

# The MGMTS Downing Fox Fund Range

## Quarterly Report

Third Quarter 2026  
July - September

For investment professionals only



# The Downing Fox ethos

## The garden

A gardener shouldn't be surprised by heavy rain. Or a hot spell. Or it growing colder at the end of the year (aka 'winter'). If these regularly cause you, in a fit of panic, to rip out and replace all your plants, we might delicately suggest that gardening isn't your thing.

And so it is with investing: Unexpected events happen all the time, so we shouldn't be caught off guard when they do. This means building investment portfolios that aren't vulnerable to shocks, and that naturally adapt to changing conditions.

So don't expect to read tales of drastic action in these reports (frenetic activity is often a sign that an investor has got something wrong and is hurriedly trying to fix it). Instead, you should see gradual change: regular pruning and watering; the addition of a seedling or two; and perhaps a tweak to the plant mix to reflect a shift in climate.

And if you see us ripping everything out?

Run for the hills.

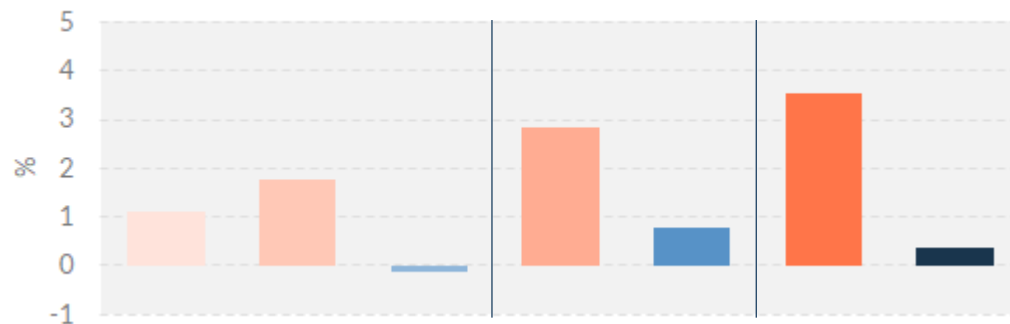
**Simple. Reliable. Easy to use.**



# Performance overview: the fund range

- In July, markets gave us a sneak preview of what a reversal of the dominant AI trend might look like: a minor wobble derailed a major AI-focused hedge fund, which caused a further exodus from AI-related shares, which - given its high and growing concentration in this trade - then dragged the whole global stock market downwards. The AI trade has since tentatively re-established itself, but the episode revealed the dangers posed by high market concentration. Meanwhile, concerns about inflation, oil prices, and a surge in AI-linked borrowing caused bonds to sell off, driving up borrowing costs for many developed-market governments.
- Having warned of the growing risks of AI concentration in both passive and active competitors for years, the quarter proved a useful test case for us. Happily, all four Fox Funds rose in July while the main market fell, and this was the biggest contributor to our good performance for the quarter. The reason was money rushing out of popular AI stocks - which we are relatively light on versus our peers - and into the kind of good-quality, attractively-valued shares owned by our active fund managers. We firmly believe that, at some point, this trend reversal will assert itself in a deeper and more prolonged manner, and we're well-positioned for that.
- It wasn't purely an equity and AI story, however. Another reason we'd looked slow against our peers since launch is that our non-equity exposure is always set to 'defend', not 'attack'. This means we have lower exposure to long-duration bonds and corporate bonds, and these backtracked over the quarter. This allowed Fox40 and Fox60 to make positive returns while their average competitor fell.

## Third quarter 2026



## Since launch\*



MGTS Downing Fox 40% Equity   MGTS Downing Fox 60% Equity   MGTS Downing Fox 80% Equity   MGTS Downing Fox 100% Equity   IA Mixed Inv. 20-60% Shares   IA Mixed Inv. 40-85% Shares   IA Global Sector

Past performance is not a reliable indicator of future performance.

\*The funds were launched on 27.06.23. Note that, due to the time it takes to invest new funds, they lagged their sector averages over their first few days.  
Source: FE fundinfo 2026 & Morningstar. All data from 01.04.2026 to 30.09.2026 unless otherwise stated. Total return, including charges. All fund data is 'A Acc' share classes.



# Charge for the whisky, not the water



Each Fox Fund contains different amounts of the same two components: The equity component, called '**Growth**', and the '**Defence**' Component.

Each has a job: The **Growth** Component aims to make high long-term returns; the **Defence** Component should cushion when markets fall. So, the more **Growth** in a client's portfolio, the higher long-term returns should be. But undiluted **Growth** won't be for everyone: With that comes higher volatility and steeper drops when markets are falling. So, for some clients, more **Defence** is appropriate.

The Fox Fund range allows you to mix the two; creating blends that suit each of your clients' different financial needs and tolerance of risk. We like to think of the **Growth** Component as a nice **whisky**. Some won't want to drink it neat, so we dilute it with the **Defence** Component - the **water**.

And the *really* good news?

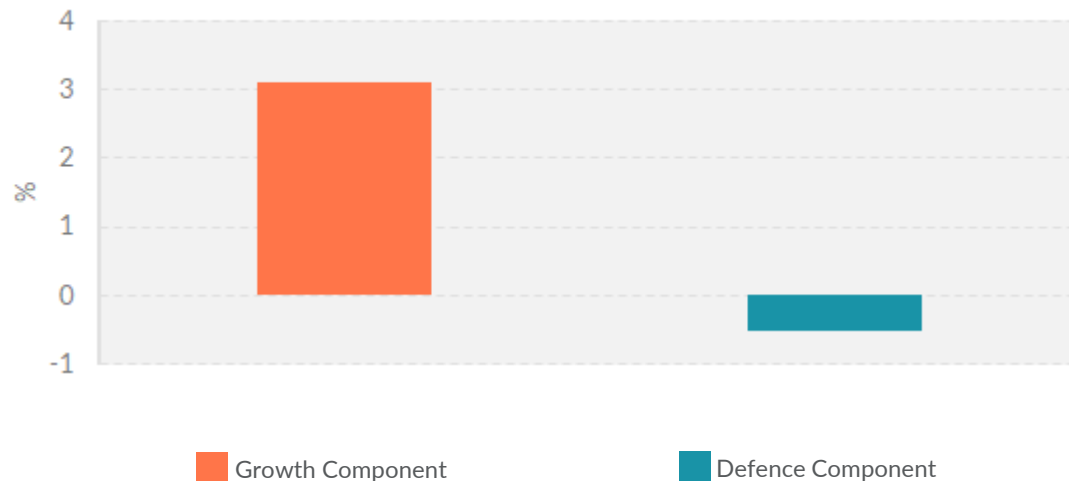
Like any good bartender, we don't charge you for the **water**: Which means the more diluted your portfolio, the lower your charges.



