

# FP Octopus UK Future Generations Fund

Data as at 31 May 2022

## Fund Objective

For investors targeting long-term capital growth by focussing on investing in companies meeting our sustainable investment themes.

## Key Facts

IA Sector	UK All Companies
Fund Launch Date	31 August 2021
Fund Type	OEIC
Fund Domicile	United Kingdom
Dealing Frequency	Daily
Active Share	92.3%
Number of Holdings	62

## Fees & Codes

Minimum Investment	£1,000
Minimum Monthly Savings	£100
Minimum Top Up	n/a
Fund Initial Charge	0.00%
Ongoing Charge Figure	1.50%

### ISIN

C Acc	GB00BKPC9J26
C Inc	GB00BKPC9K31

Octopus is now a B Corp organisation



## The Fund

### What if we invested capital to create the change?

The fund will invest in and provide support to businesses which look to contribute to solving problems within our three strategic investment themes: building a sustainable planet, empowering people and revitalising healthcare. The fund is aligned with the United Nations Sustainable Development Goals.



#### 'Building a sustainable planet'

We're on a mission to tackle the climate emergency by investing in supporting entrepreneurial companies at the forefront of clean energy and sustainable consumption.



#### 'Empowering people'

We're on a mission to transform our society for the better by investing in future digital infrastructure and supporting entrepreneurial, innovative tech companies who are reshaping the world we live in.



#### 'Revitalising healthcare'

We're on a mission to improve the health and wellbeing of people around the world by investing in modern healthcare infrastructure and supporting entrepreneurial companies at the forefront of innovation in physical and mental wellness.

10% of all fees Octopus generates from this fund will be paid to our charity, Octopus Giving.

## Fund Managers



**Dominic Weller**

CITYWIRE / AA



**Chris McVey**

CITYWIRE / AA



**Richard Power**

CITYWIRE / AA

"The fund will invest in and provide support to great businesses which aim to solve problems and make the world a better place for our generation and the next."

Dominic Weller

Supported by the Octopus Quoted Companies team who collectively manage over £2.6 billion in UK companies.

Please note: Awards and ratings are based on past events and are not an indication of future performance. Ratings are not a recommendation and do not constitute investment advice. As such, they should not be used as the sole basis for making any investment decision.

## Key Risks

- The value of an investment, and any income from it, can fall or rise. Investors may not get back the full amount they invest.
- Investments in smaller and/or medium sized companies are likely to fall and rise in value more than shares listed on the main market of the London Stock Exchange. They may also be harder to sell.
- Fees will be deducted from capital which will increase the amount of income available for distribution. However, this will erode capital and may hinder capital growth.

### Investment Enquiries

To speak to any of our fund managers, please call:

0800 316 2394

info@octopusinvestments.com

### Investor Services

For all administration enquiries such as account enquiries and valuations, please call FundRock Partners:

01202 855 856

octopusinvestments.com

Top Ten Holdings

Holdings	Themes	(%)
HEIQ plc	Building a Sustainable Planet	3.5
Astrazeneca plc	Revitalising Healthcare	3.3
Smith & Nephew plc	Revitalising Healthcare	3.2
D4T4 Solutions plc	Empowering People	3.1
Next Fifteen Communications	Empowering People	3.0
Bloomsbury Publishing plc	Empowering People	2.7
Pearson plc	Empowering People	2.6
Renew Holdings plc	Building a Sustainable Planet	2.4
Sureserve Group plc	Building a Sustainable Planet	2.3
GlaxoSmithKline plc	Revitalising Healthcare	2.3

Market Cap Weighting

Size	(%)
Over £5bn	13.7
£2-£5bn	0.0
£1-£2bn	13.3
£500m-£1bn	11.1
£250-£500m	15.2
£100-£250m	23.0
Sub £100m	12.0



Monthly Commentary

May proved to be a busy period with multiple portfolio companies updating the market on commercial progress, product launches, regulatory milestones and other material news flow. Management sentiment remained cautiously optimistic with many highlighting inflation, supply chain and other uncertainties, while the underlying businesses continued to perform solidly. Market sentiment remained negative.

