Temple Bar Investment Trust Plc

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Monthly factsheet – 31 July 2024

Market commentary

The FTSE All-Share Index performed well in the month with the more domestically focused FTSE 250 outperforming the more internationally focused FTSE 100. Second quarter UK GDP was stronger than expected and UK inflation remained in line with the Bank of England target of 2%, however core and services inflation came in higher-than-expected. Commodities were weak in July with significant declines in the oil price. Towards the end of the month there was a wider risk off shift in markets caused by a rotation out of tech stocks to small cap names in the US.

The portfolio performed well in the month with the largest contributors to performance being **Marks & Spencer**, and banks **Barclays** and **NatWest Group**. Performance was negatively impacted by a fall in the share price of **Stellantis**.

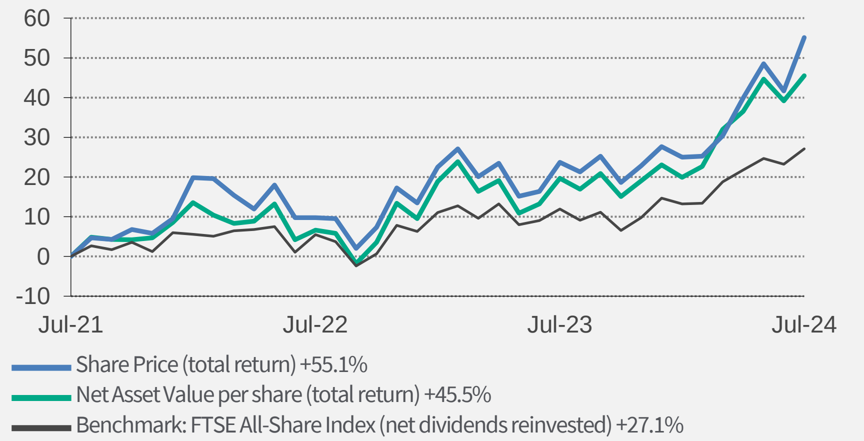
NatWest and Barclays, continue to benefit from the pickup in net interest margins and a benign loan loss cycle. NatWest reported a strong set of results which helped the share price rise 18% over the month. Barclays announce their next set of results in August.

Marks & Spencer saw its share price hit the highest level since 2017. The company continues to perform well from an operational perspective and is making good progress towards its longer-term operating margin targets in food and clothing as well as taking higher market share.

Stellantis has seen some softening in its end markets and is in the process of launching many new models. The combination of these two factors has resulted in some profit downgrades for 2024. Nevertheless, the company is still expected to generate around €4.4 of earnings per share for the current year, placing the shares on a p/e ratio of around 3.6x, whilst offering a dividend yield of 9%.

Despite the strong returns that the Trust has enjoyed over the last eighteen months, we believe that its portfolio of stocks continues to look very undervalued. In our opinion, today's most attractive valuations continue to be found in sectors such as banks, insurance, energy, media and consumer cyclicals.

Three-year performance (%)



Past performance is not a guide to future performance. The value of investments and the income from them may fall as well as rise and is not guaranteed; an investor may receive back less than the original amount invested.

Source: Morningstar

Sector and geographic analysis (%)*

Sector	%
Financials	30.6%
Energy	16.5%
Consumer Discretionary	14.3%
Communications	11.3%
Materials	8.0%
Industrials	5.3%
Consumer Staples	4.5%
Information Technology	3.2%
Healthcare	3.1%
Utilities	2.5%
Cash & Equivalents	0.7%

Geography	%
United Kingdom	76.4%
Netherlands	9.0%
France	4.7%
United States	4.6%
Japan	1.7%
Hong Kong	1.1%
Canada	1.1%
Germany	0.7%
Cash & equivalents	0.7%

* Exposures expressed as a % of the gross assets (investments plus cash) of the Company.

Trust objective

To provide growth in income and capital to achieve a long-term total return greater than the benchmark FTSE All-Share Index, through investment primarily in UK securities. The Company's policy is to invest in a broad spread of securities with typically the majority of the portfolio selected from the constituents of the FTSE 350 Index.

Top 10 equity holdings

		(%)
NatWest	Financials	7.0
Shell	Energy	6.6
Barclays	Financials	5.4
BP	Energy	5.3
ITV	Communications	4.9
TotalEnergies	Energy	4.7
Marks & Spencer	Consumer Staples	4.5
Aviva	Financials	4.5
NN	Financials	4.2
Anglo American	Materials	4.0
Total		**51.1**

No of holdings: 34

Financial data

Gross Assets	£901.0m
Share price (p)	283.50
NAV (p) (cum income)*	292.86
Premium/(Discount), Cum income*	(3.2%)
Historic net yield	3.5%
Net gearing*	7.1%

*Calculated with debt at fair value

Dividend history

Type	Amount (p)	XD date	Pay date
1st interim – 2024	2.50	30.05.24	28.06.24
4th interim – 2023	2.50	07.03.24	02.04.24
3rd interim – 2023	2.50	30.11.23	29.12.23
2nd interim – 2023	2.30	24.08.23	29.09.23

Performance (total return)

Past performance is not a guide to future performance. The value of investments and the income from them may fall as well as rise and is not guaranteed; an investor may receive back less than the original amount invested. This Company may not be appropriate for investors who plan to withdraw their money within the short to medium term.

