

# Monthly Factsheet

## SUMMARY OF APPROACH

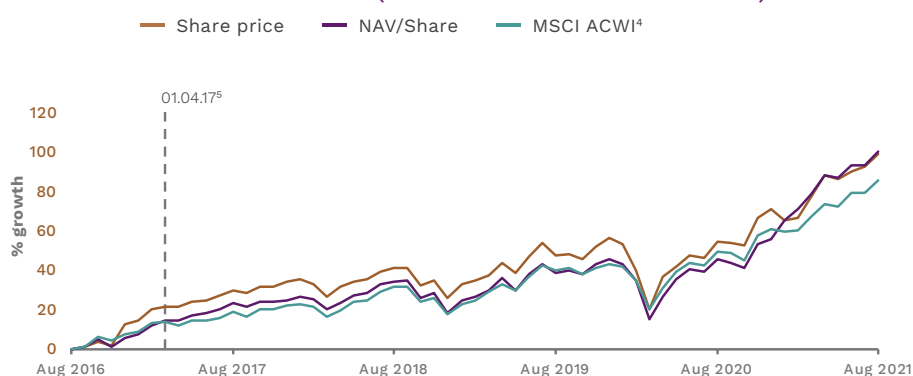
Alliance Trust aims to be a core equity holding for investors that delivers a real return over the long term through a combination of capital growth and a rising dividend. The Company invests primarily in global equities across a wide range of industries and sectors to achieve its objective.

The Company's investment manager, Willis Towers Watson, has appointed a number of stock pickers with different styles, who each ignore the benchmark

and only buy a small number of stocks in which they have strong conviction. Therefore, we believe investors get the benefit of both highly focused stock picking to increase potential outperformance versus the benchmark and manager diversification which should reduce risk and volatility. We believe that the Company's diversified but highly active multi-manager portfolio is competitively priced.

## INVESTMENT PERFORMANCE

### ABSOLUTE PERFORMANCE (TOTAL RETURN IN STERLING)



### CUMULATIVE PERFORMANCE (%)

To 31 August 2021	5 Years	Since 01.04.17 <sup>5</sup>	3 Years	1 Year	YTD	Month
Total shareholder return	99.1	63.7	41.0	28.5	16.1	3.4
NAV total return	88.3	64.3	40.1	27.5	19.1	3.8
MSCI ACWI total return <sup>4</sup>	85.6	62.8	41.2	24.3	15.1	3.6

The NAV total return reflects the impact of owning investments other than global equities prior to 30 June 2019, which had a drag on the return. Between 1 April 2017 and 31 August 2021, the performance of the equity portfolio before fees (a good approximation of the NAV total return after costs had these legacy investments not been included), was 65.7% versus the return on the MSCI ACWI Index<sup>4</sup> of 62.8%.

### DISCRETE PERFORMANCE (%)

From To	31-Aug-20 31-Aug-21	31-Aug-19 31-Aug-20	31-Aug-18 31-Aug-19	31-Aug-17 31-Aug-18	31-Aug-16 31-Aug-17
Total shareholder return	28.5	4.9	4.6	8.6	29.9
NAV total return	27.5	6.6	3.0	9.0	23.3
MSCI ACWI total return <sup>4</sup>	24.3	6.7	6.4	10.5	19.0

For an explanation of how we measure performance, please refer to our website<sup>6</sup>.

### Risk warnings

**Past performance is not a reliable indicator of future returns. The value of shares and the income from them can rise and fall, so investors may not get back the amount originally invested. Net Asset Value ("NAV") performance is not the same as share price performance and investors may not realise returns in line with NAV performance. Exchange rate changes may cause the value of overseas investments to go down as well as up and can impact on both the level of income received and capital value of your investment. Investment trusts may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the NAV, meaning that a relatively small movement, down or up, in the value of an investment trust's assets will result in a magnified movement, in the same direction, of that NAV. This may mean that you could get back less than you invested or nothing at all.**

Notes: All data is provided as at 31 August 2021 unless otherwise stated. All figures may be subject to rounding errors. Sources: Investment Performance data is provided by The Bank of New York Mellon Performance & Risk Analytics Europe Limited, Morningstar and MSCI Inc; Key Statistics, Key Facts and Charges data is provided by The Bank of New York Mellon (International) Ltd. NAV and NAV total return is based on NAV including income with debt at fair value, after all manager fees (including Willis Towers Watson's fees) and allows for any tax reclaim when they are achieved. The NAV total return shown in factsheets up to May 2018 was based on NAV excluding income with debt valued at par. ISIN stands for International Securities Identification Number; TIDM stands for Tradable Instrument Display Mnemonics; AIC stands for Association of Investment Companies; and ATST stands for Alliance Trust PLC.

