



Aberforth Split Level Income Trust plc

Monthly Factsheet

30 September 2023

Fund structure

The Fund is a split capital investment trust – a type of investment company, or collective investment fund – with Premium (Ord) & Standard (ZDP) share listings on the Main Market of the London Stock Exchange.

Manager: Aberforth Partners

The Fund is managed by Aberforth's investment team of six fund managers:

Sam Ford	Jeremy Hall
Euan Macdonald	Rob Scott Moncrieff
Peter Shaw	Christopher Watt

Further information on the investment team is available at www.aberforth.co.uk.

Investment universe: NSCI (XIC)

The Fund's primary investment universe is the Numis Smaller Companies Index (excluding Investment Companies). This index is rebalanced every January and its profile at the date of this Factsheet was:

Number of companies	334
Total market value	£133bn
Largest constituent	£2.3bn
Largest constituent if index rebalanced at Factsheet date	£1.6bn

Key Fund information

Total investments	£195m
Number of investments	63
Active share	76.6%
Gearing – ZDP shares	£59m
Net gearing	37.5%
Total net assets	£142m
Ord share NAV	74.43p
Ord share price	69.70p
Ord discount/(premium)	6.3%
ZDP share NAV (Accounts basis)	123.92p
ZDP share price	119.50p
ZDP discount/(premium)	3.6%

Fees & charges

Management fee* (12m to 30 Jun 23)	1.01%
Performance fee	None
Ongoing charges (at 30 Jun 23 & includes Management fee)	1.26%

* Further details of the Management fee are available at www.aberforth.co.uk.

Yield & dividends (Ord)

Yield	7.2%
1 st interim dividend (paid 8 Mar 23)	1.70p
2 nd interim dividend (paid 31 Aug 23)	3.30p

Objective

The Fund's objective is to provide Ordinary (Ord) shareholders with a high level of income, with the potential for income and capital growth, and to provide Zero Dividend Preference (ZDP) shareholders with a pre-determined final capital entitlement of 127.25p per ZDP share on the planned winding up date of 1 July 2024.

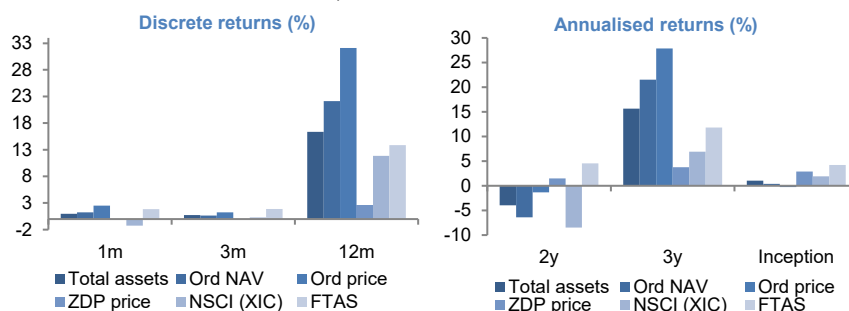
Investment style: Value

Aberforth are value investors who buy shares in companies that they calculate to be selling below their intrinsic value. This is determined through detailed financial and industrial analysis, combined with a valuation approach that focuses on both stockmarket and corporate worth.

Investment performance (annualised total returns)

Growth (%)	1m	3m	12m	2y	3y	Inception
Total assets	1.0	0.7	16.3	-4.0	15.7	1.0
Ord NAV	1.2	0.6	22.1	-6.4	21.5	0.4
Ord price	2.5	1.2	32.1	-1.4	27.8	-0.3
ZDP price	0.0	0.0	2.6	1.5	3.8	2.9
NSCI (XIC)	-1.3	0.3	11.8	-8.5	6.9	1.9
FTAS	1.8	1.9	13.8	4.5	11.8	4.2

Notes: 1m & 3m returns not annualised; Inception = 30 Jun 17; FTAS = FTSE All-Share Index.



Monthly investment commentary: September

The cost of energy, in the form of oil, and the cost of money, in the form of government bond yields, rose in September. The oil price was up by 11%, while the US ten year yield added nearly 50bps, to end the month at a level last recorded in 2007. UK equities proved relatively resilient. While the S&P 500 fell by 4.9%, the FTSE All-Share gained 1.8%, helped by lower starting valuations and by its oil & gas weighting. The Fund's gain of 1.0% compared favourably with the NSCI (XIC)'s decline of 1.3%.

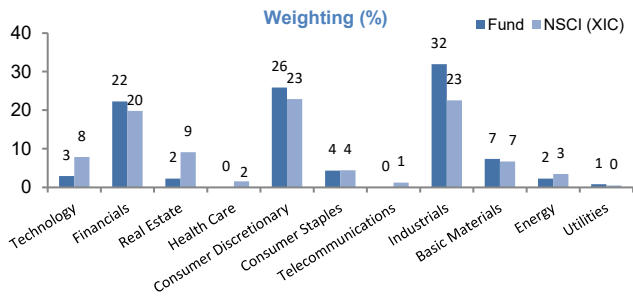
Winners for the Fund included **Galliford Try**, the contractor, which reported improved profits and steady progress towards its targets for 2026. Shares in **Wincanton**, the logistics company, reacted well to the announcement of much improved terms for its triennial pension valuation. Its significant actuarial deficit in 2020 has swung into surplus, meaning the company can cease additional contribution payments to the scheme. **Vistry**, the housebuilder, was also a strong contributor to performance, after it announced a strategic shift toward focussing the business on partnerships with third party providers of capital.

