever, and none of these parties shall be liable for any losses, damages, costs or expenses, of every kind and description, relating to the adequacy, accuracy or completeness of any information in this document or the use of this information. As with all historical performance data, it may not be used to predict future characteristics or performance relied on in making any investment decisions.

The value of investments can go down as well as up and investors may not get back the amount originally invested.

Holdings in overseas investments are subject to changes in currency exchange rates, which may cause the value of such investments to go down as well as up.

Gearing, sometimes referred to as leverage, can be used by the Fund to borrow to gain additional exposure to investments. Gearing works by magnifying the performance, this can result in either greater losses or profit had the Fund not used Gearing.

Derivatives can be utilised by the Fund, these instruments also give rise to leverage without the need to borrow. Derivatives may in addition also give rise to counterparty risk, the risk the issuer of the derivative cannot fulfil its obligations (profit that maybe due to the Fund).

For a full list of risks and definitions of the portfolio risk statistics provided please refer to the Investment Disclosure Document and KID at [www.mlcapman.com](http://www.mlcapman.com).

**Past performance is not a reliable indicator of current or future results.**

**Notes for Risk Management & Valuation Metrics:**

<sup>1</sup>Source: Bloomberg L.P. (inc PORT) as at 28 June 2022.

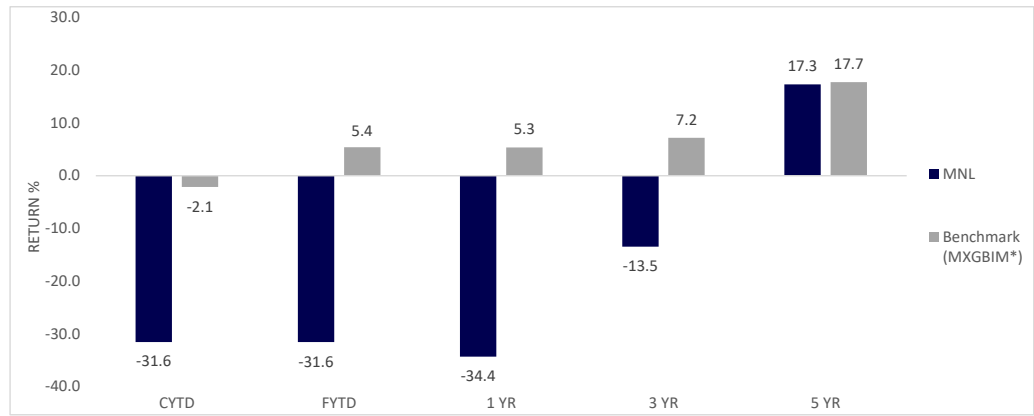
<sup>2</sup>As defined by the Alternative Investment Fund Managers Directive (as implemented in the UK on 22 July 2013), calculated using data from Bloomberg PORT and Link.

<sup>3</sup>Portfolio and Benchmark volatility are calculated using the Bloomberg Risk Model on underlying security returns, annualised, in base currency (GBP).

<sup>4</sup>Forward 12m.

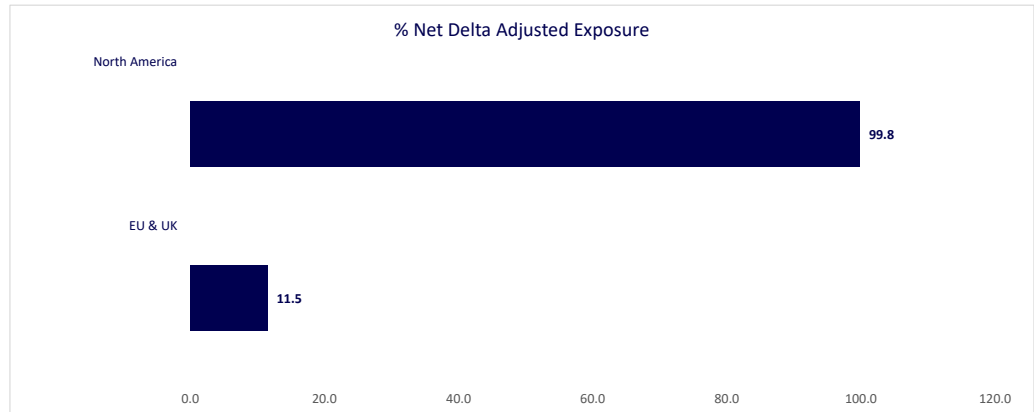
<sup>5</sup>Historic weekly Correlation over 5yrs in GBP using MNL share price. Nasdaq = Nasdaq Composite Index.

