

Manchester and London Investment Trust plc

Fact Sheet July 2022

Investment Objective:

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

Fund Information:

Launch date:	January 1972
NAV per share ¹ :	487.2p
Share last price ² :	391.0p
(Premium)/Discount ¹ :	19.8%
Ongoing Charge (excluding vm fees) ³ :	0.8%
Shares in issue ^{1,6} :	40,270,055
Net Assets ¹ :	£196.2m
Tickers:	MNL LN; MNL.L
ISIN:	GB0002258472
Listed:	London Stock Exchange
Tax Wrapper Friendly:	SIPP;ISA:SSAS
Historic Dividend Yield ⁵ :	3.6%
Active Share Ratio (vs Benchmark) ² :	109.5%
Active Share Ratio (vs Nasdaq Comp) ² :	82.6%
ESG ^{2,4} :	86.2% (Med. 50%)
Benchmark:	MSCI UK IMI Index (GBP)

¹ Calculated by Link Alternative Fund Administrators Ltd ("Link") as at 02 August 2022.

² Source Bloomberg L.P. (inc PORT) as at 02 August 2022.

³ 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).

⁴ Sustainability Environment Percentile.

⁵ Based on the last 2 semi annual dividends paid by the Fund divided by the MNL share last price as at 02 August 2022.

⁶ 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.

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

Microsoft reported revenue growth of 12 per cent for the last quarter, driven by Cloud Revenue growth of 28 per cent (Azure growth was 40%).

Following a big miss from Snap (not held), **Alphabet** and **Meta** were a source of concern coming into results. **Alphabet** held up well with 13 per cent revenue growth (Search was strong), whilst **Meta** was a miss with a 1 per cent revenue decline and a relatively weak outlook for Q3.

Other holdings reported quarterly revenue growth rates as follows: **Amazon** 7 per cent (better than feared), **Netflix** 9 per cent (key positive was smaller than expected subscriber decline), **ASML** 35 per cent, **Intuitive Surgical** 4 per cent and **Cadence Design Systems** 18 per cent.

Key portfolio changes included an increase in exposure to Cadence Design Systems and Amazon and a further reduction in exposure to Netflix.

Market Update

What did we learn from reporting season? The standouts were:

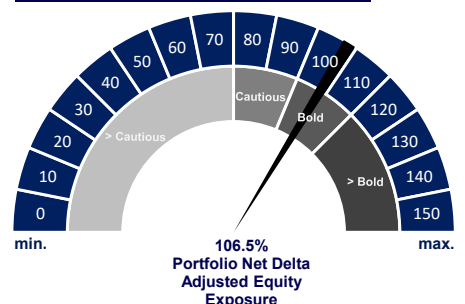
1. **"Hard Tech" rallied hard** with both CDNS and SNPS within 5 per cent of their All Time Highs. Yes, you read that right. These stocks were not in our portfolio when the Bear Market began (although we had owned SNPS before) and now represent over 10 per cent of the portfolio.
2. **The Consumer is getting hurt** but the inflation squeeze is focused at the Low end whereas the Mid to High consumer is showing some resilience. This is evidenced by the AMZN > WMT move.
3. **SMBs are pulling back** on IT spend much more than large multinationals. This favours Mega Tech/Scale over niche players.
4. **The Cloud is powering on.** In aggregate, the Big 3 Cloud hyperscalers grew 36 per cent YoY (reported) from 40.5 per cent in Q1 – the deceleration largely caused by the impact of the strengthening dollar. Please read those rates of growth again!
5. **Social Media is not performing well.** META disappointed and is going through an existential business change during a recession AND a drive into the far future (metaverse). Convincing SMBs to produce short video streams that require licensing of audio is a tough ask. Value Trap or in the valuation?
6. **OPEX across Tech is getting more disciplined.** The Dream Weavers over at CRM were wrong although even they are pulling back on Office Space (WFH lives on) which reinforces our long-term Bear view on commercial property/REITs.
7. **Recurring > Transactional revenue streams.** The sticky subscription players are showing their worth.
8. **The Quality & Hard Tech names** are providing more cautious guidance (lowering by MSD), but the Era of Digitalisation continues, and their forecast growth rates continue to impress. The Five Star Generals have performed.
9. For the Generalist: **the Pain Trade on Tech has become UP.**