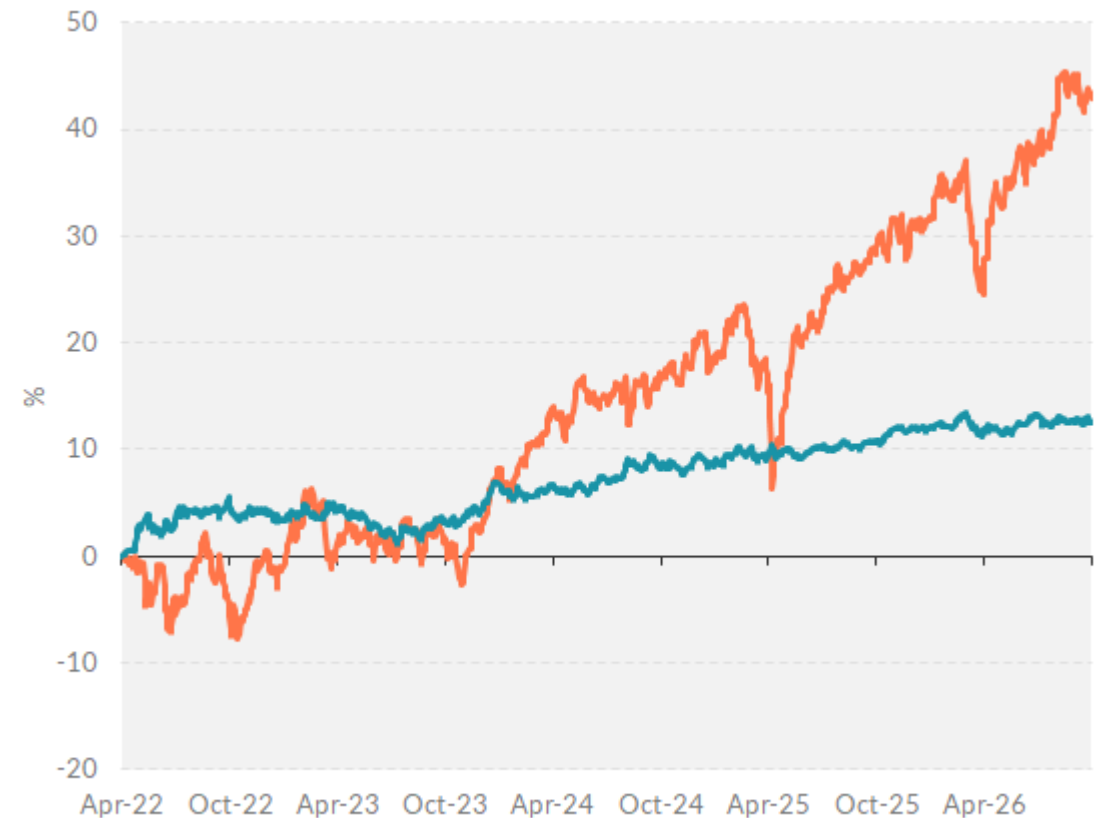
# Performance overview: the two components

## Third quarter 2026

The **Growth Component** passed its AI-reversal mini-test: its price rose while passive competitors were dragged down by their exposure to AI-concentrated indices. Meanwhile, the **Defence Component** performed its duties well. Yes; we'd always like to see it rising, but in a quarter when many of our peers' defenders were dragged lower by a fairly serious bond sell off, it held up well. We also like to see it do its most impressive defending to dilute temporary losses when the Growth Component is falling, but that wasn't needed this quarter.



## Since launch of Downing Fox models\*



Simulated and past performance are not reliable indicators of future performance.  
Note that the simulated performance of the two components is based on our target allocation models.

Source: Morningstar. All data from 01.07.2026 to 30.09.2026 unless otherwise stated.

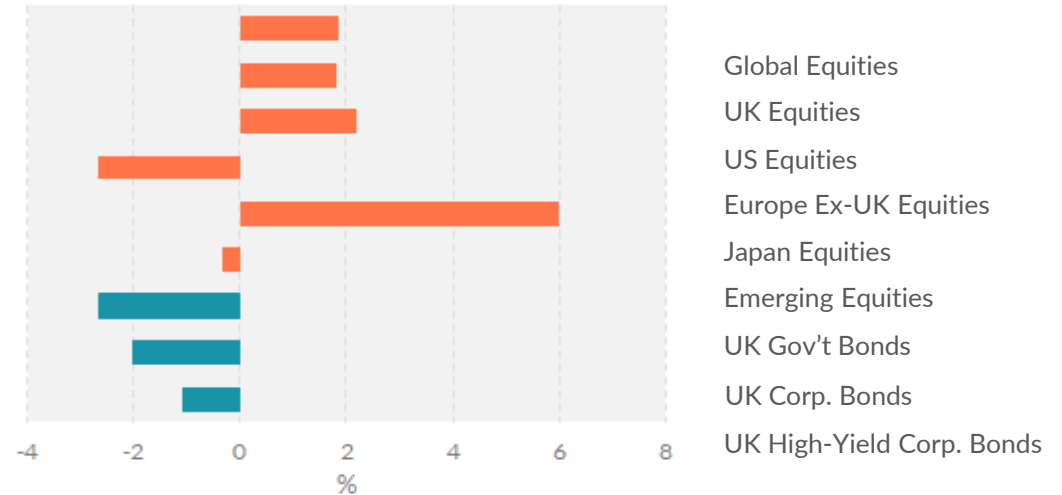
\* The Downing Fox models first started impacting client money when Downing took over as Investment Adviser on the VT Johnston Funds on 01.04.2022.



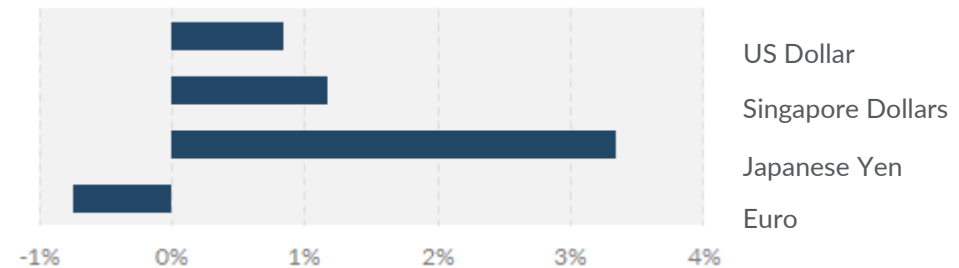
# Performance drivers: high level

- After a barnstorming Q2, the AI trade ran out of steam over the summer. **Semiconductor stocks** peaked in June then fell sharply in July, and with so much of the market pulled into the AI build-out theme, the falls were widespread. This was an environment our diversified approach is built for, and our **Growth Component** significantly outperformed the global index.
- The outperformance was broad-based, with our active managers outperforming across the various regions as their markets became less narrow. Our **UK** and **global value** holdings did particularly well, as did funds that had leant into areas the market had written off, such as software. September then saw a rebound in the AI trade, led by a handful of **large technology companies**, which helped competitors regain some ground, but not enough to change the picture for the quarter.
- It's worth emphasising the performance of our **active UK equity funds**. The whole sector has been under intense pressure in recent months and years, and their performance relative to a UK tracker was a hindrance to us in Q1. Since then, however, they've been flying and easily outpaced the tracker in Q3.
- The **Defence Component** held up far better than most in a bond market sell-off, which was caused by inflation and government debt worries. We were shorter duration than many peers, held the **Japanese yen** as a safe haven, and avoided **corporate bonds**, which were pulled down alongside **equities**.

## Total returns third quarter 2026



## Currency movements vs sterling third quarter



Past performance is not a guide to future performance.

Source: Morningstar. All data from 01.07.2026 to 30.09.2026 unless otherwise stated.



