

MGTS Downing Diversified Opportunities Fund



Fund Overview

A global opportunities fund with strong risk-adjusted returns, targeting attractive yield and defensive compounding growth using a hybrid of traditional and alternative assets. Seeking alternative sources of real return with low correlation to traditional equity and fixed income benchmarks.

Commentary

Another solid month delivering +2.1% performance in May, with US large-cap and Semi's the key sectors that performed and avoided the negative pull of rising bond yields. Returns were led by three Korean stocks, Hyundai Mobis, SK Sq and Samsung C&T having strong months. Solidly supported by Small-caps (Helios Towers, Autolus), Alternatives (HICL, FGEN, BRWM) and Fixed Income drivers (BPRC, Norwegian Govies). Negative movers were Amorepacific, Japan Steel and Hanwha Aerospace.

The 'value-up' theme performed strongly and the fund rotated from SK Sq to SK Inc and Hanwha Aerospace to Hanwha Corp, whilst adding to Hyundai Heavy, Aerovironment and lightened on Oil E&P Energy. Defence stocks and Gold Miners were broadly flat over the month. Regionally, we added Visa, Amphenol, Applovin and Microsoft in the US. In Japan, adding M3, Jap Post Bank and Open House on the dip. In Europe, we added to Vusion, to give an overall tilt to quality. In Structured Alts, we added a defensive structured return linked to a FTSE/Nikkei autocallable note with attractive flat and down coupons (12.75% p.a.) and in Fixed Income we trimmed US HY and added to short/medium dated quality sovereigns.

The fund remains defensively positioned for the binary and uncertain nature of the US/Iran outcome, whilst well positioned for performance in the medium term with attractive valuations and strong progress across the Fund's core macro and equity thematic. We are becoming more concerned about global growth and the portfolio is tilted towards an increased probability of recessionary and stagflationary outcomes.

Key facts

As at 29 May 2026

Managers:

Jon Gumpel, Paul Adams, Renato Guerrieri

I-class:

MGMTS fee: 0.70%

Capped OCF: 0.90%

NAV: 127.76p

Accumulation Shares GBP, ISIN:

GB00BVR0B955

Income Shares GBP, ISIN: GB00BVR0BC84

F-class:

MGMTS fee: 0.40%

Capped OCF: 0.60%

NAV: 127.78p

Accumulation Shares GBP, ISIN:

GB00BVR0BB77

Income Shares GBP, ISIN: GB00BVR0BD91

IA sector: Mixed Investment

20-60% Shares

Structure: OEIC, UK Domicile

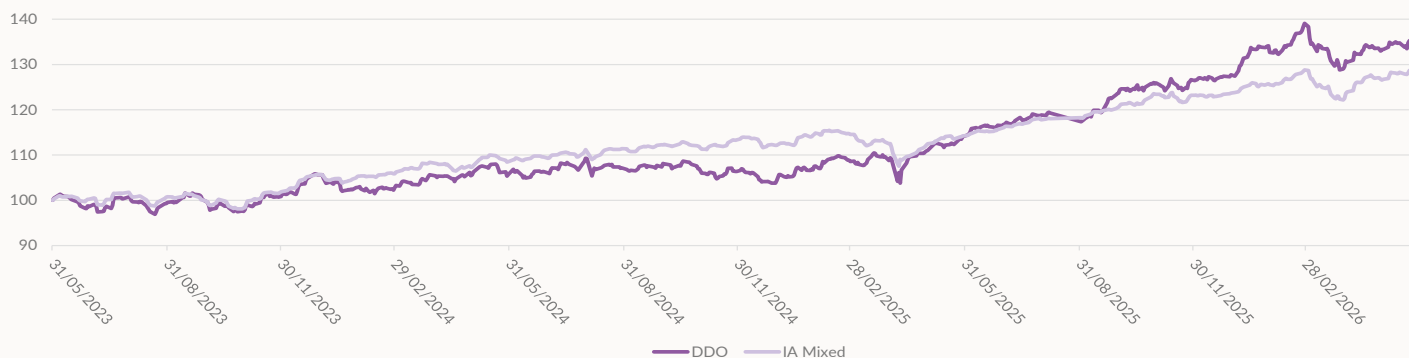
Authorised Corporate Director:

