



# Artemis High Income Fund

**Class I monthly distribution units, GBP**

MARKETING MATERIAL

**78.84p**  
price at 31 Jan 2021

**0.715%**  
ongoing charge

February 2021 (data as of 31 January 2021)

## OBJECTIVE AND INVESTMENT POLICY

<b>Objective</b>	To provide a combination of a high level of income and capital growth, before fees, over a rolling five year period. The manager defines a high level of income as equal to, or in excess of, the average yield of the funds in the fund's Investment Association sector, the Strategic Bond sector.	
<b>Investment policy</b>	<b>What the fund invests in</b>	<ul style="list-style-type: none"> <li>• 80% to 100% in bonds (of any credit quality).</li> <li>• Up to 20% in company shares.</li> <li>• The fund may also invest in cash and near cash, other transferable securities, other funds (up to 10%) managed by Artemis and third party funds, money market instruments, and derivatives.</li> </ul>
	<b>Use of derivatives</b>	The fund may use derivatives for efficient portfolio management purposes to: <ul style="list-style-type: none"> <li>• reduce risk</li> <li>• manage the fund efficiently.</li> </ul>
	<b>Where the fund invests</b>	<ul style="list-style-type: none"> <li>• Globally</li> </ul>
	<b>Industries the fund invests in</b>	<ul style="list-style-type: none"> <li>• Any</li> </ul>
	<b>Other limitations specific to this fund</b>	<ul style="list-style-type: none"> <li>• At least 80% of the fund will be invested in assets denominated in sterling, or will be hedged back to sterling.</li> </ul>
<b>Investment strategy</b>	<ul style="list-style-type: none"> <li>• The fund is actively managed.</li> <li>• The manager seeks investments that offer the best value free-cashflow available, as cashflow evidenced by an above-average yield on bonds or shares.</li> <li>• On occasion, investments are made on the basis of future dividend growth.</li> <li>• The manager focuses on the ability of a bond issuer to pay the interest on a bond and to repay a bond at its expiry, and the valuation attached to a bond as a result.</li> </ul>	
<b>Benchmarks</b>	<ul style="list-style-type: none"> <li>• IA £ Strategic Bond NR</li> </ul> A group of other asset managers' funds that invest in similar asset types as this fund, collated by the Investment Association. It acts as a 'target benchmark' against which the fund's performance can be compared. Management of the fund is not restricted by this benchmark.	

For the latest fund and market commentaries, visit [artemisfunds.com/insights](https://artemisfunds.com/insights)



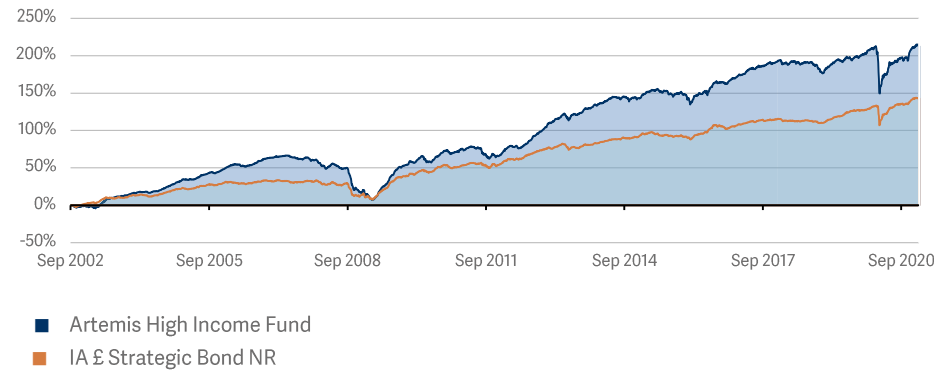
## PERFORMANCE

Past performance is not a guide to the future

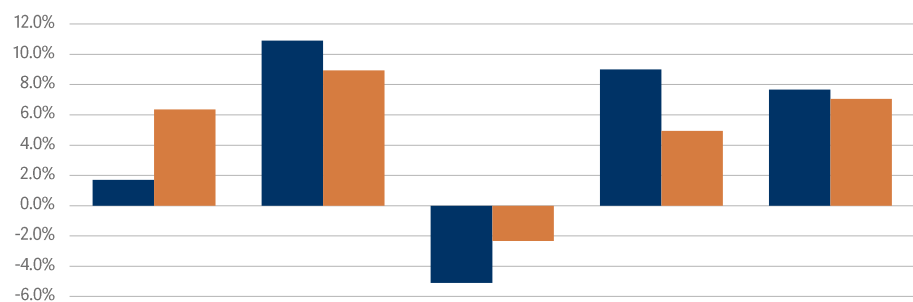
### CUMULATIVE PERFORMANCE

	Since acquired	5 yrs	3 yrs	1 yr	6 mo	3 mo	1 mo
Artemis High Income	212.8%	28.7%	6.8%	1.3%	7.3%	6.7%	0.1%
IA £ Strategic Bond NR	143.0%	27.3%	13.0%	4.7%	3.7%	3.4%	-0.2%