# Performance drivers: key holdings

## Notable contributors

### Coeli European

Large-cap European equities generally struggled last month, but this small and mid-cap fund generated plenty of alpha.

### Neuberger Emerging Markets Equity

Not owning Asian AI heavyweights like TSMC and Samsung helped, as did their exposure to China and Latin America.

### Third Avenue Global Value

It paid to be a value fund last quarter, and this fund excelled thanks to holdings in energy stocks like Ultrapar and Tidewater.

### Tyndall Unconstrained UK Income

This was the best performing UK equity income fund bar none last quarter, helped by holdings like Michael Page, Victrex and Bodycote.

### Zennor Japan

Japanese equities enjoyed a good Q3 and this all-cap fund outperformed thanks, in part, to its financial services holdings.

## Notable detractors

### Chikara Indian Subcontinent

Slightly unfair to be on the detractors list this quarter as this fund's tougher run was largely due to the Indian market underperforming.

### Landseer Global Artificial Intelligence

With AI stocks struggling, this fund felt the brunt - though it's worth noting it held up far better than most other high-growth funds.

### Langdon Global Smaller Companies

This quality focused fund initially performed strongly over the quarter, but struggled in September as its style fell out of favour.

### Latitude Global

Like Langdon - this is a quality-focused fund that was undone in September rather than struggling all quarter.

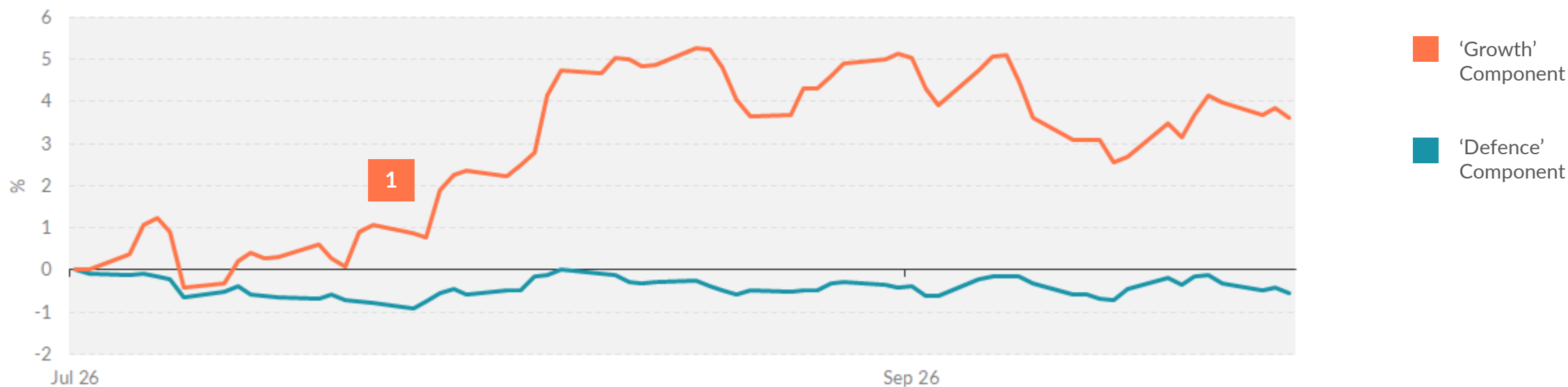
### Spyglass US Growth

This growth fund has had a turbulent year due to its software names, with holdings in Applovin and Fair Isaac hurting last quarter.

Past performance is not a guide to future performance.



# Activity: third quarter 2026



**1** The only change to the portfolios this quarter was our addition of **Barrow Hanley US Mid Cap Value**. We funded this by reducing certain **US** names, as well as (at the margin) bringing down our **global value** exposure.

Our lack of activity reflects the fact we're happy with the underlying managers in the **Growth Component**. The strategies are over four years old now, and we have gradually improved the quality of active managers we hold. This means the bar for adding new funds is higher than ever. We aren't resting on our laurels, though, and maintain a healthy watchlist.

We didn't make any changes to the **Defence Component** last quarter. This is natural, as the shorter duration nature of the **Defence Component**, with our healthy exposure to **GBP money market funds** and **sterling cash**, meant this part of the portfolio defended well compared to peers who have longer duration and corporate bond exposure. That said, we have been closely watching **UK gilt** yields rise over the last few weeks and may well top up our exposure should they rise much further, as the higher yields and lower prices have improved their risk-reward profile.

**Simulated performance is not a reliable indicator of future performance. Note that simulated performance of the two components is based on our target allocation models.**

Source: Morningstar. All data from 01.07.2026 to 30.09.2026 unless otherwise stated.



# New holdings: third quarter 2026

## Investment rationales

There were few changes to the **Growth Component** this quarter, given we only added one fund and didn't sell any. As mentioned, though, there are a number of exciting opportunities we are currently eyeing up.



BARROW HANLEY  
GLOBAL INVESTORS\*

### Barrow Hanley US Mid Cap Value

This fund is managed by Mark Giambrone, Terry Pelzel and their team out of Dallas, Texas. They are traditional value investors, looking to buy stocks that are down for a reason they can identify and believe to be temporary. Though this version is relatively young, the team have been managing the strategy since the late 1990s and have a strong long-term track record.



# Under the bonnet: portfolio changes over past three months\*

## Portfolio changes

We avoid chopping and changing our fund selections too much, but our portfolios aren't stood still: Our underlying managers are constantly tweaking their own funds based on the threats and opportunities faced by their chosen companies. This means your portfolio acts like a hive mind; constantly adapting to local conditions. Over the past three months, they added **154** new stocks to the portfolio and sold **108**. Some are shown below:

### New Positions



### Sold Positions



Source: Downing Fox Strategies as at 31.08.2026 \*Period is 31.05.2026 and 31.08.2026 rather than over the quarter.



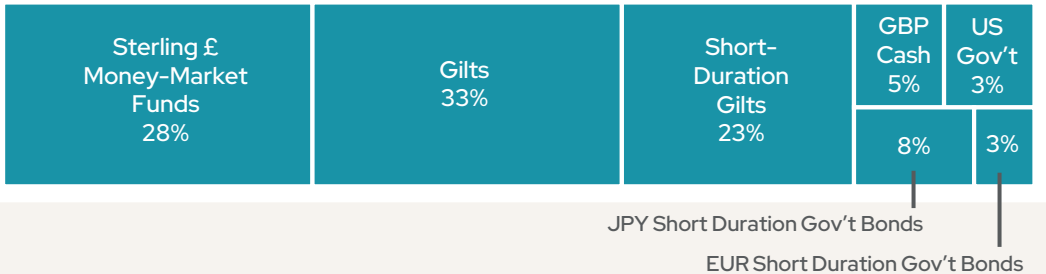
# Asset allocation – the two components

## Growth Component (equities)



- Very little change from us this quarter, which is exactly how we like it for the **Growth Component**. We want to avoid, hasty, ill-informed top-down moves made for spurious ‘macro’ reasons, and instead let our selection of active managers gradually move the portfolio based on the ‘micro’ considerations of each and every stock they own. This means that, as a collection, they are constantly moving us away from risk and towards opportunity, giving this portfolio unique ‘hive mind’ characteristics.
- That hive mind currently has considerably less exposure to **AI stocks** and other **US mega caps** than many of our peers. This is because many of their valuations are worryingly high, especially compared to the compelling opportunities available elsewhere.