- Total borrowings at par value divided by net assets.
- Total borrowings at par value minus total cash and equivalents, divided by net assets.
- Annual dividend per share divided by share price.
- MSCI All Country World Index Net Dividends Reinvested.
- 1 April 2017 was the date that Willis Towers Watson was appointed investment manager.
- <https://www.alliancetrust.co.uk/>

## KEY STATISTICS

Share Price	1,038.0p
Net Asset Value (NAV) per Share	1,104.2p
Premium (Discount)	(6.0%)

## KEY FACTS

Market Capitalisation	£3,250.7M
Total Assets	£3,842.9M
Net Assets	£3,458.0M
Gross Gearing <sup>1</sup>	9.7%
Net Gearing <sup>2</sup>	8.9%
Net Yield <sup>3</sup>	1.4%
Year End	31 December
Incorporated	21 April 1888
Dividend Paid	Mar, Jun, Sep, Dec
Shares in Issue	313,166,181
Buybacks in August	196,500 shares at a cost of £2.0M (0.06% of the issued share capital)
TIDM	ATST
ISIN	GB00B11V7W98
AIC Sector	Global
Next AGM	April 2022



## CHARGES

Targeted Ongoing Charges Ratio (OCR) <sup>8</sup>	0.65% OR Less
OCR Year to 31 Dec 2020 <sup>9</sup>	0.64%

7. <https://www.theaic.co.uk/income-finder/dividend-heroes>

8. The OCR target of 0.65% is based on NAV reported as at 31 December 2017.

9. The OCR for year to 31 December 2020 was calculated in line with the industry standard using the average of net asset values at each NAV calculation date.

## TOP 20 HOLDINGS

Name	£m	%
Alphabet	199.6	5.2
Facebook	110.0	2.9
Microsoft	109.4	2.8
Amazon	96.9	2.5
Visa	93.9	2.4
Charter Communications	64.1	1.7
Nvidia	63.7	1.7
salesforce.com	60.8	1.6
UnitedHealth Group	46.8	1.2
Taiwan Semiconductor Manufacturing	46.5	1.2
Mastercard	44.6	1.2
GlaxoSmithKline	42.3	1.1
Walt Disney	40.4	1.1
Baidu	40.1	1.0
Booking Holdings	39.8	1.0
Convatec Group	38.4	1.0
SEA	36.2	0.9
Vale	36.1	0.9
ASML	35.4	0.9
Booz Allen Hamilton	34.3	0.9

Top 10 holdings 23.2%

Top 20 holdings 33.2%

The 20 largest stock positions, given as a percentage of the total assets.

# Investment Commentary

For the month of August, the Company's Total Shareholder Return and NAV Total Return were 3.4% and 3.8% respectively, while the MSCI All Country World Index (ACWI) returned 3.6%.

Over the month, the Company's most significant contributor to return was Nvidia Corporation, with an absolute return of 16%. The gaming and technology giant released strong second-quarter results, which were above consensus estimates in revenue and earnings, increasing market confidence in its long-term growth potential. In contrast, Visa Inc was the primary detractor from performance over August, with an absolute return of -6%. Persistent travel restrictions meant that the credit transaction facilitator continued to see reduced cross-border transaction volumes. Despite this, earnings for Visa Inc are expected to accelerate in the coming months given the return to normality globally, and therefore the

Company's stock pickers continue to have strong conviction in Visa and believe that there are significant gains to be made.