The main loser in the month was **Videndum**. This supplier of photographic and broadcast accessories has been afflicted by a weaker consumer backdrop and by the Hollywood writers' strike. Delayed interim results revealed the impact on the balance sheet and raised the prospect of disposals or equity issuance. The company's medium term prospects still appear good, but clarity about funding and the resolution of the strike are the immediate priority.

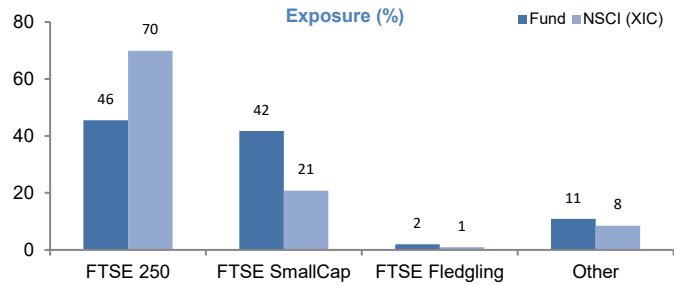
Top 10 equity investments

Name	Activity	%
Vesuvius	Metal flow engineering	3.4
Rathbones Group	Private client fund manager	3.3
Redde Northgate	Van rental	3.2
Wilmington	Business publishing & training	3.1
Wincanton	Logistics	3.0
FirstGroup	Bus & rail operator	3.0
Morgan Advanced Materials	Manufacture of carbon & ceramic materials	2.9
International Personal Finance	Home credit provider	2.9
Centamin	Gold miner	2.8
Close Brothers Group	Bank, stockbroker & private client fund manager	2.7

Sector exposure



Size exposure



Gearing

The Fund's Ord shares are geared by the capital entitlement of the ZDP shares which will rise continuously until the planned winding up date of 1 July 2024. The net gearing figure shown in the Key Fund information section is the percentage by which the total value of investments exceeds the total net assets.

Hurdle rates & redemption yields

The Fund's latest hurdle rates and redemption yields are available from the ZDP Analytics section of the AIC website at www.theaic.co.uk.

Data sources & calculations

All data supplied by Aberforth, except NSCI (XIC) data (from Numis/Paul Marsh and Elroy Dimson – London Business School) and FTSE data (from FTSE International Limited).

Performance returns are total returns after all expenses and assume reinvestment of dividends. Yield is based on the Fund's trailing 12 months' dividends (excluding Specials). Active share is a measure of how the Fund's portfolio differs from the NSCI (XIC). Small companies are represented by the NSCI (XIC). Large companies are represented by the FTAS.

Risk warnings

Investments in shares of smaller companies are generally considered to carry a higher degree of risk as the market for their shares may be less liquid than that for shares of larger companies, making shares of smaller companies more difficult to buy and sell.

The performance of shares of smaller companies may be more volatile than the shares of larger companies over short time periods; therefore investors should regard such investments as long term.

There can be no guarantee that the investment objective of the Fund will be achieved or provide the dividends and returns sought by the Fund.

An investment in the Fund is only suitable for investors who are capable of evaluating the merits and risks of such an investment and who have sufficient resources to be able to bear any losses which may arise from such an investment (which may be equal to the whole amount invested). Such an investment should be regarded as long term in nature and complementary to existing investments in a range of other financial assets and should not form a major part of an investment portfolio.

An investment trust is a public limited company, the shares of which are traded on the Main Market of the London Stock Exchange. Accordingly, the ability of shareholders to sell their shares will be dependent on the market price of the shares. The shares may trade at a discount or premium to their net asset value.

Investment trusts may borrow money in order to make further investments. This is known as gearing. The effect of gearing can enhance returns to shareholders in rising markets but will have the opposite effect on returns in falling markets.

The Fund's Ordinary shares (Ords) are geared by the Zero Dividend Preference shares (ZDPs) and rank for repayment of capital after the ZDPs and any creditors of the Fund. A positive net asset value for the Ords will be dependent upon the Fund's assets being sufficient to meet the prior capital entitlements of the holders of the ZDPs. The Ords should therefore be regarded as carrying above average risk. The ZDPs are not a protected or guaranteed investment. In particular, should the Fund be wound up prior to its planned winding up date, holders of ZDPs would only receive their accrued capital entitlement to the date of winding up - which would be less than the final anticipated capital entitlement of the ZDPs.

Aberforth Partners LLP does not provide retail investors with investment advice.

This document has been issued for information purposes only. It does not contain any investment recommendations or an invitation to invest in the Fund. Investors should seek advice from an authorised financial adviser prior to making investment decisions.

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Security codes & other information

Ord shares	ZDP shares	Other information
SEDOL: BYPBD39	SEDOL: BYPBD51	Launched: 3 Jul 17
ISIN: GB00BYPBD394	ISIN: GB00BYPBD519	Next year-end: 30 Jun 24
TIDM: ASIT	TIDM: ASIZ	LEI: 21380013QYW082NZV529
Shares in issue: 190,250,000	Shares in issue: 47,562,500	Planned winding-up: 1 Jul 24
Market value: £133m	Market value: £57m	

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