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

Holding:	Net:*	Net Equity Exposure Breakdown:	Net:*
MICROSOFT CORP	30.1%	Large Cap Equity	99.0%
ALPHABET INC	25.7%	Mid Cap Equity	0.0%
AMAZON.COM INC	9.0%	Small Cap Equity	0.0%
ASML HOLDING NV	8.2%	Equity Options	9.3%
CADENCE DESIGN SYS INC	7.5%	Equity ETFs, Funds & Baskets	(1.8)%
SYNOPSIS INC	6.1%		
ADOBE INC	5.2%		
META PLATFORMS INC	4.4%		
NVIDIA CORP	4.4%		
POLAR CAPITAL TECH	3.1%		
INVESCO QQQ NASDAQ 100 ETF	(3.0)%		
GODADDY INC	2.8%		
SPDR S&P 500 ETF TRUST	(2.0)%		
NETFLIX INC	1.4%		
ADVANCED MICRO DEVICES INC	1.4%		
INTUIT INC	1.0%		
INTUITIVE SURGICAL 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 02 August 2022

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

Manchester and London Investment Trust plc Fact Sheet July 2022

Issued by:

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

Registered Office of MLCM:

12a Princes Gate Mews, London, SW7 2PS.

Registered in England & Wales: 04089418

Enquiries:

Website: www.mlcapman.com

E-mail: ir@mlcapman.com

Registered Office of MNL:

12a Princes Gate Mews, London, SW7 2PS.

Registered in England & Wales: 01009550

Certificates, Dividends and Other Shareholding Enquiries :

Link Group,
10th Floor,
Central Square,
29 Wellington Street,
Leeds,
LS1 4DL.

Tel: 0871 664 0300

E-mail: enquiries@linkgroup.co.uk

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.

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

Notes for Risk Management & Valuation Metrics:

¹Source: Bloomberg L.P. (inc PORT) as at 02 August 2022.

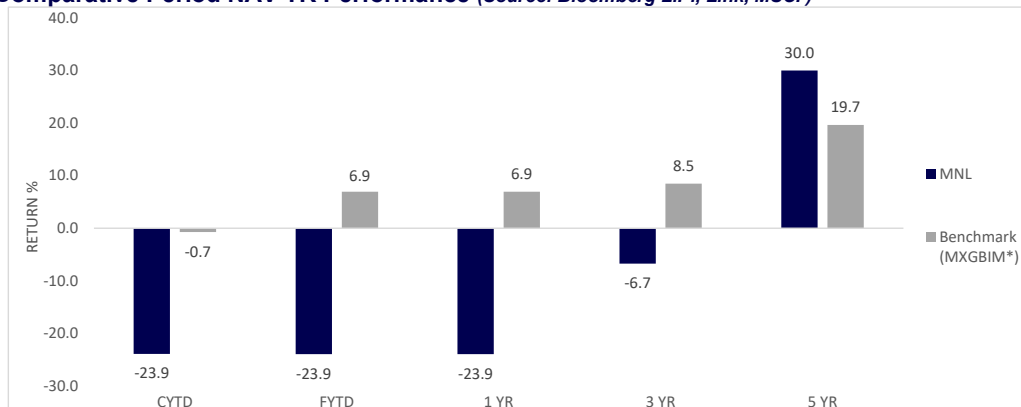
²As defined by the Alternative Investment Fund Managers Directive (as implemented in the UK on 22 July 2013), calculated using data from Bloomberg PORT and Link.

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

⁴Forward 12m.

