

January 2017

# SEILERN BALANCED FUND

FOR PROFESSIONAL INVESTORS ONLY

## OBJECTIVE

To achieve low risk, consistent capital appreciation.

## KEY DATA

### LIQUIDITY:

Weekly at NAV

### FUND INCEPTION DATE:

01/02/1991

### BLOOMBERG:

STXGLBI ID

### ISIN:

IE0007940574

### MANAGEMENT FEE:

1.25% per annum

### FUND SIZE (EURm):

29.8

### NAV as at 31/01/17:

269.94

## CUSTODIAN

### BANK:

Brown Brothers Harriman

### TELEPHONE:

+ (353)1603 6490

## CONTACT

### INVESTMENT MANAGER:

Seilern Investment Management Ltd.

### WEBSITE:

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

### EMAIL:

[investorrelations@seilerninvest.com](mailto:investorrelations@seilerninvest.com)

### PHONE:

+44 (0) 20 7494 1996



## COMMENTARY

The Seilern Balanced Fund was down -0.3% for the full year 2016. Stryx America, which represents 39.2% of the fund, was up +11.9% while Stryx Europa, which represents 39.3% of the fund's allocation, was down -7.9%. The rest of the fund, invested in Stryx Reserve, was down less than -1.0% with the negative interest rate environment continuing to weigh on its performance. The first quarter was marked by fears of deflation as the Chinese economy weakened and the oil price plunged. In the second quarter, the vote in favor of the Brexit heightened the political risks in Europe with initial fears that the United Kingdom may slip into recession. These fears abated in the third quarter, when the UK economy proved to be unexpectedly resilient, although the GBP corrected significantly both against the Euro and the US dollar. In the fourth quarter, the US elections resulted in a strong rally in energy, banking and cyclical shares that the Stryx funds are not exposed to. In parallel, expectations of a stronger economic growth led bond yields to increase significantly. The main questions for 2017 relate to the materialization of the economic agenda in the US; in the meantime, one of the key uncertainties in Europe is political with general elections in both France and Germany later on this year. In this context, despite better yields, we find the risk of owning highly-rated bonds too high given the level of visibility going forward. In relative terms, the valuation of the Stryx equity funds has become attractive again and we are happy with the current weighting.

January 2nd, 2017

## FUND PERFORMANCE

Years	Fund	Years	Fund
1992	9.8%	2005	3.5%
1993	14.1%	2006	7.3%
1994	-10.2%	2007	-1.4%
1995	6.1%	2008	-23.1%
1996	26.2%	2009	12.7%
1997	8.2%	2010	7.9%
1998	7.0%	2011	1.8%
1999	16.5%	2012	12.3%
2000	9.8%	2013	21.4%
2001	0.2%	2014	7.2%
2002	-17.8%	2015	8.5%
2003	4.9%	2016	-0.4%
2004	2.6%	2017 (YTD)	1.4%

## PORTFOLIO ANALYSIS

Currency Exposure	Portfolio	Asset Allocation	Portfolio
Euro	97.2%	Stryx America	39.0%
US Dollar	2.8%	Stryx Europa	39.6%
Other	0.0%	Stryx Reserve	20.8%
		Cash	0.6%

January 2017

# SEILERN BALANCED FUND FOR PROFESSIONAL INVESTORS ONLY

## Important Information

NAVs are sourced from the Fund's custodians.

The Fund is a collective investment scheme that is a sub-fund of Seilern International Funds plc, an open-ended investment company umbrella fund with segregated liability between sub-funds, and registered and domiciled in Dublin, Ireland. In the United Kingdom it is a recognised scheme under s.264 Financial Services and Markets Act 2000 with the Financial Conduct Authority. Full details of the Fund objectives, investment policy and risks are located in the Prospectus which is available with the Key Investor Information Document in English and in an official language of the jurisdictions in which the Fund is registered, together with the Report and Accounts of the UCITS. The Fund's documentation are available free of charge from the Fund's investment manager, Seilern Investment Management Ltd. at [mail@seilerninvest.com](mailto:mail@seilerninvest.com).

Past performance is not a reliable indicator of future results. Investments in any fund, sub-fund, security, financial instrument or product included in this communication are subject to certain risks and the value of an investment and any income derived from it can go down as well as up and investors may not get back their original amount invested. For detailed information on the specific risks to the Fund, please refer to the Fund's Prospectus.

This communication is for information purposes only and does not constitute an offer or invitation to invest in any fund, security, financial instrument or product for which Seilern Investment Management Ltd. provides investment advisory and/or investment management or any other services. The content does not represent and is not intended to constitute advice of any nature nor an investment recommendation or opinion regarding the appropriateness or suitability of any investment or strategy and does not consider the particular circumstances specific to any individual recipient to whom this material has been sent. Any data services and information available from public sources used in the creation of this communication are believed to be reliable. However accuracy is not warranted or guaranteed. Unless stated otherwise the source of all information is Seilern Investment Management Ltd. as of the date indicated above.

Opinions expressed are those of Seilern Investment Management Ltd. as of the date of this communication's publication, and are subject to change. Directors of Seilern Investment Management Ltd. may have direct or indirect holdings in the Fund.

Distribution of this communication and the availability of the Fund and/or any sub-funds may be restricted and the minimum subscription amount may be higher in certain jurisdictions. The product(s) mentioned within this communication (i) may not be registered for distribution in your jurisdiction, and (ii) may only be available to professional or otherwise qualified investors or entities. It is important that potential investors are able to ensure compliance with local regulations prior to making a subscription. Please refer to the offering documentation for additional information.

This communication is issued by Seilern Investment Management Ltd., which is registered in England and Wales (Company Number 2962937) at 43 Portland Place, London, W1B 1QH. Seilern Investment Management Ltd. is authorised and regulated by the Financial Conduct Authority. The fund is a Dublin Registered OEIC.

This communication is not suitable for US persons.