

THE VT PRICE VALUE PORTFOLIO

Focus

The VT Price Value Portfolio is an open-ended UCITS fund incorporated in the UK. The fund's objective is to deliver attractive long term returns.

Investment Philosophy

The fund seeks to invest with specialist 'value' equity managers internationally on an unconstrained basis. The fund also seeks to invest into listed businesses of exceptional quality trading at undemanding multiples. The fund endeavours to invest according to the time-honoured principles of 'value' investing developed by Benjamin Graham.

Fund Facts

Investment Manager	Price Value Partners
Launch Date	16 June 2015
Share Classes	A, B
Currency Classes	GBP, USD, EUR
Dealing, Valuation	Daily 12:00p.m. GMT
Management Fees	A: 0.75% B: 0.50%
ISIN Codes	A £ Acc: GB00BWZMTX09 A £ Inc: GB00BD8PLW60 A \$ Acc: GB00BWZMTY16 A € Acc: GB00BWZMTZ23 B £ Acc: GB00BWZMV016 B £ Inc: GB00BD8PLY84 B \$ Acc: GB00BWZMV123 B € Acc: GB00BWZMV230
Minimum Investment A	£1000 / \$1000 / €1000
Minimum Investment B	£1M; \$1M; €1M

(Variations in historic performance shown by the different currency share classes of the fund relate solely to foreign exchange translation effects, as the underlying holdings are identical.)

Factsheet as at 30 November 2021

Investment Commentary

The GBP A class of the fund recorded a loss of 1.23% for the month of November 2021. This brings the cumulative return of the fund in GBP from inception in June 2015 to 60.01%. The latest net asset value of each of the fund's share classes can be found [here](#).

This year marked the 50th anniversary since the end of the Bretton Woods monetary system. Post 1971, certain regions embarked on other fixed-rate monetary systems, such as the Paris, Plaza and Smithsonian accords. These monetary systems gave way to floating rate exchange in short order, with only the Eurozone countries still favouring a fixed-exchange monetary system. The last fifty years highlight the propensity of monetary systems to change overnight. It is our job as investors to ensure that our capital is held in the form of economic assets that will retain their intrinsic value in whatever monetary system governs us. Bonds are just fiat currency wrappers. By steering clear of government promises and large cash holdings, we are guarding against the permanent loss of capital seen during monetary upheavals. On the 6th January 2002, for example, when Argentina changed its monetary system, investors holding Argentinian Pesos lost 67% of their value. Berkshire Hathaway is a good example of how economic assets can compound strongly over the long term.



The white line charts Berkshire's price per share since 1990; the green line, however, reflects Berkshire's book (economic) value per share. The close nature of their long-term relationship is evident. By focusing on the green line we can try to manage the emotions provoked by volatile share prices. Strong operating firms like Berkshire can and do far outperform the broad market - the pink line. Admittedly, sometimes additional patience is required

Performance History

Period	GBP A Share Class
1 Month	-1.23%
Year-to-date	-0.83%
Since inception (16.06.2015)	60.01%

Past performance is not necessarily a guide to future returns.

The fund is managed independently of any benchmarks.
Chart source: Bloomberg LLP.



THE VT PRICE VALUE PORTFOLIO

Geographic Exposure*

Country	Allocation	Country	Allocation
Australia	29%	US	22%
Europe	17%	Japan	16%
UK	9%	Canada	4%
Vietnam	1%	Other	1%
Cash	1%		

Sector Exposure*

Sector	Allocation	Sector	Allocation
Commodities	45%	Industrials	18%
Consumer	13%	Financials	10%
Technology	8%	Real Estate, Infrastructure	4%
Utilities	1%	Cash	1%

Major Holdings*

Samarang Japan Value Fund	14.2%
Ramelius Resources Ltd	9.4%
Argos Argonaut Fund	8.6%
CMC Markets plc	6.3%
Weis Markets Inc	5.4%
Seaboard Corp.	5.2%
Mueller Industries Inc	5.0%
Perseus Mining Ltd	4.7%
Kirkland Lake Gold Ltd	4.3%
Halley Asian Prosperity Fund	3.9%

Fund Metrics*

Price to earnings ratio	16.0x
Price to book ratio	1.8x

*as at 30 November 2021

Important Information

Past performance is not necessarily a guide to future returns. The value of investments and the income from them may go down as well as up and is not guaranteed. An investor may not get back the amount originally invested. Price Value Partners Ltd does not give you investment advice so you will need to decide if an investment is suitable for you. Before investing in the fund please read the Key Information Document and Prospectus (and take particular note of the risk factors detailed therein). If you are unsure whether to invest you should contact a financial advisor. We have taken all reasonable steps to ensure that the above content is correct at the time of publication. However, markets are volatile and the portfolio may change at any time. If you no longer wish to receive these commentaries, please let us know and we will remove you from our distribution list, which is opt-in exclusively.

Investment Commentary

for the cash operations to be reflected in the price. The 'book value chart' of all our investee firms mirror that of Berkshire's, driven by continued strong operations.

We received welcome acquisition updates from two of our favoured miners. Ramelius (down 0.3% for the month) completed its off-market acquisition of Apollo Consolidated. Apollo's 1.1m ounces of gold resources will boost Ramelius' existing 272k ounce annual production profile dramatically, adding 100k ounces a year over an initial ten-year life of mine. This is a huge increase in production capability and is the kind of value-accretive expansion which over-capitalised firms can execute through their excess cash reserves. Building a third production centre to process the additional resources will cost c. A\$90m, but at the current gold price, Apollo's 1.1m ounces will generate cash-flow from operations of c. A\$1.37bn. Despite this step change in operations, Ramelius remains down 40% from its high in Q3 2020.

Silver Lake (down 2.1% on the month) also continues to trade 40% below its high. The firm announced plans to acquire Harte Gold which operates the Sugar Zone mine in Ontario, Canada. The firm has already acquired \$67m of Harte's debt and has made a formal bid of \$114m to become the sole owner of the Sugar Zone tenements. As the firm is in administration, Harte's directors now have six weeks to find a more attractive offer which Silver Lake can outbid in turn. Sugar Zone is expected to produce 797k ounces of gold over 9 years, which again represents a dramatic increase on Silver Lake's current annual production of 242k ounces. This is, again, a transformational step change in Silver Lake's operations. The acquisition should drive a dramatic increase in Silver Lake's cash operations and ultimately the firm's share price.

The disparity between our miners' strong operations and comparatively low share prices is stark. The negative sentiment could be blamed on the rise of cryptocurrencies or on the utterances of policy makers trying to downplay the monetary inflation that continues to occur. But in the short term, the market is always irrational. As the Berkshire chart highlights, over the medium term the stock market is a weighing machine. We'll maintain our focus on those cash operations that will ultimately drive the fund back up to new highs and beyond.

Fund Platforms

The fund is available on the following platforms:

AJ Bell	Aviva	Allfunds
Alliance Trust	Ascentric	Brewin Dolphin
Co-Funds	TD Direct	Hargreaves Lansdown
James Hay	Transact	Novia
Nucleus	Stocktrade	Old Mutual Wealth