


Gill Lakin
Fund manager

Sean Standen

WAY Global Red Active Portfolio

A unit trust managed by
Brompton Asset Management

Fund manager's commentary

The Federal Reserve raised interest rates and investors' expectations about further monetary tightening in 2017. Near-full US employment and stronger commodity prices are fostering inflation. The dollar gained 1.11% against the pound and US equities rose 3.11% in sterling while global equity markets gained 3.57% in sterling. The WAY Global Red Active Portfolio benefited from its holdings in international equity and bond funds, including those with significant dollar-denominated investments. Rising inflation expectations and bond yields heralded a change of leadership in favour of funds with a "value-investing" approach such as GLG Japan Core Alpha, which typically invests in lowly-valued, cyclical companies in preference to so-called "bond proxies", those stable, cash-generative businesses preferred by investors since the credit crisis. The dollar-hedged holding of this fund also benefited from the dollar's strength, gaining 7.00% and outperforming the 3.13% rise by Japanese equities in sterling. It may be hard for active managers to outperform in this environment and the portfolio benefited from its index-tracking holdings such as the SPDR S&P US Financials Select and iShares S&P SmallCap 600 exchange-traded funds (ETFs), which gained 5.02% and 4.44% respectively. Oil rose 7.80% in sterling following an Opec agreement on production cuts, helping the SPDR World Energy ETF to gain 4.79%. Fidelity Germany also outperformed, returning 8.15%, making it the portfolio's biggest gainer over the month. Among the portfolio's fixed income investments, Templeton Global Bond outperformed, returning 4.43%. The WAY Global Red Active Portfolio gained 3.04%† in December while the sector gained 2.53%.

Financial data source: Thomson Reuters 31 December 2016. † E Inc shares

Portfolio breakdown*

UK fixed income
iShares UK Gilts 0-5 Yrs
M&G UK Inflation Linked Corporate Bond

Global fixed income
Templeton Global Bond

Alternatives
Trojan

UK equity
Liontrust Special Situations
Fidelity Index UK

Europe ex-UK equity
Schroder European
Fidelity Germany

US equity
iShares Core S&P 500
iShares S&P SmallCap 600
SPDR S&P US Financials Select

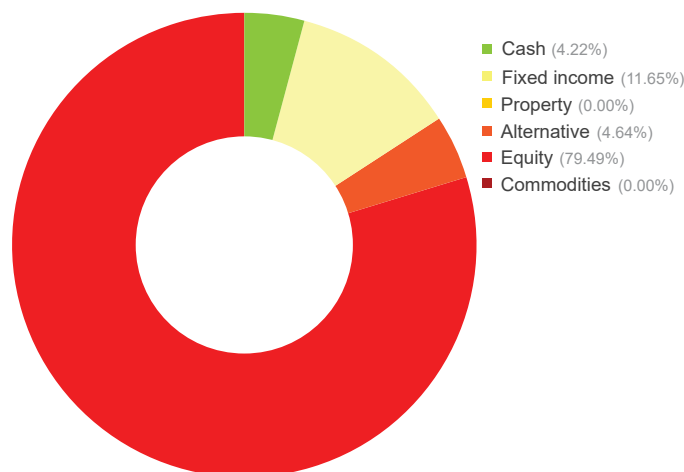
Japanese equity
Lindsell Train Japanese Equity
GLG Japan CoreAlpha (\$-hedged)

Emerging market equity
Schroder Small Cap Discovery
Stewart Investors Indian Subcontinent
Goldman Sachs Emerging Markets Equity

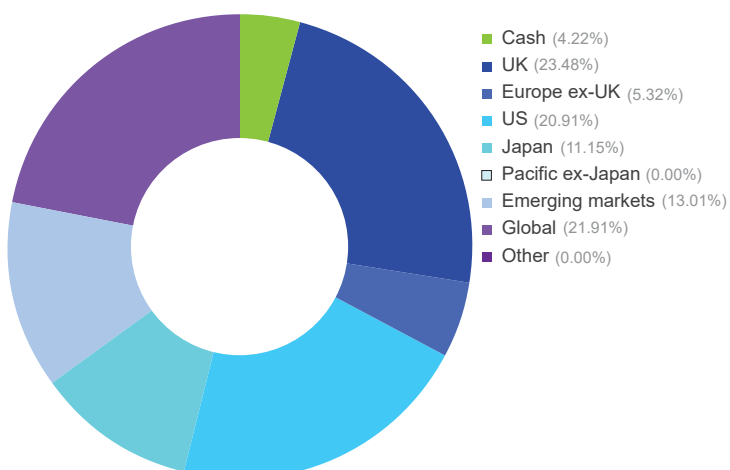
Global equity
iShares Core MSCI World
Powershares FTSE All World 3000
SPDR MSCI World Energy

* excluding cash

Asset allocation



Geographic allocation



Investment objective

The objective of the fund is to provide maximum capital growth from an actively managed and diversified portfolio of collective investment schemes selected from markets worldwide.

