

Ruffer Fixed Income

Positive returns from fixed income

Over the course of the quarter, the fund's C capitalisation shares rose 1.7% from 126.68p to 128.80p. The US Treasury ten year bond yield rose from 1.51% to 2.34%.

The worst quarter for global bond markets since the 1970s, that is the headline view. The Federal Reserve had already begun signalling a change in its policy outlook in the last quarter of 2021. The Omicron covid wave allowed bond markets to look the other way until January. Then the sell off began in earnest and the Federal Reserve did nothing to stand in the way of the bond bearish view when it accelerated its tapering of asset purchases and indicated that it was ready to hike rates sooner rather than later. The bond sell-off marched onwards.

Tragic events in Ukraine brought the sell off to a halt, temporarily. But the effects are, so far, a negative supply shock to the US. The benchmark oil price, West Texas Intermediate (WTI) traded above \$130 per barrel and the front month wheat futures contract rose by 84%. The inflationary outlook got much worse very quickly. The Federal Reserve did raise rates by 25bp in March, not the 50bp that some had expected and the indication soon that they will soon start to shrink their balance sheet by stopping reinvesting maturing treasuries and mortgage backed securities. Post meeting interviews and speeches stressed the Federal Reserve's commitment to tightening financial conditions, the bond sell-off started again and took bond yields to new highs.

As much as bond yields have risen, inflation has risen more. Bond markets are at an uncomfortable juncture, the curve has inverted which many commentators are interpreting as indicating a recession will appear. If it does then rates will have to come down. On the flip side if inflation stays high, rates will need to go much higher.

While other central banks have been moving in a more hawkish direction, the Bank of Japan has acted on its yield curve control policy to cap ten year yields, with inflation creeping up this has been good news for our Japanese inflation-linked bonds.

Elsewhere we have avoided the bond market distress by owning short-dated, inflation-linked bonds in the US and UK, accruing the experienced inflation rather than having exposure to nominal rates. Late in the quarter, we switched most of our US exposure into short-dated, Australian government bonds, thinking that Australia's natural resources will be a boost to the currency in a post-Ukraine war world.

Ruffer performance is shown after deduction of all fees and management charges, and on the basis of income being reinvested. Past performance is not a guide to future performance. The value of the shares and the income from them can go down as well as up and you may not get back the full amount originally invested. The value of overseas investments will be influenced by the rate of exchange. Future performance is subject to taxation which depends on each investor's personal situation, and may be subject to change in the future.

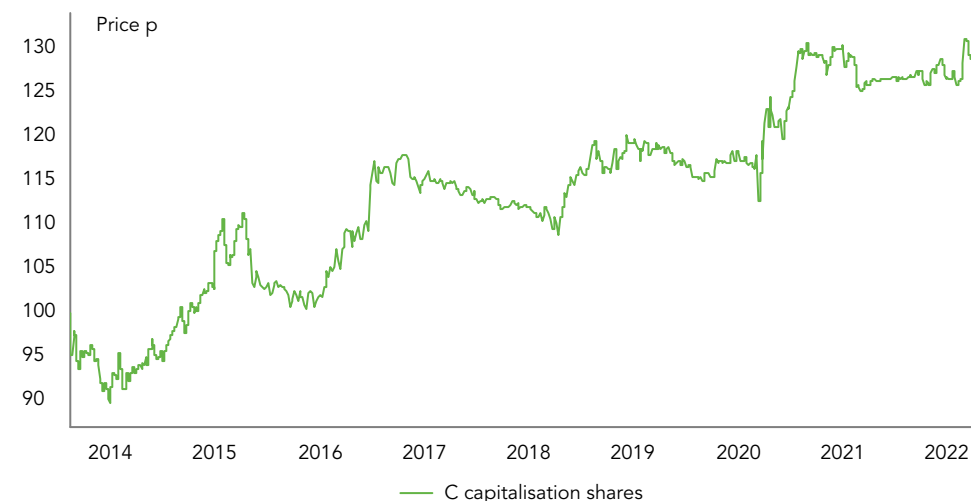


Investment objective

The investment objective of Ruffer Fixed Income is to achieve positive returns from an actively managed portfolio of predominantly fixed-income securities, variable-income securities and related instruments issued by governments and other entities, without geographical restriction.

