



The Fund

The European Enhanced Income Fund aims to provide a high level of income along with some capital growth through holding a portfolio of mainly European companies. The fund uses a covered call strategy to boost income and targets a yield of 1.25 times the MSCI Europe ex-UK Index. For full investment objective and policy details please refer to the Prospectus.

Key information

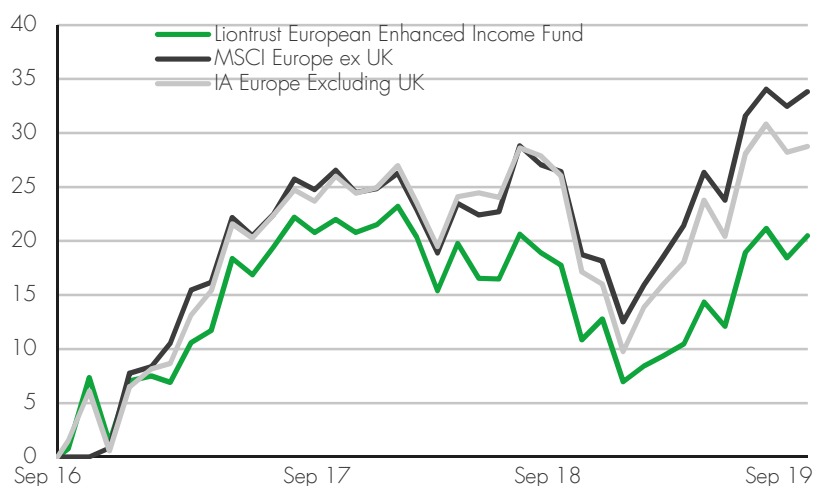
Class Launch Date	14.09.16
Comparator Benchmark	MSCI Europe ex UK
Comparator Benchmark	IA Europe Excluding UK
Fund Size [^]	£41.7m
Number of Holdings	53
Benchmark Yield	3.25%
Net Underlying Yield ^{^^}	4.41%
Active Share [*]	82.52%

[^]Fund AUM shown is in the base currency of the fund.

Our experienced fund management team

Olly Russ and Oisín O'Leary have a combined 25 years of investment and capital markets experience. Olly joined Liontrust in July 2016, having started his career at investment boutique Orbitex in 1998. At Orbitex, Olly worked on European Equity and UK Income funds and was responsible for running the Orbitex UK Equity Fund from its inception in March 2000. In 2002, Olly moved to Invicta Investment Management, a privately owned hedge fund, before joining Neptune Investment Management as a fund manager and financial analyst. He moved to Argonaut Capital in 2005. Oisín joined Liontrust in June 2017, having previously been an investment analyst at Argonaut Capital Partners across the company's range of funds from September 2015. He was also formerly an investment analyst at Maris Capital and a debt capital markets analyst at HSBC Bank.

Performance since manager inception date (%)



Discrete years' performance (%)

To previous quarter 12 months ending:	Sep 19	Sep 18	Sep 17
Liontrust European Enhanced Income Fund	2.3	-2.5	19.9
MSCI Europe ex-UK Index	5.8	1.3	21.4
IA Europe ex-UK sector average	2.2	1.9	21.9
Quartile ranking	2	4	4

Cumulative performance (%)

	1 month	3 months	6 months	YTD	1 year	3 years	Since inception
Liontrust European Enhanced Income Fund	1.7	1.3	9.1	12.6	2.3	19.6	20.5
MSCI Europe ex-UK Index	1.0	1.7	10.2	18.9	5.8	30.3	33.8
IA Europe ex-UK sector average	0.4	0.5	9.1	17.3	2.2	26.9	28.8
Quartile ranking	1	1	4	3	2	4	4

Source: Financial Express, as at 30.09.19, total return, bid-to-bid, net of fees, income reinvested

Key risks: Past performance is not a guide to future performance. Investment in the Fund carries the risk of potential total loss of capital. The Fund writes out of the money call options to generate additional income. These call options will be "covered". Unitholders should note that potential capital growth of the Fund would be capped if these call options are exercised against the Fund and the Fund's capital returns are likely to be lower than the market in periods of rapidly rising share prices. The Fund's expenses are charged to capital. This has the effect of increasing dividends while constraining capital appreciation. Investment decisions should not be based on short-term performance. Investment in the Fund involves a foreign currency and may be subject to fluctuations in value due to movements in exchange rates. Discrete performance data is not available for five full 12 month periods due to the launch date of the portfolio.

