

Ruffer Fixed Income

SHARE PRICE PERFORMANCE SINCE LAUNCH ON 26 AUGUST 2013



During early October, the themes observed through the previous six months continued to dominate bond markets. Yields rose, driven by an increase in investors' assessment of the neutral interest rate. This was supported by robust economic data, in defiance of the Federal Reserve holding its overnight rate at the highest level seen in two decades. Fears of upcoming elevated supply of Treasury bonds, required to finance the large ongoing US government deficit, also put upward pressure on yields.

We used this bond sell-off to increase the fund's duration, adding to our 10 year TIPS holding. We saw the real yields on offer as attractive value, and unlikely to be available for an extended period, given our view that the economy would not be able to sustainably withstand 2.5% real interest rates. We also reduced the fund's USD exposure, on the belief that the Fed Funds rate could be at its peak, whilst there was still much progress to be made on inflation in the UK. This could have made the Bank of England appear relatively hawkish, thereby strengthening GBP.

The upward trend in yields began to reverse towards the end of October despite a hawkish change to policy from the Bank of Japan, who increased the flexibility of their yield curve control programme through removing the hard 1% cap on 10 year Japanese government bond yields.

Global yields then fell firmly following the Treasury's early November refunding meeting, where they announced a lower-than-feared increase in long-end bond issuance. Alongside this, the data remained supportive of a 'Goldilocks' outlook for the economy. Inflation slowed further, whilst indicators of growth and the labour market remained relatively healthy, leading asset markets to price a soft-landing as an increasingly likely outcome. This market-friendly data was combined with dovish rhetoric from central banks, resulting in additional rate cuts being priced in for 2024, and a decline in yields. Governor Waller added fuel to this bond market rally when, in late November, he suggested that the Fed could start to reduce their policy rate if disinflation continued. This view was supported by the broader committee at the December FOMC, as the Fed lowered their projection for the 2024 Fed Funds rate by 50bps, resulting in a decrease in bond yields through the final weeks of the year.

We sold down our 10 year and 30 year TIPS in late November and December. Yields fell hard through Q4, and with the curve already highly inverted, rate cuts beyond the Fed's latest forecasts are required to justify valuations, making the bonds prone to a near-term pullback.

MARKETING
COMMUNICATION



C CLASS DECEMBER 2023

Performance C cap %	GBP
Q4	2.1
Year to date	-6.9
1 year	-6.9
3 years pa	-2.6
5 years pa	0.1
10 years pa	2.9
Since inception pa	2.0
Share price, p	
C GBP cap	1.1998
C GBP dis	1.1806
O GBP cap	1.1325
Z GBP cap	1.3519
Z GBP dis	1.2599

12 month performance to 31 December 2023

%	2019	2020	2021	2022	2023
RFI C cap	-0.9	9.8	-2.5	1.7	-6.9

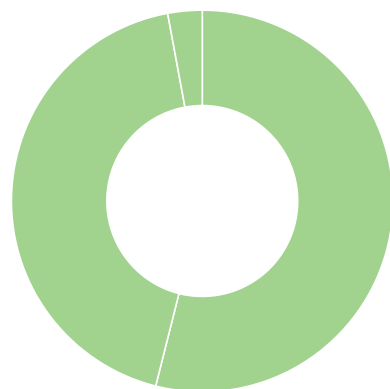
One to twelve month performance figures are cumulative, all others are annualised. Source: Ruffer LLP. Ruffer performance is shown after deduction of all fees and management charges, and on the basis of income being reinvested. Past performance is not a guide to future performance. The value of the shares 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

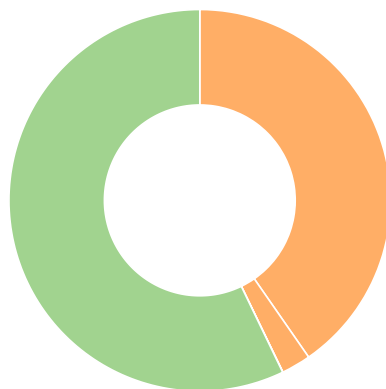
The investment objective of Ruffer Fixed Income is to achieve positive returns from an actively managed portfolio of predominantly fixed-income securities, variable-income securities and related instruments issued by governments and other entities, without geographical restriction.