**Comparative Period NAV TR Performance (Source: Bloomberg L.P., Link, MSCI)**



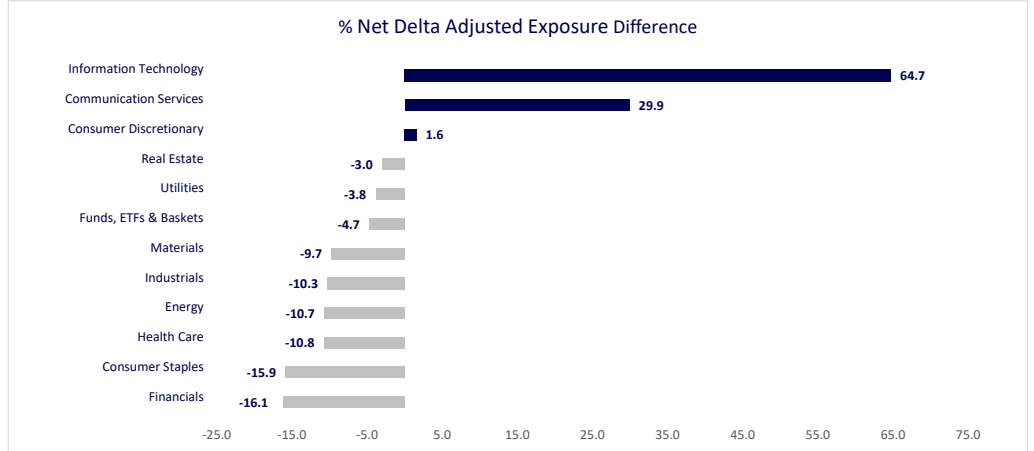
Data as at 28 June 2022. This comparison is illustrative only. All return figures are sourced from Bloomberg L.P. NAV return is on a total return basis (dividends reinvested), net of all costs incurred. Fund NAV is calculated weekly by Link Alternative Fund Administrators Ltd ("Link"). Calculation time periods depend on the timing of NAV releases and so may differ slightly to the axis labels. The figures shown relate to past performance. FYTD is from the end of July 2021. \*MSCI UK IMI Index (GBP).

**Domicile of Net Equity Exposures (Source: Bloomberg PORT, Link, MNL)**



Data as at 28 June 2022

**Sector Weightings of Net Equity Exposures v Benchmark (Source: Bloomberg PORT, Link, MNL)**

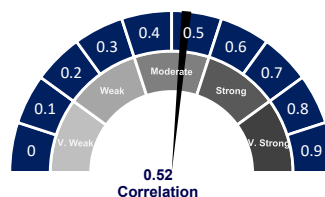


Data as at 28 June 2022

**Risk Management & Valuation Metrics (Source: Bloomberg L.P. (inc PORT), Link)**

<b>1yr Share Price volatility<sup>1</sup>:</b>	<b>33.3%</b>	<b>AIFMD Leverage<sup>2</sup> - Commitment:</b>	<b>147.0%</b>
<b>Portfolio volatility<sup>1,3</sup>:</b>	<b>29.5%</b>	<b>See through P/E<sup>1,4</sup>:</b>	<b>22.6x</b>
<b>Benchmark volatility<sup>1,3</sup>:</b>	<b>15.3%</b>	<b>See through EV/EBITDA<sup>1,4</sup>:</b>	<b>13.5x</b>
<b>AIFMD Leverage<sup>2</sup> - Gross:</b>	<b>152.5%</b>		

**5yr Historic Correlation<sup>1,6</sup> - MNL vs Nasdaq**



**5yr Historic Correlation<sup>1,6</sup> - MNL vs Benchmark**



**PRIIPS Summary Risk Indicator ('SRI')**



The Fund is categorised as a 5 on the SRI scale, which is a "medium-high" risk class. This is calculated on past performance data using the prescribed PRIIPS methodology and actual risk may vary significantly. For further information on SRI - including key risk disclaimers - please read the Fund Key Information Document available at [www.mlcapman.com](http://www.mlcapman.com).