**Building a sustainable planet (20.4% of the fund):**

Sustainable textile developer, **HeiQ PLC** (+32.0%), was the strongest contributor to the fund as the market got excited with the potential for HeiQ's antibacterial material. Sustainable aquaculture group, **Benchmark Holdings PLC** (+11.1%), released record interim results with revenues ahead of market expectations and operating profits doubling over the period. Benchmark also gained approval to re-use the treatment water for a second batch of fish when using its sea lice solution. Sustainable infrastructure engineer, **Renew Holdings PLC** (-1.0%), managed a challenging period and released strong interim results with revenues of £414 million and profits up 20% to £21.8 million. Management highlighted that the group sees no material impact from input cost inflation and supply chain disruptions. Energy efficiency specialist, **Sureserve Group PLC** (-2.8%), reported interim results with revenues up 24% to £126 million and because of operational gearing profits increasing by 34%. The company also announced an 8-year energy efficiency contract worth £68 million. Management remained excited for the opportunity ahead. Energy technology provider, **eEnergy Group PLC** (-26.5%), saw its share price fall as the company missed sales forecasts because of contract delays. Nevertheless, eEnergy grew by 70% and has a substantial opportunity in the UK energy efficiency market.

**Empowering people (51.6% of the fund):**

ESG data provider, **MJ Hudson Group PLC** (+14.9%), released a strong trading update ahead of market expectations and stronger than expected customer wins. Learning provider, **Learning Technologies Group PLC** (+0.9%), released a solid set of full year results with revenues growing to £258.2 million. Management was optimistic and guided the market to potential margin improvements in the year. Databank technology provider, **FD Technologies PLC** (-4.9%), gave back some of its gains as it released a strong full year set of results previously flagged in a trading update. Affordable and student housing developer, **Watkin Jones Group PLC** (-6.2%), released full year results FY underlying profit in line with expectations, however management struck a more cautious tone in its outlook.

**Revitalising healthcare (16.3% of the fund):**

Testing data provider, **Diaceutics PLC** (-8.3%), saw its share price fall despite a substantial £1 million contract win for subscription to its platform. Cell therapy technology developer, **Maxcyte Inc** (-17.1%), decreased alongside the biotech sector, despite releasing a strong third quarter update with increased revenue guidance. We initiated a position in **Creo Medical Group PLC** (0.0%), a business we have followed and admired for a long time, after the company announced a licensing agreement for its technology with Intuitive Surgical.

We continue the active dialogue with management teams and continue to back companies, especially when volatility creates attractive opportunities.

Our investment themes focus on the most urgent problems



**Building a Sustainable Planet**

No. of holdings	17
% of holdings	27
% weight	20



**Empowering People**

No. of holdings	32
% of holdings	52
% weight	52



**Revitalising Healthcare**

No. of holdings	13
% of holdings	21
% weight	16

Important Information

Ratings do not constitute investment advice and should not be used as the sole basis for making any investment decision. Personal opinions may change and should not be seen as advice or a recommendation. We do not offer investment or tax advice. This factsheet does not constitute investment advice. Any mention of a specific stock is not a recommendation to buy or sell. If you are unsure of the suitability of this investment you should speak to a Financial Adviser. Before investing you should read the Prospectus, the Key Investor Information Document (KIID) and the Supplementary Information Document (SID) as they contain important information regarding the fund, including charges, tax and fund specific risk warnings and will form the basis of any investment. The Prospectus, KIID and application forms are available in English at octopusinvestments.com. The Unit Trust Manager of the FP Octopus UK Future Generations Fund is FundRock Partners Ltd which is authorised and regulated by the Financial Conduct Authority no. 469278, Registered Office: Cedar House, 3 Cedar Park, Cobham Road, Wimborne, Dorset BH21 7SB. Issued by Octopus Investments Limited, which is authorised and regulated by the Financial Conduct Authority. Registered office: 33 Holborn, London, EC1N 2HT. Registered in England and Wales No. 03942880. Telephone calls are recorded. CAM012112. Issued: June 2022.