### PERCENTAGE GROWTH

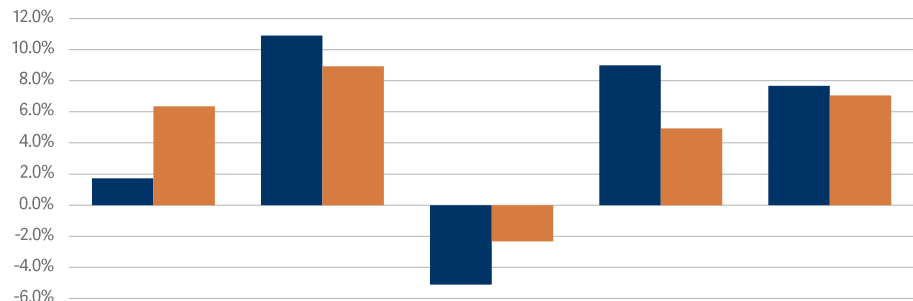


### 12 MONTHS TO 31 DECEMBER



	2020	2019	2018	2017	2016
■	1.7%	10.9%	-5.1%	9.0%	7.7%
■	6.4%	8.9%	-2.3%	4.9%	7.1%

### 12 MONTHS TO 31 DECEMBER



	2020	2019	2018	2017	2016
■	1.7%	10.9%	-5.1%	9.0%	7.7%
■	6.4%	8.9%	-2.3%	4.9%	7.1%

Source: Lipper Limited from 9 September 2002 to 31 January 2021. Data prior to 8 May 2014 reflects class R quarterly distribution GBP. All figures show total returns with dividends and/or income reinvested, net of all charges. Performance does not take account of any costs incurred when investors buy or sell the fund. Returns may vary as a result of currency fluctuations if the investor's currency is different to that of the class. This class may have charges or a hedging approach different from those in the IA sector benchmark.

## COMPOSITION

### TOP 10 HOLDINGS

US Treasury 2.625% 02/15/2029	2.4%
US Treasury 3.125% 11/2028	2.4%
UBS Group Funding...	1.3%
Société Générale	1.3%
Électricité de France 6% EMTN	1.2%
Adecco	1.2%
Prudential Plc Callable...	1.1%
Legal & General 4.5% 11/01/2050	1.1%
Bupa Finance 5% 2026	1.1%
British American Tobacco	1.1%

Source: Artemis as at 31 January 2021.

### MARKET SECTOR SPLIT

Financials	40.5%
Consumer Services	10.6%
Telecommunications	9.2%
Consumer Goods	7.3%
Industrials	6.8%
Healthcare	5.0%
Government Bonds	4.8%
Oil & Gas	4.6%
Utilities	3.7%
Basic Materials	3.0%
Technology	1.6%

Source: Artemis as at 31 January 2021. Figures may not add up to 100% due to rounding and cash holdings.

### BOND RATING ALLOCATION

AAA	4.8%
A	1.3%
BBB	21.9%
BB	28.3%
B	17.6%
CCC	7.2%
CC	0.0%
C	0.2%
Not Rated	0.3%

Source: Artemis as at 31 January 2021. Figures may not add up to 100% due to rounding and cash holdings.

### ASSET ALLOCATION BY ASSET CLASS

Non-Investment Grade	53.7%
Investment Grade	23.2%
Equity	14.8%
Government Bond	4.8%
Cash	1.6%
Pref/Conv	0.7%

Source: Artemis as at 31 January 2021. Figures may not add up to 100% due to rounding.

## RISK CONSIDERATIONS

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To ensure you understand whether this fund is suitable for you, please read the Key Investor Information which is available, along with the fund's Prospectus, from [www.artemisfunds.com](http://www.artemisfunds.com) or [www.fundinfo.com](http://www.fundinfo.com).