## Defence Component (bonds and cash)

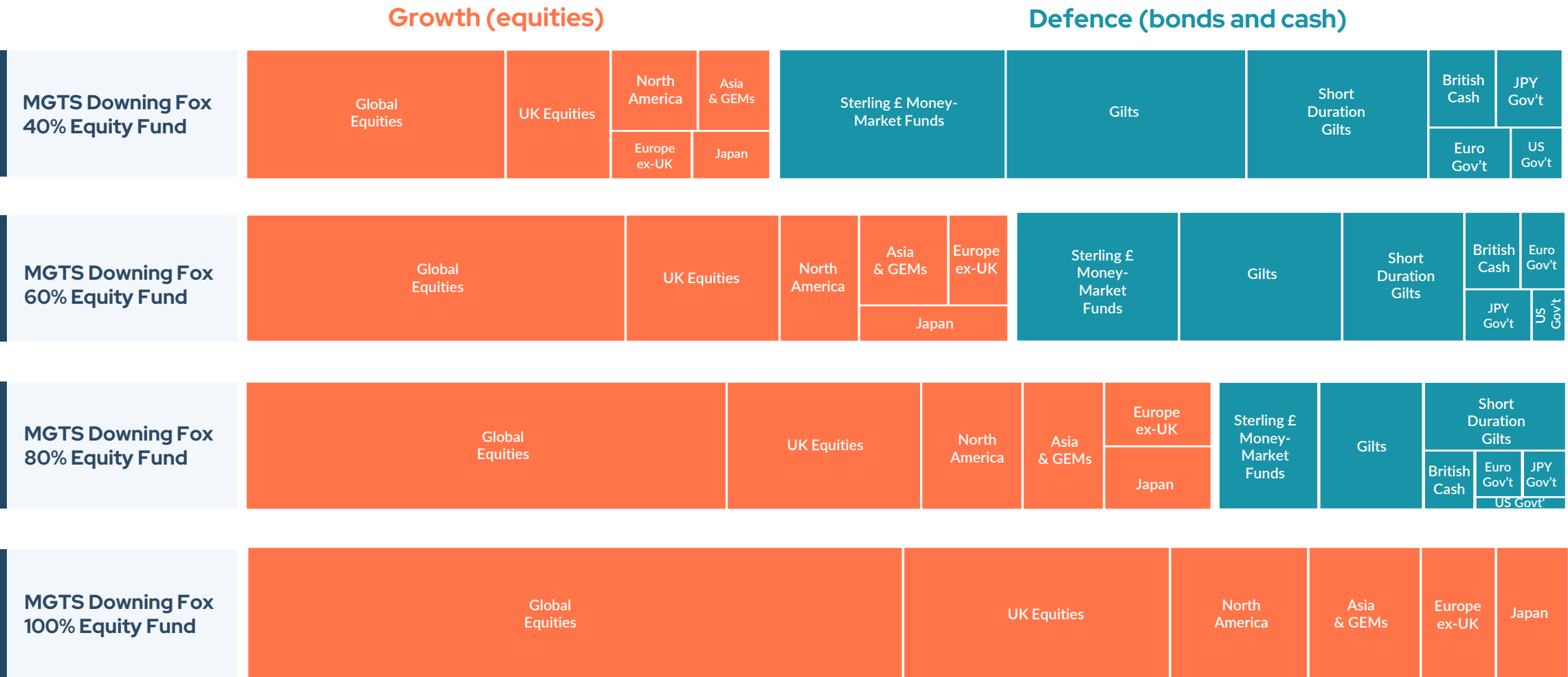


- **Government bond** markets in **Europe** and **the US** fell sharply over the quarter, helping to justify our decision to remain relatively **short-duration** through our significant holdings of **cash, money-market funds** and **short-duration bonds**. We think that either inflation or deflation (or both) could cause problems for investors in the coming years, but of the two it’s inflation we fear most, as it seems like the most likely solution to the West’s excessive levels of debt.
- However, that doesn’t mean there won’t be meaningful periods of deflation along the way, and in these periods **long-duration bonds** are likely to rise while equity markets are falling. This is a useful feature, and it’s why we’re getting closer to topping up our **gilts** exposure as their yields rise and their prices fall.

Source: Downing Fox Strategies as at 30.09.2026. Rounding will not always equate to 100%.



# Target asset allocations – the four MGTS Downing Fox Funds



Source: Downing Fox Strategies as at 30.09.2026.



# Target weightings: the two components

## The Growth Component

|                                         |              |                                                 |             |
|-----------------------------------------|--------------|-------------------------------------------------|-------------|
| <b>Global Equity Funds:</b>             | <b>51.3%</b> | <b>North American Equity Funds:</b>             | <b>9.3%</b> |
| Latitude Global                         | 4.3%         | Snyder US All Cap Equity                        | 2.8%        |
| Landseer Global Artificial Intelligence | 4.0%         | Spyglass US Growth                              | 2.5%        |
| Palm Harbour Global Value               | 4.0%         | Iridian US Corporate Change Equity              | 1.5%        |
| Redwheel Global Intrinsic Value         | 3.8%         | Brown Advisory US Value                         | 1.5%        |
| Kempen (Lux) Global Value               | 3.8%         | > Barrow Hanley US Mid Cap Value                | 1.0%        |
| Havelock Global Select                  | 3.8%         |                                                 |             |
| Ranmore Global Equity                   | 3.5%         | <b>Asia &amp; Emerging Market Equity Funds:</b> | <b>8.3%</b> |
| AVI Global Special Situations           | 3.5%         | Skerryvore Global Emerging Markets              | 3.0%        |
| Third Avenue Global Value               | 3.5%         | Merlin Fidelis Emerging Markets                 | 2.8%        |
| Liontrust GF Global Dividend            | 3.0%         | Neuberger Emerging Markets Equity               | 1.5%        |
| Amati Global Innovation                 | 2.8%         | Chikara Indian Subcontinent                     | 1.0%        |
| Nutshell Growth                         | 2.8%         |                                                 |             |
| Evenlode Global Equity                  | 2.5%         | <b>European Equity Funds:</b>                   | <b>8.0%</b> |
| Langdon Global Smaller Companies        | 1.8%         | M&G European ex UK                              | 3.5%        |
| Guinness Global Innovators              | 1.5%         | Coeli European                                  | 2.3%        |
| Orbis Global Equity                     | 1.5%         | Mirabaud Discovery Europe ex UK                 | 2.3%        |
| Thornburg Global Opportunities          | 1.5%         |                                                 |             |
| <b>UK Equity Funds:</b>                 | <b>17.5%</b> | <b>Japanese Equity Funds:</b>                   | <b>5.8%</b> |
| Premier Miton UK Value Opportunities    | 4.5%         | Zennor Japan                                    | 2.8%        |
| Castlebay UK Equity                     | 3.3%         | Cadira Sustainable Japan Equity                 | 1.5%        |
| Dowgate Cape Wrath Focus                | 3.3%         | SMD-AM Japan Mid Small Cap Value                | 1.5%        |
| Tyndall Unconstrained UK Income         | 3.3%         |                                                 |             |
| Whitman UK Small Cap Growth             | 3.3%         |                                                 |             |