^{^^}The amount of income generated for distribution after deducting all expenses. ^{*}The fraction of a fund invested differently to its benchmark. A 100% active share is a fund with no holdings in the benchmark, a 0% active share is a fund identical to the benchmark.

EUROPEAN ENHANCED INCOME

Sector breakdown (%)

Financials	26.3	
Industrials	16.4	
Consumer Discretionary	9.7	
Consumer Staples	8.6	
Communication Services	8.5	
Healthcare	7.6	
Utilities	5.6	
Materials	4.1	
Energy	4.1	
Real Estate	1.9	
Other	1.7	

Top 10 holdings (%)

Marine Harvest	2.9
Vinci	2.9
Terna SpA	2.9
Zurich Insurance Group AG	2.8
Roche	2.8
Air Liquide	2.6
Gjensidige Forsikring	2.6
Novartis	2.5
Endesa	2.5
Banca Farmafactoring	2.4

Geographic breakdown (%)

France	18.8	
Sweden	15.7	
Germany	13.6	
Switzerland	12.0	
Norway	10.0	
Italy	9.6	
Finland	4.4	
Spain	4.0	
Other	6.4	
Cash and Derivatives	5.5	

Allocation (%)

Equity	94.5
Cash and Derivatives	5.5

Additional information

Minimum initial investment	£5,000,000
Minimum additional investment	£100,000
Ex-dividend date	1 March (Final) 1 June 1 September 1 December
Distribution date	31 January 30 April (Final) 31 July 31 October
Sedol code	BZCOHB2
Bloomberg code	LTEEIII LN
ISIN code	GB00BZCOHB25

Risk ratios

Annualised over 36 months

Alpha	-2.43%
Beta	0.96
Information Ratio	-0.80

Annualised over 260 weeks

Volatility	14.73%
Benchmark volatility	14.40%

Where the Fund has a short track record, the ratios shown may be based upon the historic data of the Fund as well as a representative fund or the ratio may be calculated over a shorter time period.

Charges

Initial charge	0.00%
Ongoing Charges Figure*	0.93%
Included within the OCF is the Annual Management Charge**	0.75%

*The Ongoing Charges Figure (OCF) covers all aspects of operating a fund during the course of its financial year. These include the annual charge for managing the fund, administration and independent oversight functions, such as trustee, depository, custody, legal and audit fees. The OCF **excludes** portfolio transaction costs except for an entry/exit charge paid by the Fund when buying or selling units in another fund. This will have an impact on the realisable value of the investment, particularly in the short term. **These are the annual costs of running and managing the Fund.

Important information

This document provides information about the Liontrust European Enhanced Income Fund ('the Fund') and Liontrust Fund Partners LLP ('the Manager'). Liontrust Fund Partners LLP (2 Savoy Court, London WC2R 0EZ) is authorised and regulated in the UK by the Financial Conduct Authority (FRN 518165) to undertake regulated investment business. This document does not constitute or form part of, and should not be construed as, an invitation to buy or sell units and neither this document nor anything contained or referred to in it shall form the basis of, or be relied on in connection with, any offer or commitment whatsoever. The value of units and the income generated from them, can fall as well as rise and are not guaranteed; investors may not get back the amount originally subscribed. Equity investments should always be considered as long term. Investors should not purchase the Fund referred to in this document except on the basis of information contained in the Fund's Prospectus. We recommend that investors who are not professional investors should contact their professional adviser. The Fund's Prospectus and Key Investor Information Document (KIID) are available from www.liontrust.co.uk or direct from Liontrust.

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