Margetts Fund Management Limited

Launch date: 31 August 2022

AUM: £50.4M GBP

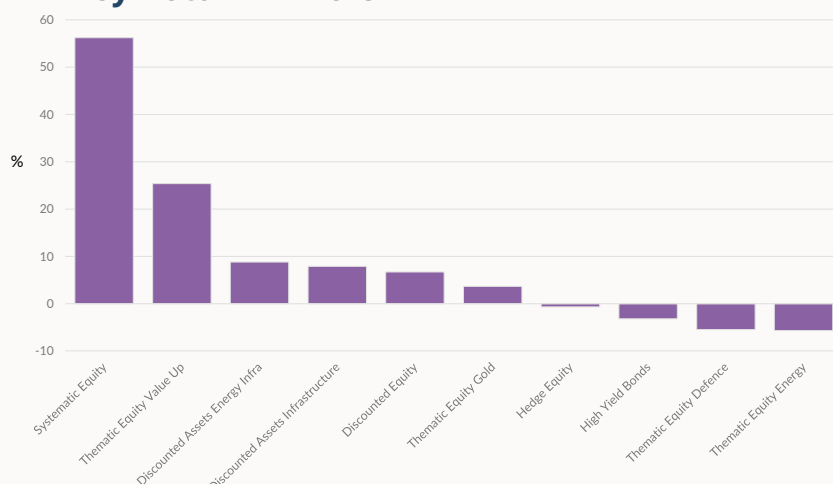
Performance vs IA Sector



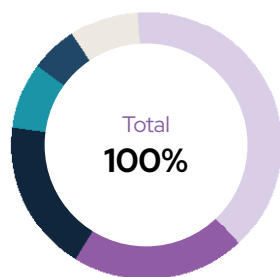
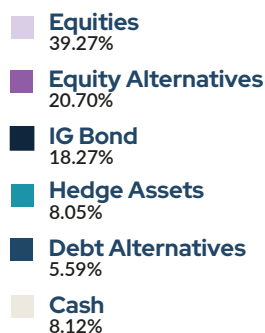
Cumulative %	1m	3m	1y	3y
Fund return	2.70	-1.57	20.19	36.91
IA - Mixed 20-60 Equity	2.66	0.88	13.79	29.94

Calendar Year %	2026	2025	2024	2023
Fund return	7.27	22.29	-1.23	1.73
IA - Mixed 20-60 Equity	5.02	10.31	6.07	6.81

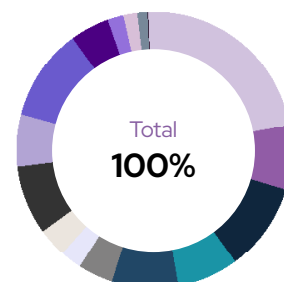
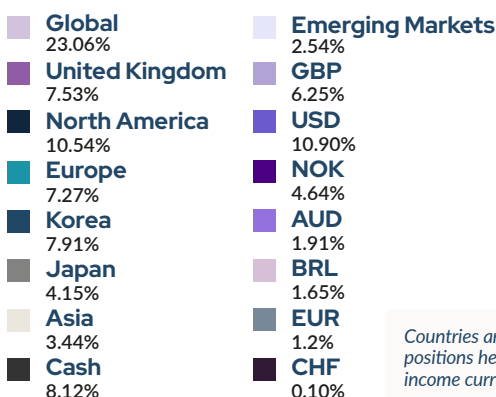
Key Return Drivers



Asset Type



Geographical Allocations



Countries and regions denote the domiciles of positions held and currencies represent fixed income currency.

Diversification: Key Correlation Metrics

Global Equities		Fixed Income		Commodities		Risk
US Large Cap	Developed Large Cap ex US	Core US Agg	US 7-10yr T-bonds	Gold	Broad Commodity	Equity Volatility
0.34	0.33	0.08	0.03	0.15	0.07	-0.30

Top 5 Positions by Asset Class

Equity	Fixed Income	Alternatives (inc. Hedges)
BLACKROCK WORLD MINING TRUST CF	UST 4.250 03/15/27	HICL INFRASTRUCTURE ORD
HYUNDAI MOBIS ORD	UST 0.125 07/15/31	BH MACRO CF
BARRICK MINING ORD	NOGV 3.000 08/15/33	RUFFER INVESTMENT PRF
SAMSUNG C&T ORD	LLOY 6.500 09/17/40 MTN	BIOPHARMA CREDIT ORD
AGNICO EAGLE ORD	AUGV 4.500 04/21/33	INTERNATIONAL PUBLIC PARTNERSHIP ORD

Fixed Income Duration

Weighted Average:

4.5 years

0yr 2yr 4yr 6yr



Medium duration positioning

Future performance may also be subject to changes in taxation. The value of investments can go down as well as up, and you may not get back the full amount invested.

Source: Downing at 29/05/2026. The Fund's actual return may differ from the scenarios shown above and are subject to daily price and portfolio composition movements.

For illustrative purposes only.

Important Information For professional/informed investors only.

This document has been produced for information only and represents the views of the fund managers at the time of writing. It should not be construed as Investment Advice and does not constitute or form part of any offer or invitation to buy or sell shares. It should be read in conjunction with the Prospectus and Key investor information document (KIID). An investment decision should not be contemplated until the risks are fully considered and we recommend that you take investment advice. Capital at risk. The value of investments can fall as well as rise. You may get back less than you invested. Downing LLP is authorised and regulated by the Financial Conduct Authority (Reference No. 545025). Registered in England and Wales (No. OC341575). Registered Office: 10 Lower Thames Street London EC3R 6AF.

Risk Considerations

The following risk factors are relevant to the overall risk profile of the Sub-fund. A full description of risk warnings is provided in the prospectus, which is available on our website, or by requesting a copy. Risks associated with the use of derivatives (FDI) for investment purposes are different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments. The use of FDI requires an understanding of both the underlying reference instrument and the FDI itself. There is no assurance that any derivative strategy used by a Fund will succeed and derivatives can lead to significant losses.

Downing

downing.co.uk