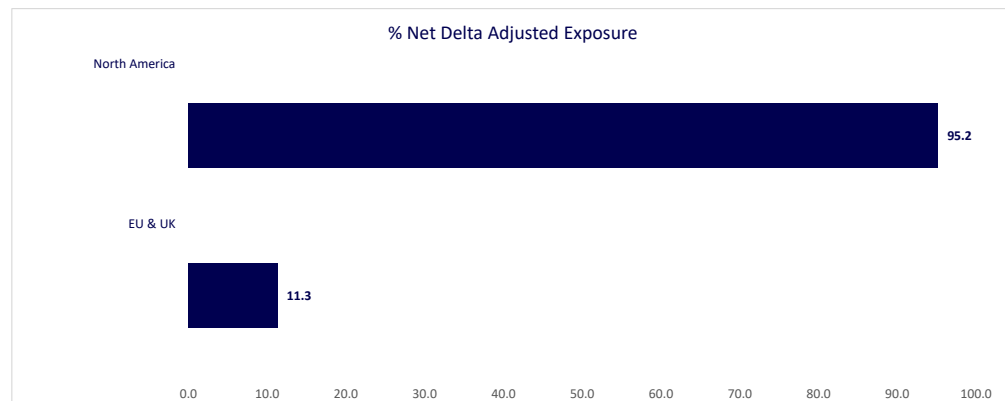
⁵ Historic weekly Correlation over 5yrs in GBP using MNL share price. Nasdaq = Nasdaq Composite Index.

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



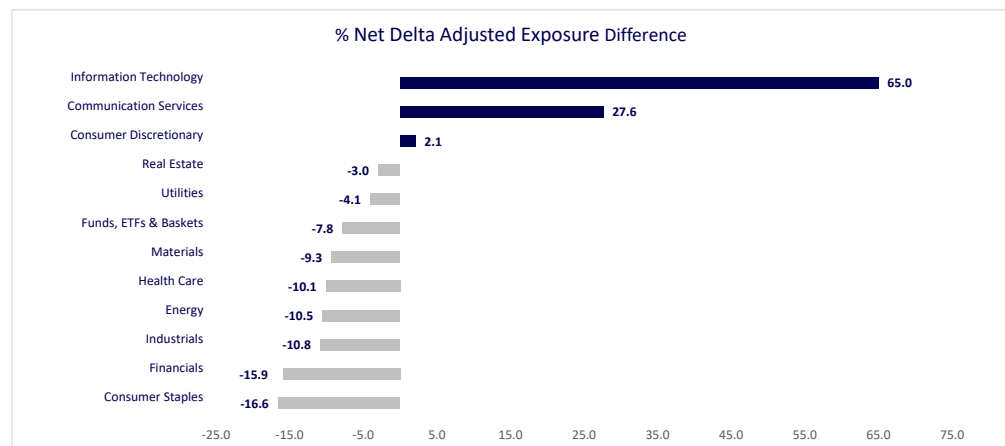
Data as at 02 August 2022. This comparison is illustrative only. All return figures are sourced from Bloomberg L.P. NAV return is on a total return basis (dividends reinvested), net of all costs incurred. Fund NAV is calculated weekly by Link Alternative Fund Administrators Ltd ("Link"). Calculation 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 02 August 2022

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



Data as at 02 August 2022

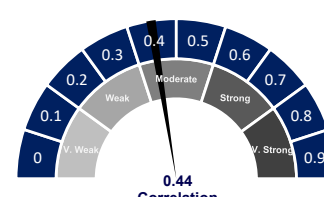
Risk Management & Valuation Metrics (Source: Bloomberg L.P. (inc PORT), Link)

1yr Share Price volatility ¹ :	34.3%	AIFMD Leverage ² - Commitment:	140.6%
Portfolio volatility ^{1,3} :	28.0%	See through P/E ^{1,4} :	26.2x
Benchmark volatility ^{1,3} :	15.0%	See through EV/EBITDA ^{1,4} :	15.4x
AIFMD Leverage ² - Gross:	145.8%		

5yr Historic Correlation^{1,6} - MNL vs Nasdaq



5yr Historic Correlation^{1,6} - 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.