

<b>Launch Date</b>	12 May 1999
<b>Gross Assets</b>	£47.8m
<b>Net Assets</b>	£29.6m*
<b>Bank Debt</b>	£Nil
<b>Core Dividend Yield</b>	8.8%**
<b>Yield including Special</b>	8.8%***

### INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Company is to provide Ordinary shareholders with a high income and opportunity for capital growth, having provided a capital return sufficient to repay the full final capital entitlement of the Zero Dividend Preference shares issued by the wholly owned subsidiary company SDV ZDP 2025 PLC.

The Company's investment policy is that:

- The Company will invest in equities in order to achieve its investment objectives, which are to provide both income and capital growth, predominantly through investment in mid and smaller capitalised UK companies admitted to the Official List of the UK Listing Authority and traded on the London Stock Exchange Main Market, traded on AIM or traded on other qualifying UK marketplaces.
- The Company will not invest in preference shares, loan stock or notes, convertible securities or fixed interest securities or any similar securities convertible into shares; nor will it invest in the securities of other investment trusts or in unquoted companies. The Company may retain investments in companies which cease to be listed after the initial investment was made, so long as the total is non-material in the context of the overall portfolio; however, the Company may not increase its exposure to such investments.

### MONTHLY MANAGER COMMENTARY

The 'bottom up' market interest rate narrative has gradually shifted from how high rates will go to how quickly they will fall. We saw mid-way through last month a sharp bounce in the valuation of our underlying assets as a brief period of 'risk on' sentiment took hold amongst investors, although it proved to be rather short lived as Central banks responded quite quickly with a more cautious rhetoric. The Bank of England was particularly negative about the near-term prospects for the domestic economy. Despite this 'top down' domestic gloom there does appear to be a growing number of commentators highlighting the relative 'value' in UK equities and recent events would suggest that when the current macro headwinds turn to tailwinds, prices should respond rapidly. The autumn statement gave a little bit back to the UK consumer with national insurance cuts and a rise in the minimum living wage and ultimately passed with little disruption to markets.

At the stock level our biggest contributor was Ultimate Products, which had a strong run on the back of positive final results at the end of October, which included a reassuring outlook statement for the current year. OSB Group released a positive Q3 trading update, including guidance on further capital returns to shareholders and Springfield Properties benefitted from improved market sentiment towards housebuilders as the interest rate narrative shifted. On the downside, Jarvis Securities was weak due to the ongoing costs of the previously announced FCA review and TheWorks.co.uk fell after its half year trading update pointed to weakening consumer sentiment in the last few months. Overall we have seen a little more interest in the mid and smallcap equity space in which we operate over the last month. If this were to continue it could provide some welcome relief from the well-documented outflows which have been depressing equity valuations of late.

### ANNUAL RETURNS % GBP

30/11/2023

	2023*	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<b>Share Price</b>												
Ordinary Shares	-14.28	-9.35	35.61	-16.50	33.39	-32.16	27.59	13.81	29.36	-4.26	79.11	19.72
<b>Share Price</b>												
Morningstar Investment Trust UK Equity Income	-1.96	0.08	20.55	-7.84	22.53	-10.39	13.42	7.43	5.96	3.31	35.82	19.75
<b>NAV</b>												
Ordinary Shares	-18.19	-19.29	39.52	-15.97	25.31	-24.50	24.37	4.96	24.79	4.82	56.76	36.46
<b>NAV</b>												
Morningstar Investment Trust UK Equity Income	-0.46	3.92	23.17	-7.78	25.75	-5.81	11.15	8.39	8.60	3.66	30.61	17.30

Source: Chelverton Asset Management Limited and Morningstar

\* Year to Date

Past performance is not a guide to future results

### DIVIDEND HISTORY

	2023-24	2022-23	2021-22	2020-21	2019-20	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14
	P	P	P	P	P	P	P	P	P	P	P
First interim	3.150	2.943	2.750	2.500	2.400	2.190	2.020	1.850	1.700	1.575	1.475
Second interim	3.150	2.943	2.750	2.500	2.400	2.190	2.020	1.850	1.700	1.575	1.475
Third interim		2.943	2.750	2.500	2.400	2.190	2.020	1.850	1.700	1.575	1.475
Fourth interim		2.943	2.750	2.500	2.400	2.400	2.400	2.400	2.400	2.400	2.400
<b>Subtotal</b>	<b>6.300</b>	<b>11.770</b>	<b>11.000</b>	<b>10.000</b>	<b>9.600</b>	<b>8.970</b>	<b>8.460</b>	<b>7.950</b>	<b>7.500</b>	<b>7.125</b>	<b>6.825</b>
% increase	7.100	7.000	10.000	4.170	7.020	6.000	6.400	6.000	5.300	4.400	3.400
Special dividend	N/A	N/A	N/A	0.272	N/A	2.500	0.660	1.860	1.600	0.300	2.750
<b>TOTAL</b>	<b>6.300</b>	<b>11.770</b>	<b>11.000</b>	<b>10.272</b>	<b>9.600</b>	<b>11.470</b>	<b>9.120</b>	<b>9.810</b>	<b>9.100</b>	<b>7.425</b>	<b>9.575</b>

### FUND MANAGERS



DAVID HORNER

David qualified as a chartered accountant in 1984 with Deloitte before joining 3i Corporate Finance Limited in 1986. In 1993 he joined Strand Partners Limited, and was appointed a director in 1994, where he carried out a range of corporate finance assignments identifying, structuring and managing investments in quoted and unquoted companies. In 1997 he left to set up Chelverton Asset Management Limited and, in 1999, he launched the Chelverton UK Dividend Trust, which he still co-manages. He has also co-managed the Chelverton UK Equity Income Fund since launch. In 2013 he resigned his membership of the Institute of Chartered Accountants in England and Wales, as his career is now fully involved in fund management. He is Chairman of CEPS plc and Managing Director of Macaulay Capital plc.