Within the Company's portfolio, the position in HCA healthcare, the largest US public hospital provider, was exited as it approached the estimate of fair value. This was replaced with Cigna, another healthcare stock that provides a broad range of medical cover, from pharmacy services to dentistry to over 70 million people. XPO Logistics, a US transportation company, has thrived since March 2020 as the spin-off of their global contract logistics operation (GXO Logistics) unlocked significant value. As such, both XPO and GXO positions were sold given that the valuations had reached targets. They were replaced with a new position in NRG Energy, a US retail electricity provider.

**Past performance is not a reliable indicator of future returns. The mention of any specific shares should not be taken as a recommendation to deal.**

## STOCK PICKERS % OF PORTFOLIO MANAGED



Note: "JUPITER" and JUPITER are the trade marks of Jupiter Investment Management Group Ltd and registered in the UK and as Community Trade Marks and elsewhere.

## ACTIVE SHARE

74%

Active Share is a measure of how actively a portfolio is managed; is the percentage of the portfolio that differs from its comparative index.

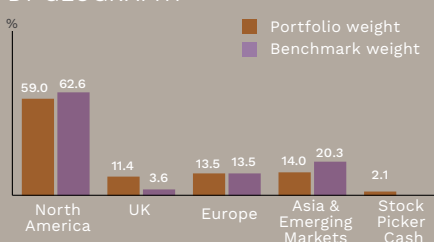
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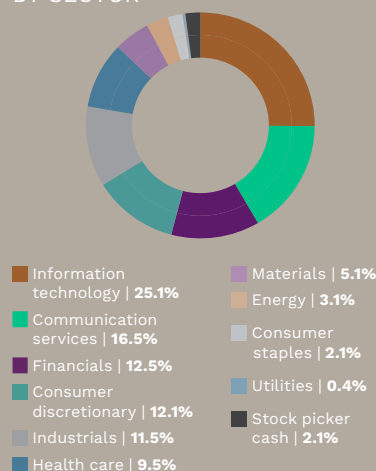
## SIGN UP

If you wish to sign up to the Alliance Trust factsheet, please visit [alliancetrust.co.uk/signup](http://alliancetrust.co.uk/signup)

## PORTFOLIO ALLOCATION BY GEOGRAPHY



## BY SECTOR



## ASSET BREAKDOWN

Assets	% net assets
Portfolio	110.7
Central cash	0.4
Total Assets	111.1
Total borrowings at fair value	-11.1
<b>Total Net Assets</b>	<b>100.0</b>

## Important Information

Alliance Trust is an investment company with investment trust status. Alliance Trust invests primarily in equities and aims to generate capital growth and a progressively rising dividend from its portfolio of investments. Alliance Trust currently conducts its affairs so that its shares can be recommended by Independent Financial Advisers (IFAs) to ordinary retail investors in accordance with the Financial Conduct Authority (FCA) rules in relation to non-mainstream investment products and intends to continue to do so for the foreseeable future. The shares are excluded from the FCA's restrictions which apply to non-mainstream investment products because they are shares in an investment trust. The shares in the Company may also be suitable for institutional investors who seek a combination of capital and income return. Private investors should consider consulting an Independent Financial Adviser who specialises in advising on the acquisition of shares and other securities before acquiring shares. Investors should be capable of evaluating the risks and merits of such an investment and should have sufficient resources to bear any loss that may result. The views, information and data in this publication should not be deemed as a financial promotion or recommendation. Alliance Trust is not authorised to give financial advice.

For security and compliance monitoring purposes, telephone calls may be recorded.

The Alliance Trust Board has appointed Towers Watson Investment Management Limited (TWIM) as its Alternative Investment Fund Manager (AIFM). TWIM is part of Willis Towers Watson. Issued by Towers Watson Investment Management Limited. Towers Watson Investment Management Limited, registered office Watson House, London Road, Reigate, Surrey RH2 9PQ is authorised and regulated by the Financial Conduct Authority, firm reference number 446740.

Notes: All data is provided as at 31 August 2021 unless otherwise stated. All figures may be subject to rounding errors. Sources: Top 20 Holdings, % of Equity Portfolio Managed and Total Trust Assets data is provided by The Bank of New York Mellon (International) Ltd; Equity Portfolio Allocation and Active Share is provided by The Bank of New York Mellon (International) Ltd and MSCI Inc.

10. GQG manages an emerging markets and a global equity mandate for the Company.