Key facts

Fund size	£48.8 million
IA sector	Flexible Investment
Base currency	Sterling
Valuation point	Noon
Launch date	9 December 1991

The fund is managed with a 0% target yield.

T Income Shares

Launch date	15 January 2013
Launch price	100p
Price at 31/12/16	149.54p
Minimum investment	£10,000
Minimum regular savings	N/A
Investment management fee	1.3%
Initial charge	2%
Total expense ratio	2.14%
Year end	31 March
Distribution date	31 May
Structure	Unit trust
SEDOL code	B99K1J9
ISIN code	GB00B99K1J99

T class shares are for use within the WAY IHT plans.

E Income & Accumulation Shares

Launch date	15 January 2013
Launch price	100p
E Inc price at 31/12/16	151.63p
E Acc price at 31/12/16	152.13p
Minimum investment	£10,000
Minimum regular savings	£100
Investment management fee	1%
Initial charge	2%
Total expense ratio	1.84%
Year end	31 March
Distribution date	31 May
Structure	Unit trust
Inc SEDOL code	B970YR0
Inc ISIN code	GB00B970YR05
Acc SEDOL code	B96VT46
Acc ISIN code	GB00B96VT465

E class shares are available for direct fund investment. For information, please ring the dealing line, 01202 855856.

Please see overleaf for performance and other important information

WAY Global Red Active Portfolio (continued)

A unit trust managed by
Brompton Asset Management

Investment objective & policy

The objective of the fund is to provide maximum capital growth from an actively-managed and diversified portfolio of collective investment schemes selected from markets worldwide. The assets of the fund will be managed in such a way that the units in the fund will be qualifying investments for Individual Savings Accounts. The use of derivatives is not permitted but borrowing will be permitted on a temporary basis under the terms of the regulations. Although the fund will normally remain fully invested, the property of the fund may consist of up to 10% cash or near cash where this may be reasonably regarded as necessary in order to enable the pursuit of the fund's objective, the redemption of units and the efficient management of the fund in accordance with its objectives or other purposes which may be reasonably regarded as ancillary to the objectives of the fund.

Performance†

Percentage growth for 10 years to 31 December 2016

WAY Global Red Active Portfolio E Inc* v IA Flexible Investment



Discrete period performance (%)	Year to 31 Dec 2016	Year to 31 Dec 2015	Year to 31 Dec 2014	Year to 31 Dec 2013	Year to 31 Dec 2012
WAY Global Red Active E Inc	17.02	6.44	0.57	21.44	13.38
IA Flexible Investment	14.37	2.25	4.86	14.57	9.70
Quartile ranking	2	1	4	1	1

Cumulative performance (%) to 31 December 2016	1 month	3 months	6 months	12 months	10 years
WAY Global Red Active E Inc	3.04	4.19	13.49	17.02	69.66
IA Flexible Investment	2.53	3.14	11.26	14.37	61.75
Quartile ranking	2	2	2	2	2

*Source: Lipper, NAV-NAV, sterling. The E Income share class launched on 15 January 2013. Performance history prior to that date is that of the AAcc share class. The backdated performance is based upon the actual returns of the AAcc share class with no alteration for differing fee levels between these share classes.

† Brompton took over management of the fund on 20 December 2013.
Past performance is not an indicator of future performance.

Important information

For full details of the fund and its risks please refer to the prospectus or simplified prospectus, which can be found on the Brompton Asset Management website, www.bromptonam.com. The value of assets and income generated from them may fall as well as rise. Investors are unlikely to receive income and, on disposal, may not receive all their capital back. Past performance is not an indicator of future performance.

Brompton is not authorised to give investment advice. Please obtain professional advice before making an investment decision. Issued by Brompton Asset Management LLP, which is a limited liability partnership registered in England and Wales under registered number OC349309 and is authorised and regulated by the Financial Conduct Authority. Registered office: 1 Knightsbridge Green, London, SW1X 7QA. WAY Fund Managers Limited is the unit trust manager of the WAY Global Blue Managed Portfolio and is authorised and regulated by the Financial Conduct Authority. Registered office: Cedar House, 3 Cedar Park, Cobham Road, Wimborne, Dorset BH21 7SB.

For further information including details of all share classes please visit our website at www.bromptonam.com