OLIVER KNOTT

Oliver joined Chelverton Asset Management in January 2020. He has extensive experience in UK small and mid cap equities having joined Brewin Dolphin as a generalist salesman after graduating from the University of Essex with a 1<sup>st</sup> class honours degree in Politics, Philosophy and Economics. Prior to joining Chelverton, he worked as an equity analyst for N+1 Singer, in their highly respected technology research franchise. Oliver is a CFA Charterholder.

### DIRECTORS

<b>HOWARD MYLES</b> Non-Executive Chairman
<b>ANDREW WATKINS</b> Non-Executive Director
<b>DENISE HADGILL</b> Non-Executive Director

### CALENDAR

<b>Year End</b>	30 April
<b>AGM</b>	September
<b>Dividends (Declared)</b>	March, June, September, December

<b>Management Fee</b>	1%
<b>Ongoing Fee</b>	2.03%*
<b>Charge to Capital</b>	Management Fee and Bank Interest (75% to Capital: 25% to Revenue)

\* As at 30/04/22, calculated in accordance with AIC guidelines. Please see annual report for more details

### PRICE INFORMATION

	<b>ZDP</b>	<b>ORDS</b>
<b>Reuters</b>	SDVP.L	SDV.L
<b>SEDOL</b>	BZ7MQD8	0661582
<b>Market Makers</b>	Canaccord Numis Shore Capital Winterflood	

### CONTACT US

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#### Risk Factors

The value of investments and the income from them may go down as well as up and you may not get back your original investment. Investment trusts can borrow money to make additional investments on top of shareholders funds (gearing). If the value of these investments fall in value, gearing will magnify the negative impact on performance. Particular share classes may also be structurally geared by other share classes that have earlier entitlement to the Company's assets up to a predetermined limit. If an investment trust incorporates a large amount of gearing the value of its shares may be subject to sudden and large falls in value and you could get back nothing at all. Some split capital shares have higher risk characteristics than conventional equities which can result in capital erosion. An investor could lose all of their capital. Smaller companies are riskier and less liquid than larger companies which means their share price may be more volatile. Some of the annual management fee is currently charged to the capital of the Fund. Whilst this increases the yield, it will restrict the potential for capital growth. The level of yield may be subject to fluctuation and is not guaranteed. Net Asset Value ("NAV") performance is not the same as share price performance and investors may not realise returns the same as NAV performance.

**Risk Rating of Shares**      **Zero Dividend Preference Shares - Medium**      **Ordinary shares - High**

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CHELVERTON UK DIVIDEND TRUST PLC IS REGISTERED IN ENGLAND. COMPANY NUMBER: 3749536

### TOP TWENTY HOLDINGS

<i> Holding</i>	<i> Sector</i>	<i> % of Portfolio</i>
Belvoir Lettings	Real Estate	3.61%
Ultimate Products	Consumer Products and Services	2.79%
Alumasc	Construction and Materials	2.64%
Smiths News	Industrial Goods and Services	2.34%
Chesnara	Insurance	2.15%
MP Evans	Food, Beverage and Tobacco	1.97%
Diversified Energy	Energy	1.93%
Hargreaves Services	Industrial Goods and Services	1.89%
Redde Northgate	Industrial Goods and Services	1.89%
Coral Products	Industrial Goods and Services	1.84%
Castings	Industrial Goods and Services	1.82%
Ramsdens Holdings	Financial Services	1.80%
Somero	Industrial Goods and Services	1.80%
Duke Royalty	Financial Services	1.79%
OSB	Financial Services	1.78%
ME Group International	Consumer Products and Services	1.75%
Conduit	Insurance	1.71%
Tyman	Construction and Materials	1.66%
RTC Group	Industrial Goods and Services	1.62%
Severfield	Construction and Materials	1.58%
<b>Total</b>		<b>40.36%</b>
<b>Income from Top 10 Holdings</b>		<b>27.00%</b>

### SECTOR BREAKDOWN %

<i> Sector %</i>	<i> % of Portfolio</i>
Industrial Goods and Services	22.7%
Financial Services	14.8%
Construction and Materials	14.4%
Consumer Products and Services	10.7%
Insurance	7.5%
Real Estate	6.9%
Retail	5.1%
Food, Beverage and Tobacco	4.9%
Banks	2.6%
Media	2.0%
Energy	1.9%
Telecommunications	1.6%
Basic Resources	1.4%
Health Care	1.3%
Personal Care, Drug and Grocery	1.2%
Travel and Leisure	0.8%

### MARKET CAP BREAKDOWN

	<i> % of portfolio</i>	<i> No of stocks</i>
Above £1bn	5.90%	4
£500m - £1bn	12.43%	8
£250m - £500m	17.88%	15
£100m - £250m	28.63%	20
Below £100m	35.16%	33
Cash and Income	0.00%	0
<b>Total</b>	<b>100.00%</b>	<b>80</b>