## The Defence Component

|                                               |              |
|-----------------------------------------------|--------------|
| <b>Cash and Money Market, British Pounds:</b> | <b>32.5%</b> |
| Keyridge Sterling Liquidity I Acc             | 17.5%        |
| Invesco Sterling Liquidity Portfolio          | 8.0%         |
| Pound Sterling                                | 5.0%         |
| UBS (Irl) Select Money Market GBP             | 2.0%         |
| <b>Short-Duration UK Government Bonds:</b>    | <b>22.5%</b> |
| Amundi UK Government Bond 0-5Y D              | 15.0%        |
| Invesco UK Gilt 1-5 Year UCITS ETF            | 7.5%         |
| <b>UK Government Bonds:</b>                   | <b>32.5%</b> |
| Amundi Uk Government Bond GBP Dist            | 17.5%        |
| Fidelity Index UK Gilt                        | 15.0%        |
| <b>Short-Duration JPY Government Bonds:</b>   | <b>7.5%</b>  |
| UBS Japan Treasury 1-3yr Bond ETF             | 7.5%         |
| <b>US Government Bonds:</b>                   | <b>2.5%</b>  |
| Amundi Prime US Treasury UCITS ETF DR         | 2.5%         |
| <b>Short-Duration Euro Government Bonds:</b>  | <b>2.5%</b>  |
| Amundi Prime Euro Gov Bonds 0-1y              | 2.5%         |



# Drilling Down: one of the many companies selected on your behalf

There are currently **37** actively-managed equity funds in your portfolio\*. All are run by managers who think hard about every share they select for their own fund (and by extension yours). This means that you currently own shares in **1,277** companies listed in **49** different countries\*, every one of which has been hand-picked by an expert investor. This is one of them:

## Who selected the company?

**HAVELOCK**  
LONDON

[www.havelocklondon.com](http://www.havelocklondon.com)

### Havelock Global Select

Havelock is a London-based investment boutique. This fund is run by founder Matthew Beddall, a former Chief Investment Officer of Winton.

The strategy is a concentrated, valuation-led approach to global equities, split between core, asset-based and special situations ideas. We like the fund for its differentiated exposures, its focus on margins of safety and the team's willingness to act decisively when large price dislocations appear. We also appreciate them keeping a human in the loop to avoid purely numbers-driven mistakes.

The fund launched in 2018 and has never had a down calendar year, with value-driven trading adding to returns in 2026. Matthew is a talented value investor who is heavily invested in his own fund (both literally and emotionally), and we are confident he can deliver exceptional returns over the long-term.

## What's the company, and why did they invest in it?

 **Adobe**

[www.adobe.com](http://www.adobe.com)

### Adobe

Adobe is the US software group behind Photoshop, whose tools underpin much of the creative economy. Havelock bought the stock during the early-2026 software sell-off, driven by fears that AI would make software easy to replicate and reduce the number of paid users.

They think the market is wrong because Adobe is heavily embedded in its customers' businesses: creators are trained on its products and agencies rely on years of project files built in Adobe programs, so customers should leave more slowly than the market fears. Adobe is also moving from per-seat pricing towards pricing based on output, and its AI tools aim to give users reassurance on copyright. With the shares at a very low earnings multiple, Havelock saw a resilient business priced as if it were doomed.

Havelock continues to see a durable franchise priced for the worst, and it has performed well since they bought it.

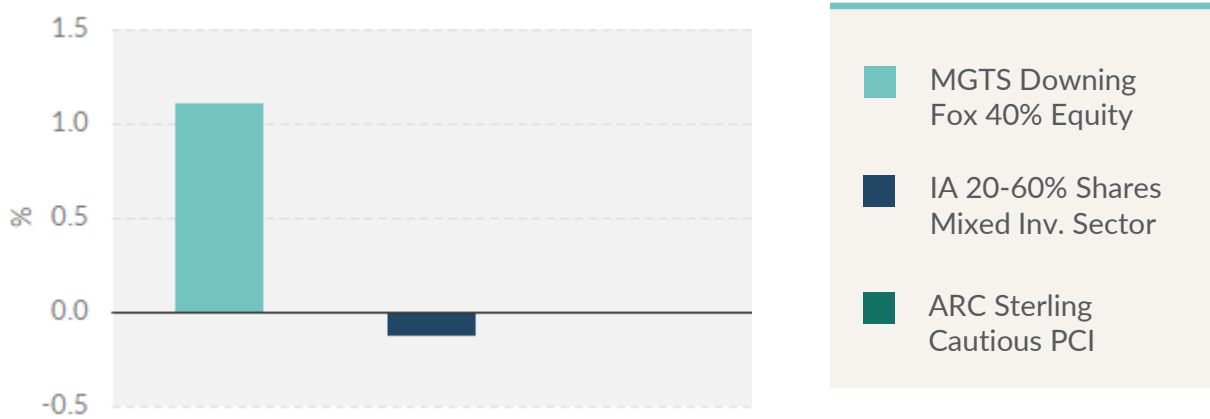


## The MGTS Downing Fox 40% Equity Fund

### Performance comment

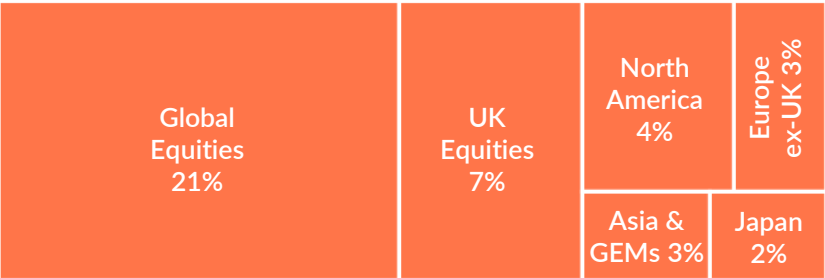
- This quarter showed what **Fox40** is for: We think its **equity component** is both optimistic *and* cautious, because it's managed by active fund managers who are perpetually seeking out rewards and avoiding excessive risks. This is what enabled it to rise in July as the market fell due to its AI exposure.
- At the same time, most of the fund is held in the **Defence Component**, which stands ready to step up in times of stress. This too performed well in Q3 as **bond markets** sold off. Combine the two and this is how **Fox40** rose in Q3 while its sector average fell.

### Third quarter 2026



### Asset allocation

#### Growth (equities) 40%



#### Defence (bonds and cash) 60%



Past performance is not a guide to future performance.