Cumulative returns (%)

	Share Price	NAV	FTSE All-Share
1 month	9.5	4.5	3.1
3 months	10.9	6.6	4.4
3 year	55.1	45.5	27.1
5 year	39.9	35.0	32.4
10 year	73.0	77.4	83.9
Since 30/10/2020	133.9	120.8	66.2

	Share Price	NAV	FTSE All-Share
31.07.23 - 31.07.24	25.4	21.6	13.5
31.07.22 - 31.07.23	12.7	12.2	6.1
31.07.21 - 31.07.22	9.8	6.6	5.5
31.07.20 - 31.07.21	52.7	51.6	26.6
31.07.19 - 31.07.20	-40.9	-38.8	-17.8

Performance, price and yield information is sourced from Morningstar as at 31.07.24.

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Trust facts

Launch date: 1926

ISIN: GB00BMV92D64

Sedol: BMV92D6

Ticker: TMPL

Year end: 31 December

Dividends paid: Quarterly in April, June, September and December

Benchmark : FTSE All-Share

Association of Investment Companies (AIC) sector: UK Equity Income

ISA status: May be held in an ISA and Junior ISA

Capital structure:
Ordinary shares in issue:
286,516,158 in circulation
47,847,667 in treasury

Debt:
4.05% private placement loan 2028 £50m
2.99% private placement loan 2047 £25m

Ongoing charge: 0.56%, effective 31 December 2023 Includes a management fee of 0.325%. Excludes borrowing and portfolio transaction costs.

AIFM, Administrator & Company Secretary: Frostrow Capital LLP (effective from 1 July 2023)

Portfolio Manager: RWC Asset Management LLP (effective from 30 October 2020)

Portfolio Management Team: Ian Lance and Nick Purves

Registrar: Equiniti Financial Services Limited

Depositary & Custodian: Bank of New York Mellon

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Risk warnings

This document is for information purposes only and does not constitute an offer or invitation to purchase shares in the Company and has not been prepared in connection with any such offer or invitation. Before investing in the Company, or any other investment product, you should satisfy yourself as to its suitability and the risks involved, and you may wish to consult a financial adviser.

Any return you receive depends on future market performance and is uncertain. The Company does not seek any protection from future market performance so you could lose some or all of your investment. For information on the principal risks the Company is exposed to please refer to the Company's Annual Report, Key Information Document or Investor Disclosure Document, available at https://www.templebarinvestments.co.uk/documents/.

Company share price risk

Shares in the Company are bought and sold on the London Stock Exchange. The price you pay or receive, like other listed shares, is determined by supply and demand and may be at a discount or premium to the underlying net asset value of the Company. Usually, at any given time, the price you pay for a share will be higher than the price you could sell it.

Borrowing/leverage risk

The Company has increased its exposure to investments via borrowings and this could potentially magnify any losses or gains made by the Company.

The Company's gearing and discount management policies can be found at https://www.templebarinvestments.co.uk/ investment-approach/investment-policies/

Interest rate

The value of fixed income assets & liabilities (e.g. bonds) tends to decrease when interest rates and/or inflation rises and increase when interest rates and/or inflation falls.

Concentration risk

The Company's portfolio may be concentrated in a limited number of geographical regions, industry sectors, markets and/or individual positions. This may result in large changes in the value of the portfolio, both up or down, which may adversely impact the Company's performance.

Target market

The Company is suitable for investors seeking an investment that aims to deliver total returns over the longer term (at least five years), is compatible with the needs for retail clients, professional clients and eligible counterparties and is eligible for all distribution channels.

The Company may not be suitable for investors who are concerned about short-term volatility and performance, have low or no risk tolerance or are looking for capital protection, who are seeking a guaranteed or regular income, or a predictable return profile. The Company does not offer capital protection.

Value assessment

Frostrow Capital LLP has conducted an annual value assessment on the Company in line with Financial Conduct Authority (FCA) rules set out in the Consumer Duty regulation. The assessment focuses on the nature of the product, including benefits received and its quality, limitations that are part of the product, expected total costs to clients and target market considerations.

Within this, the assessment considers quality of services, performance of the Company (against both benchmark and peers), total fees (including management fees and entry and exit fees as applicable to the Company) and considers whether vulnerable consumers are able to receive fair value from the product.

Frostrow Capital LLP concluded that the Company is providing value based on the above assessment.

Important information

This financial promotion is issued by Frostrow Capital LLP which is authorised and regulated by the Financial Conduct Authority ("FCA").

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