The fund is exposed to the following risks:

Market volatility risk	The value of the fund and any income from it can fall or rise because of movements in stockmarkets, currencies and interest rates, each of which can move irrationally and be affected unpredictably by diverse factors, including political and economic events.
Currency risk	The fund's assets may be priced in currencies other than the fund base currency. Changes in currency exchange rates can therefore affect the fund's value.
Income risk	Although the fund aims to pay a regular income, the payment of income and its level is not guaranteed.
Credit risk	Investments in bonds are affected by interest rates, inflation and credit ratings. It is possible that bond issuers will not pay interest or return the capital. All of these events can reduce the value of bonds held by the fund.
Higher-yielding bonds risk	The fund may invest in higher-yielding bonds, which may increase the risk to capital. Investing in these types of assets (which are also known as sub-investment grade bonds) can produce a higher yield but also brings an increased risk of default, which would affect the capital value of the fund.
Charges from capital risk	Where charges are taken wholly or partly out of a fund's capital, distributable income may be increased at the expense of capital, which may constrain or erode capital growth.

## OTHER INFORMATION

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*The fund is an authorised unit trust scheme. For further information, visit [www.artemisfunds.com/unittrusts](http://www.artemisfunds.com/unittrusts).*

*Visit [www.artemisfunds.com/glossary](http://www.artemisfunds.com/glossary) for an explanation of investment terms.*

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*Any forward-looking statements are based on Artemis' current expectations and projections and are subject to change without notice.*


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# FUND DATA

## INVESTMENT TEAM



**Alex Ralph**  
Fund manager,  
since March 2014



**Chris Ellis**  
Analyst

## KEY FACTS

Fund type	Unit trust
Asset class	Bond
Focus	Income
Regional focus	Global
SEDOL	BJT0KR0
ISIN	GB00BJT0KR04
Fund launch date	26 May 1995
Artemis became manager	9 September 2002
Class launch date	8 May 2014
Class launch price	86.72p
Class currency	GBP
Valuation point (UK business days)	12:00
Year end	7 August
Distribution date	Monthly
Fund size	£941.3m

Source: Artemis as at 31 January 2021.

## PRICE AND YIELDS

Price	78.84p
Distribution yield	4.61%
Underlying yield	3.99%

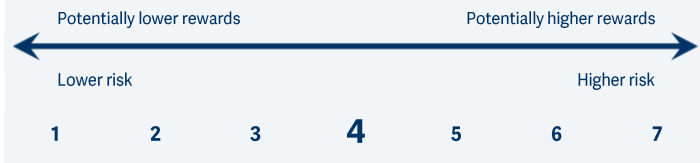
Source: Artemis as at 31 January 2021. The distribution yield is an estimate of the income that may be expected to be received over the forthcoming year as a percentage of the fund's price. Investors may be subject to tax on their distributions. The underlying yield is calculated in the same way as the distribution yield but is net of charges and therefore lower than the distribution yield.

## CHARGES

Initial charge	0%
Ongoing charge	0.715%

The ongoing charge covers the annual operating expenses of running the fund and is shown as at the date of the Key Investor Information Document, where further information about the fund's charges can be found.

## RISK AND REWARD PROFILE



The fund is in the category shown due to historic volatility (how much and how quickly the value of shares in the fund may have risen and fallen in the past due to movements in markets, currencies and interest rates). It may not be a reliable indication of the future risk profile of the fund.

## RATINGS AND AWARDS

Morningstar Bronze
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Source: Morningstar, as at 31 January 2021. Morningstar category™: GBP Moderately Cautious Allocation. For more information visit [artemisfunds.com/endorsements](https://www.artemisfunds.com/endorsements). Third party endorsements are not a recommendation to buy.

## DISTRIBUTION HISTORY

Record date	Ex-dividend date	Payment date	Distribution
07 Dec 2020	08 Dec 2020	05 Feb 2021	0.3110p
07 Nov 2020	08 Nov 2020	07 Jan 2021	0.2539p
07 Oct 2020	08 Oct 2020	07 Dec 2020	0.2975p
07 Sep 2020	08 Sep 2020	06 Nov 2020	0.2532p
07 Aug 2020	10 Aug 2020	07 Oct 2020	0.2767p
07 Jul 2020	08 Jul 2020	07 Sep 2020	0.3492p
07 May 2020	08 May 2020	07 Jul 2020	0.3111p
07 Apr 2020	08 Apr 2020	05 Jun 2020	0.2942p
07 Mar 2020	08 Mar 2020	07 May 2020	0.3225p
07 Feb 2020	08 Feb 2020	07 Apr 2020	0.2789p

Source: Artemis. Distribution is per unit/share. For accumulation classes, distributions are reinvested and reflected in the price. Maximum last 10 distributions shown.