## The MGTS Downing Fox 40% Equity Fund

### The Growth Component (40.6%)

| Global Equity Funds: 21.0%              |      | North American Equity Funds: 3.7%         |      |
|-----------------------------------------|------|-------------------------------------------|------|
| Palm Harbour Global Value               | 1.8% | Snyder US All Cap Equity                  | 1.2% |
| Latitude Global                         | 1.7% | Spyglass US Growth                        | 1.0% |
| Kempen (Lux) Global Value               | 1.7% | Brown Advisory US Value                   | 0.5% |
| Redwheel Global Intrinsic Value         | 1.6% | > Barrow Hanley US Mid Cap Value          | 0.5% |
| Landseer Global Artificial Intelligence | 1.6% | Iridian US Corporate Change Equity        | 0.5% |
| AVI Global Special Situations           | 1.6% |                                           |      |
| Ranmore Global Equity                   | 1.5% | Asia & Emerging Market Equity Funds: 3.3% |      |
| Havelock Global Select                  | 1.5% | Merlin Fidelis Emerging Markets           | 1.1% |
| Third Avenue Global Value               | 1.4% | Skerryvore Global Emerging Markets        | 1.1% |
| Evenlode Global Equity                  | 1.1% | Neuberger Emerging Markets Equity         | 0.7% |
| Liontrust GF Global Dividend            | 1.1% | Chikara Indian Subcontinent               | 0.4% |
| Nutshell Growth                         | 1.0% |                                           |      |
| Amati Global Innovation                 | 1.0% | European Equity Funds: 3.1%               |      |
| Langdon Global Smaller Companies        | 0.7% | M&G European ex UK                        | 1.4% |
| Orbis Global Equity                     | 0.7% | Mirabaud Discovery Europe ex UK           | 0.9% |
| Thornburg Global Opportunities          | 0.7% | Coeli European                            | 0.8% |
| Guinness Global Innovators              | 0.5% |                                           |      |
| UK Equity Funds: 7.1%                   |      | Japanese Equity Funds: 2.3%               |      |
| Premier Miton UK Value Opportunities    | 1.7% | Zennor Japan                              | 1.1% |
| Castlebay UK Equity                     | 1.4% | SMD-AM Japan Mid Small Cap Value          | 0.6% |
| Dowgate Cape Wrath Focus                | 1.4% | Cadira Sustainable Japan Equity           | 0.6% |
| Tyndall Unconstrained UK Income         | 1.3% |                                           |      |
| Whitman UK Small Cap Growth             | 1.3% |                                           |      |

### The Defence Component (59.4%)

| Cash and Money Market, GBP: 18.8%          |       |
|--------------------------------------------|-------|
| Keyridge Sterling Liquidity I Acc          | 10.4% |
| Invesco Sterling Liquidity Portfolio       | 4.8%  |
| Pound Sterling                             | 2.2%  |
| UBS (Irl) Select Money Market GBP          | 1.3%  |
| Short-Duration UK Gov't Bonds: 13.5%       |       |
| Amundi UK Government Bond 0-5Y D           | 9.0%  |
| Invesco UK Gilt 1-5 Year UCITS ETF         | 4.5%  |
| UK Government Bonds: 19.5%                 |       |
| Amundi UK Government Bond GBP Dist         | 10.5% |
| Fidelity Index UK Gilt                     | 9.0%  |
| Short-Duration JPY Government Bonds: 4.5%  |       |
| UBS Japan Treasury 1-3yr Bond ETF          | 4.5%  |
| US Government Bonds: 1.5%                  |       |
| Amundi Prime US Treasury UCITS ETF DR      | 1.5%  |
| Short-Duration Euro Government Bonds: 1.6% |       |
| Amundi Prime Euro Gov Bonds 0-1y           | 1.6%  |



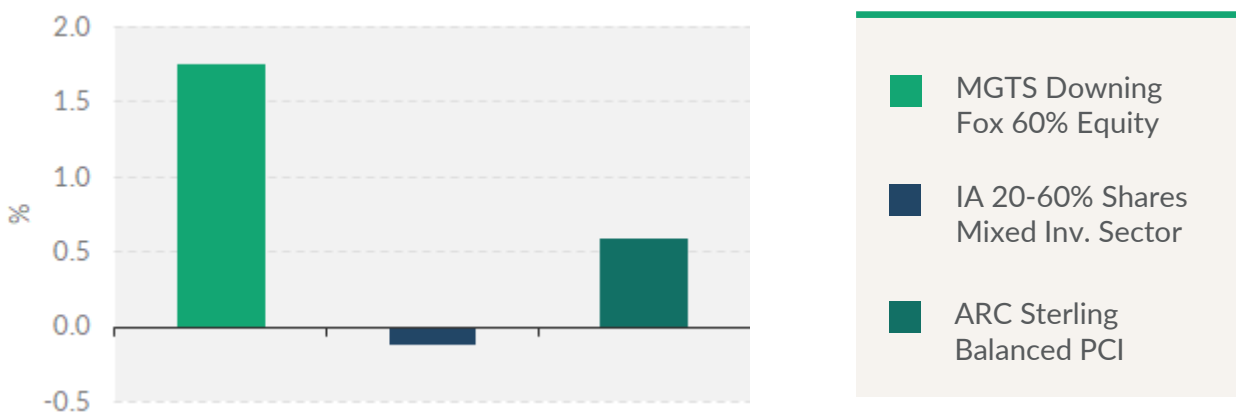
# Fund focus

## The MGTS Downing Fox 60% Equity Fund

### Performance comment

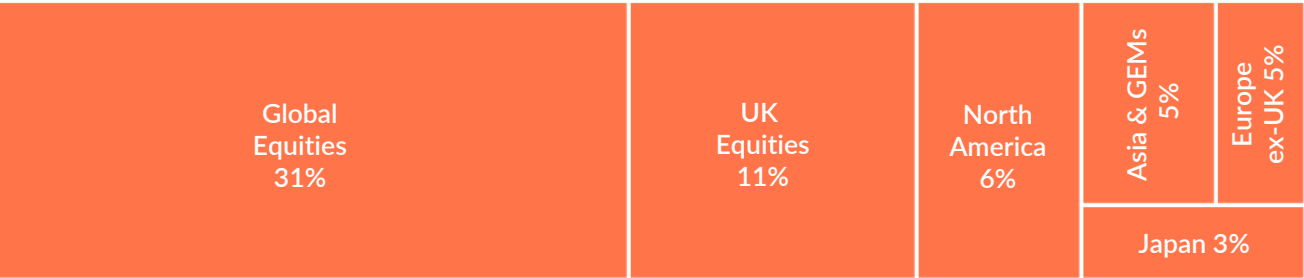
- **Fox60's** relative performance is more influenced by what's happening in **UK equities** and in **bond markets** than its higher-equity siblings. Both exposures went in our favour in Q3, as while the UK market made respectably positive returns, our selection of active UK equity funds comfortably outpaced it.
- **Bond markets**, meanwhile, had a tough quarter, as **longer-duration bonds** and **corporate bonds** sold off. We have less of the former, and none of the latter. This has dragged on relative returns over the last three years, but went in our favour as the market weather worsened.

### Third quarter 2026



### Asset allocation

#### Growth (equities) 60%



#### Defence (bonds and cash) 40%



Past performance is not a guide to future performance.