Performance since launch on 13 August 2013 – C class shares GBP

Past performance does not predict future returns



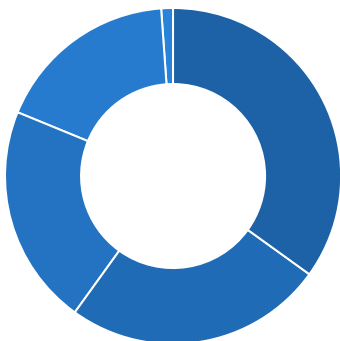
C capitalisation shares	Performance %	Share price as at 31 March 2022	p
Q1	1.7	C capitalisation	128.80
Year to date	1.7	C distribution	128.81
1 year	2.3	Z capitalisation	142.20
3 years	8.5	Z distribution	135.45
5 years	12.2		
Since inception to 31 August 21	--		

12 month performance to March %	2018	2019	2020	2021	2022
C capitalisation shares	-4.4	8.3	-1.1	7.1	2.3

Source: Ruffer LLP

Ruffer Fixed Income as at 31 Mar 2022

Portfolio structure



Asset allocation	%
• Australia government bonds	34.9
• Japan inflation-linked bonds (7-15 years)	25.0
• UK index-linked gilts	21.3
• US inflation-linked bonds (0-7 years)	17.6
• cash and unrealised FX	1.1

5 largest 9 bond holdings

Stock	% of fund
Australian Govt Bonds 5.5% 2023	14.0
Japan Index-linked 0.005% 2031	11.6
US TIPS 0.125% 2022/01	10.0
Australian Govt Bonds 2.75% 2024	8.4
Government of Japan 0.2% 2030	7.8

Source: Ruffer LLP. Pie chart totals may not equal 100 due to rounding.

The fund data displayed is designed only to provide summary information and the report does not explain the risks involved in investing in the fund. Any decision to invest must be based solely on the information contained in the Prospectus, Key Investor Information Document and the latest report and accounts.

The views expressed in this report are not intended as an offer or solicitation for the purchase or sale of any investment or financial instrument. The views reflect the views of Ruffer LLP at the date of this document and, whilst the opinions stated are honestly held, they are not guarantees and should not be relied upon and may be subject to change without notice.

The information contained in this document does not constitute investment advice and should not be used as the basis of any investment decision. References to specific securities are included for the purposes of illustration only and should not be construed as a recommendation to buy or sell these securities. Ruffer LLP has not considered the suitability of this fund against any specific investor's needs and/or risk tolerance. If you are in any doubt, please speak to your financial adviser.

Please note Ruffer SICAV is a Luxembourg UCITS and subject to Luxembourg law. Ruffer SICAV is authorised by and subject to the supervisory authority in Luxembourg, the CSSF, and is a scheme recognised by the UK's Financial Conduct Authority (FCA). Ruffer Fixed Income (RFI) is not registered for distribution in any country other than Luxembourg, Switzerland (qualified investors only) and the UK. The fund's prospectus and key investor information documents are provided in English and are available on request or from ruffer.co.uk. A Summary of Investor Rights is available in English from www.group.pictet/asset-services/fundpartner-solutions. Ruffer LLP is not able to market RFI in other countries, except under certain exemptions. In line with the Prospectus, it is possible that at any one time Ruffer Fixed Income may invest more than 35% of its assets in transferable securities issued or guaranteed by an EEA state, one or more local authorities, a third country or a public international body to which one or more EEA States belong. The only aforementioned securities where Ruffer would currently consider holding more than 35% would be US government issued transferable securities. This investment concerns the acquisition of units in a fund, and not in a given underlying asset such as shares of a company, as these are only the underlying assets owned by the fund.

Fund size £447.9m

Fund information

Ongoing Charges Figure %	Cap	Dis	
C class GBP	1.27	1.27	
Z class GBP	0.12	0.12	
%	O class	C class	Z class
Max annual management charge	1.5	1.2	0.0
Maximum initial charge	5.0	5.0	7.5
Minimum investment £	1,000	10m	30m
Record date	Third Monday of November		

Ex dividend dates Next NAV following the record date

Payment Within five business days after ex dividend date

Dealing Weekly, every Monday (if not a business day, on the following business day) Plus on the last calendar day of each month

Cut off 4pm Luxembourg time on the day before valuation day (so typically Friday and the penultimate business day of the month)

ISIN O class C class Z class

Cap LU0954199336 LU0954198791 LU0954199096

Dis LU0954198874 LU0954199252

Structure Sub-fund of Ruffer SICAV, a Luxembourg domiciled UCITS SICAV

Investment manager Ruffer LLP

Management company, administrative agent, registrar and transfer agent, paying and domiciliary agent FundPartner Solutions (Europe) S.A.

Custodian Pictet & Cie (Europe) S.A.

Auditors Ernst & Young S.A.

Fund Manager

Marnoch Aston

RESEARCH DIRECTOR

Joined the Financial Stability Directorate at the Bank of England in 2008, prior to which he was a founding partner of Clematis Capital. He has an MSc in Economics and Finance from Warwick University and joined Ruffer in 2012.



Ruffer LLP

Ruffer LLP manages investments on a discretionary basis for private clients, trusts, charities and pension funds. As at 28 February 2022, assets managed by the Ruffer Group exceeded £25.3bn.

Enquiries

Ruffer LLP +44 (0)20 7963 8254
80 Victoria Street rif@ruffer.co.uk
London
SW1E 5JL www.ruffer.co.uk

This marketing communication is issued by Ruffer LLP, 80 Victoria Street, London SW1E 5JL. Ruffer LLP is authorised and regulated by the Financial Conduct Authority. © Ruffer LLP 2022