Ruffer Fixed Income 31 Dec 23

ASSET ALLOCATION



CURRENCY ALLOCATION



Asset allocation	%	Currency allocation	%
Short-dated bonds	53.9	Sterling	57.2
Japan short-dated govt bonds	43.2	Yen	40.3
Cash	2.9	US dollar	2.5

5 LARGEST BOND HOLDINGS

Stock	% of fund
US Treasury FRN 31 Oct 2025	15.5
US Treasury FRN 31 Jul 2025	11.7
US Treasury FRN 30 Apr 2025	10.9
Japan govt 0.005% 1 May 2025	10.0
Japan govt 0.005% 1 May 2024	10.0

Largest equity holdings exclude Ruffer funds | Source: Ruffer LLP | Totals may not equal 100 due to rounding

RUFFER LLP

Ruffer LLP manages investments on a discretionary basis for private clients, trusts, charities and pension funds. As at 30 November 2023, assets managed by the Ruffer Group exceeded £23.4bn.

FUND SIZE £388.2M

FUND INFORMATION

Maximum annual management charge %	O class 1.5 C class 1.2 Z class 0.0
Maximum initial charge %	O class 1.5 C class 1.2 Z class 0.0
Minimum investment (or equivalent in other currency)	O class £1,000 C class £10m Z class £30m
Ongoing Charges Figure %	C class cap GBP 1.28 C class dis GBP 1.28 Z class cap GBP 0.13 Z class dis GBP 0.13
Cut offs	3pm Luxembourg time on the day before valuation day (so typically Friday and the penultimate business day of the month)
Dealing frequency	Weekly, every Monday (if not a business day, on the following business day) Plus on the last calendar day of each month
Ex dividend dates	Next NAV following the record date
Pay dates	Within five business days after ex dividend date
Record date	Third Monday of November
Investment manager	Ruffer LLP
Custodian	Pictet & Cie (Europe) S.A.
Management company, administrative agent, registrar and transfer agent, paying and domiciliary agent	FundPartner Solutions (Europe) S.A.
Auditors	Ernst & Young S.A.
Structure	Sub-fund of Ruffer SICAV, a Luxembourg domiciled UCITS SICAV

Share class	ISIN	SEDOL
C GBP cap	LU0954198791	BCDYTY9
C GBP dis	LU0954198874	BCDYTZ0
O GBP cap	LU0954199336	BCDYV09
Z GBP cap	LU0954199096	BCDYV10
Z GBP dis	LU0954199252	BCDYV21

ENQUIRIES

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FUND TEAM



Marnoch Aston
RESEARCH DIRECTOR |
FUND MANAGER

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.

Alexander Jones
RESEARCH ANALYST |
FUND MANAGER

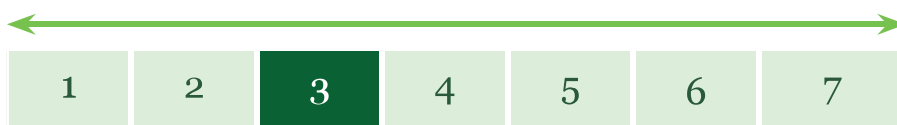
Joined Ruffer's macro research team as a graduate in 2017. He holds an MSc from UCL and a first class degree from Durham University, both in economics.

DISCLAIMER

RISK INDICATOR FROM THE PRIIPS KEY INFORMATION DOCUMENT DATED 2 FEBRUARY 2023

LOWER RISK

HIGHER RISK



The risk indicator assumes you keep the product for 5 years.

The actual risk can vary significantly if you cash in at an early stage and you may get back less. The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact our capacity to pay you. Please refer to the prospectus for more information on the specific risks relevant to this product not included in the summary risk indicator. This product does not include complete protection from future market performance, so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment.

The fund data displayed is designed only to provide summary information. This marketing communication 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 Information Documents and the latest report and accounts. 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. Ruffer LLP is not able to market RFI in other countries, except under certain exemptions.

The RFI is actively managed. RFI has no benchmark index and is not managed in reference to a benchmark index.

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