## The Growth Component (60.0%)

## The Defence Component (40.0%)

|                                       |       |
|---------------------------------------|-------|
| Cash and Money Market, GBP:           | 13.0% |
| Keyridge Sterling Liquidity I Acc     | 7.1%  |
| Invesco Sterling Liquidity Portfolio  | 3.2%  |
| Pound Sterling                        | 1.9%  |
| UBS (Irl) Select Money Market GBP     | 0.8%  |
| Short-Duration UK Gov't Bonds:        | 9.1%  |
| Amundi UK Government Bond 0-5Y D      | 6.0%  |
| Invesco UK Gilt 1-5 Year UCITS ETF    | 3.1%  |
| UK Government Bonds:                  | 12.9% |
| Amundi Uk Government Bond GBP Dist    | 7.0%  |
| Fidelity Index UK Gilt                | 5.9%  |
| Short-Duration JPY Government Bonds:  | 3.0%  |
| UBS Japan Treasury 1-3yr Bond ETF     | 3.0%  |
| US Government Bonds:                  | 1.0%  |
| Amundi Prime US Treasury UCITS ETF DR | 1.0%  |
| Short-Duration Euro Government Bonds: | 1.0%  |
| Amundi Prime Euro Gov Bonds 0-1y      | 1.0%  |

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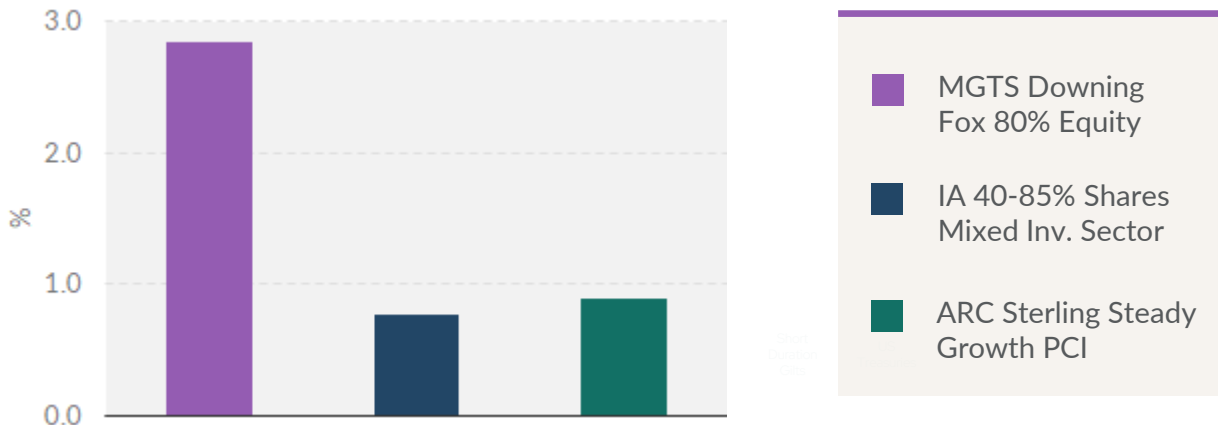
# Fund focus

## The MGTS Downing Fox 80% Equity Fund

### Performance comment

- **Fox80** has struggled against its peer group since launch in summer 2023, but then that peer group - we believe - is increasingly heavily exposed to the prevailing AI trade. This quarter illustrated the value of having clients invested in a portfolio that isn't overly exposed to that trade: Its 80% exposure to **equities** managed to rise in July while AI-heavy competitors were falling, and that accounts for much of its outperformance of the peer group this quarter.
- Elsewhere, the more cautious positioning of its 20% holding in the **Defence Component** helped versus peers as **bond markets** sold off.

### Third quarter 2026

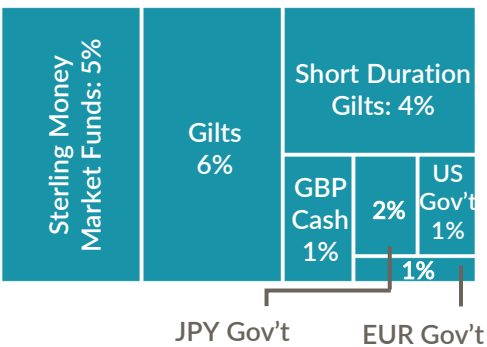


### Asset allocation

#### Growth (equities) 80%



#### Defence (bonds and cash) 20%



Past performance is not a guide to future performance.

Source: Morningstar, total return, including charges. Fund data is from 'A Acc' share class. 01.07.2026 to 30.09.2026 . Asset allocation data: Downing Fox Strategies as at 30.09.2026.



## The MGTS Downing Fox 80% Equity Fund

### The Growth Component (79.9%)

| Global Equity Funds:                    | 40.9% | North American Equity Funds:         | 7.3% |
|-----------------------------------------|-------|--------------------------------------|------|
| Latitude Global                         | 3.5%  | Snyder US All Cap Equity             | 2.1% |
| Landseer Global Artificial Intelligence | 3.2%  | Spyglass US Growth                   | 2.0% |
| Palm Harbour Global Value               | 3.2%  | Brown Advisory US Value              | 1.2% |
| Redwheel Global Intrinsic Value         | 3.1%  | Iridian US Corporate Change Equity   | 1.1% |
| Havelock Global Select                  | 2.9%  | > Barrow Hanley US Mid Cap Value     | 0.9% |
| Third Avenue Global Value               | 2.9%  |                                      |      |
| Kempen (Lux) Global Value               | 2.9%  |                                      |      |
| AVI Global Special Situations           | 2.8%  |                                      |      |
| Ranmore Global Equity                   | 2.7%  |                                      |      |
| Liontrust GF Global Dividend            | 2.3%  |                                      |      |
| Nutshell Growth                         | 2.2%  |                                      |      |
| Amati Global Innovation                 | 2.1%  |                                      |      |
| Evenlode Global Equity                  | 2.1%  |                                      |      |
| Langdon Global Smaller Companies        | 1.4%  |                                      |      |
| Guinness Global Innovators              | 1.3%  |                                      |      |
| Thornburg Global Opportunities          | 1.3%  |                                      |      |
| Orbis Global Equity                     | 1.2%  |                                      |      |
| UK Equity Funds:                        | 14.1% | Asia & Emerging Market Equity Funds: | 6.6% |
| Premier Miton UK Value Opportunities    | 3.7%  | Skerryvore Global Emerging Markets   | 2.5% |
| Tyndall Unconstrained UK Income         | 2.6%  | Merlin Fidelis Emerging Markets      | 2.1% |
| Dowgate Cape Wrath Focus                | 2.6%  | Neuberger Emerging Markets Equity    | 1.2% |
| Whitman UK Small Cap Growth             | 2.6%  | Chikara Indian Subcontinent          | 0.8% |
| Castlebay UK Equity                     | 2.5%  |                                      |      |
|                                         |       | European Equity Funds:               | 6.4% |
|                                         |       | M&G European ex UK                   | 2.8% |
|                                         |       | Coeli European                       | 1.8% |
|                                         |       | Mirabaud Discovery Europe ex UK      | 1.8% |
|                                         |       | Japanese Equity Funds:               | 4.5% |
|                                         |       | Zennor Japan                         | 2.2% |
|                                         |       | Cadira Sustainable Japan Equity      | 1.2% |
|                                         |       | SMD-AM Japan Mid Small Cap Value     | 1.1% |

### The Defence Component (20.1%)

| Cash and Money Market, GBP:           | 6.6% |
|---------------------------------------|------|
| Keyridge Sterling Liquidity I Acc     | 3.5% |
| Invesco Sterling Liquidity Portfolio  | 1.6% |
| Pound Sterling                        | 1.2% |
| UBS (Irl) Select Money Market GBP     | 0.4% |
| Short-Duration UK Gov't Bonds:        | 4.4% |
| Amundi UK Government Bond 0-5Y D      | 3.0% |
| Invesco UK Gilt 1-5 Year UCITS ETF    | 1.5% |
| UK Government Bonds:                  | 6.5% |
| Amundi UK Government Bond GBP Dist    | 3.5% |
| Fidelity Index UK Gilt                | 3.0% |
| Short-Duration JPY Government Bonds:  | 1.6% |
| UBS Japan Treasury 1-3yr Bond ETF     | 1.6% |
| US Government Bonds:                  | 0.5% |
| Amundi Prime US Treasury UCITS ETF DR | 0.5% |
| Short-Duration Euro Government Bonds: | 0.5% |
| Amundi Prime Euro Gov Bonds 0-1y      | 0.5% |



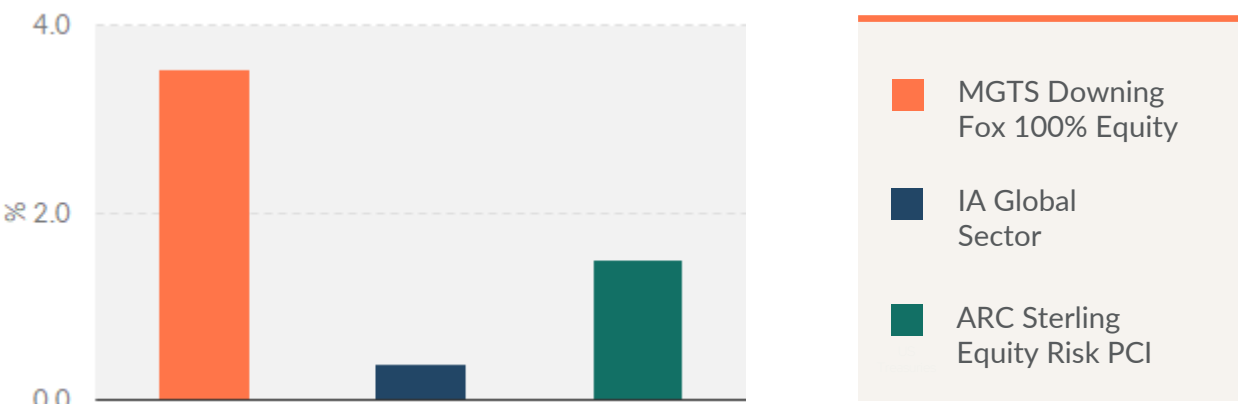
# Fund focus

## The MGTS Downing Fox 100% Equity Fund

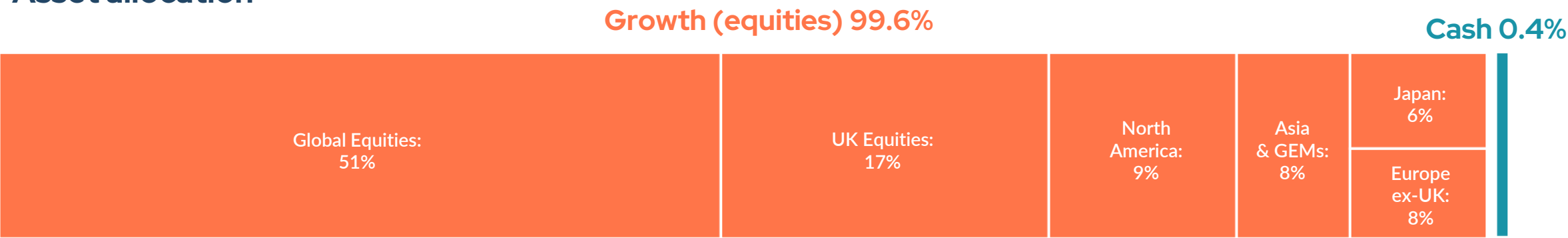
### Performance comment

- We might have been better labelling **Fox100** as **Tortoise100**, as - while it's made perfectly respectable *absolute* returns - it's looked pedestrian against an increasingly AI-heavy peer group. Happily, the flipside of that analogy held firm this quarter, as while the AI hares took a snooze, **Fox100** continued to plod onwards (if you can call 3.5% in just 3 months a 'plod').
- It holds what we believe to be great active funds, so only contains shares a human expert believes to be good quality and value. We're excited about how much money it can make in the coming years.

### Third quarter 2026



### Asset allocation



Past performance is not a guide to future performance.

Source: Morningstar, total return, including charges. Fund data is from 'A Acc' share class. 01.07.2026 to 30.09.2026 . Asset allocation data: Downing Fox Strategies as at 30.09.2026.



## The MGTS Downing Fox 100% Equity Fund: the full portfolio

### The Growth Component (99.6%)

### The Defence Component (0.4%)

|                                         |              |                                                 |             |
|-----------------------------------------|--------------|-------------------------------------------------|-------------|
| <b>Global Equity Funds:</b>             | <b>50.9%</b> | <b>North American Equity Funds:</b>             | <b>9.1%</b> |
| Latitude Global                         | 4.3%         | Snyder US All Cap Equity                        | 2.9%        |
| Landseer Global Artificial Intelligence | 3.9%         | Spyglass US Growth                              | 2.4%        |
| Redwheel Global Intrinsic Value         | 3.8%         | Iridian US Corporate Change Equity              | 1.4%        |
| Palm Harbour Global Value               | 3.8%         | Brown Advisory US Value                         | 1.4%        |
| Kempen (Lux) Global Value               | 3.7%         | > Barrow Hanley US Mid Cap Value                | 1.0%        |
| Havelock Global Select                  | 3.7%         |                                                 |             |
| Third Avenue Global Value               | 3.5%         | <b>Asia &amp; Emerging Market Equity Funds:</b> | <b>8.2%</b> |
| AVI Global Special Situations           | 3.4%         | Skerryvore Global Emerging Markets              | 3.0%        |
| Ranmore Global Equity                   | 3.4%         | Merlin Fidelis Emerging Markets                 | 2.8%        |
| Liontrust GF Global Dividend            | 3.0%         | Neuberger Emerging Markets Equity               | 1.4%        |
| Nutshell Growth                         | 2.8%         | Chikara Indian Subcontinent                     | 1.0%        |
| Amati Global Innovation                 | 2.7%         |                                                 |             |
| Evenlode Global Equity                  | 2.5%         | <b>European Equity Funds:</b>                   | <b>7.9%</b> |
| Langdon Global Smaller Companies        | 1.7%         | M&G European ex UK                              | 3.5%        |
| Guinness Global Innovators              | 1.6%         | Mirabaud Discovery Europe ex UK                 | 2.3%        |
| Orbis Global Equity                     | 1.5%         | Coeli European                                  | 2.1%        |
| Thornburg Global Opportunities          | 1.4%         |                                                 |             |
| <b>UK Equity Funds:</b>                 | <b>17.8%</b> | <b>Japanese Equity Funds:</b>                   | <b>5.7%</b> |
| Premier Miton UK Value Opportunities    | 4.6%         | Zennor Japan                                    | 2.8%        |
| Whitman UK Small Cap Growth             | 3.4%         | Cadira Sustainable Japan Equity                 | 1.5%        |
| Tyndall Unconstrained UK Income         | 3.3%         | SMD-AM Japan Mid Small Cap Value                | 1.4%        |
| Dowgate Cape Wrath Focus                | 3.3%         |                                                 |             |
| Castlebay UK Equity                     | 3.2%         |                                                 |             |

|                                    |             |
|------------------------------------|-------------|
| <b>Cash and Money Market, GBP:</b> | <b>0.4%</b> |
| Pound Sterling                     | 0.4%        |



# Key risks

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Downing LLP | 10 Lower Thames Street | London | EC3R 6AF

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The MGTS Downing Fox Funds

