



# abrDN Diversified Income and Growth plc

Investing across asset classes aiming to deliver reliable income and growth

Performance Data and Analytics to 31 October 2023

## Strategic Review

On 20 June 2023, the Board of abrDN Diversified Income and Growth plc announced that it had commenced a strategic review to consider how the Company can best deliver value to shareholders. The Board will immediately consult with shareholders and welcomes their views on the best strategic option for the Company. The Company will update the market on the progress of the strategic review in due course, noting that at this stage there can be no certainty as to the final conclusions and/or outcome of the review.

## Investment objective

The Company seeks to provide income and capital appreciation over the long term through investment in a globally diversified multi-asset portfolio.

## Performance measure

NAV total return (defined as change in NAV plus dividends reinvested) of 6% per annum over a rolling five year period.

## Cumulative performance (%)

	as at 31/10/23	1 month	3 months	6 months	1 year	3 years	Since change of strategy*	5 years
Share Price	77.8p	(6.9)	(8.0)	(7.3)	(7.8)	(0.2)	1.3	(14.8)
NAV <sup>a</sup>	111.4p	(0.3)	(1.9)	(2.8)	0.7	13.9	17.3	15.8

\* Change of strategy on 1st September 2020.

## Discrete performance (%)

	31/10/23	31/10/22	31/10/21	31/10/20	31/10/19
Share Price	(7.8)	(5.5)	14.5	(8.3)	(6.9)
NAV <sup>a</sup>	0.7	1.0	12.0	(1.2)	2.9

Total return; NAV to NAV, net income reinvested, GBP. Share price total return is on a mid-to-mid basis. Dividend calculations are to reinvest as at the ex-dividend date. NAV returns based on NAVs with debt valued at fair value. Source: Morningstar.

For information only.

Past performance is not a guide to future results.

<sup>a</sup> Including current year revenue.

<sup>b</sup> © 2023 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. For more detailed information about Morningstar's Analyst Rating, including its methodology, please go to: <http://corporate.morningstar.com/us/documents/MethodologyDocuments/AnalystRatingforFundsMethodology.pdf> The Morningstar Analyst Rating for Funds is a forward-looking analysis of a fund. Morningstar has identified five key areas crucial to predicting the future success of a fund: People, Parent, Process, Performance, and Price. The pillars are used in determining the Morningstar Analyst Rating for a fund. Morningstar Analyst Ratings are assigned on a five-tier scale running from Gold to Negative. The top three ratings, Gold, Silver, and Bronze, all indicate that our analysts think highly of a fund; the difference between them corresponds to differences in the level of analyst conviction in a fund's ability to outperform its benchmark and peers through time, within the context of the level of risk taken over the long term. Neutral represents funds in which our analysts don't have a strong positive or negative conviction over the long term and Negative represents funds that possess at least one flaw that our analysts believe is likely to significantly hamper future performance over the long term. Long term is defined as a full market cycle or at least five years. Past performance of a security may or may not be sustained in future and is no indication of future performance. For detailed information about the Morningstar Analyst Rating for Funds, please visit <http://global.morningstar.com/managerdisclosures>.

<sup>c</sup> Denotes a private markets (unlisted) investment.

<sup>d</sup> Expressed as a percentage of total costs divided by average daily net assets for the year ended 30 September 2022. The Ongoing Charges Figure (OCF) is the overall cost shown as a percentage of the value of the assets of the Company. It is made up of the Annual Management Fee and other charges. It does not include any costs associated with buying shares in the Company or the cost of buying and selling stocks within the Company. The OCF can help you compare the annual operating expenses of different Companies.

<sup>e</sup> Calculated using the Company's historic net dividends and month end share price.

<sup>f</sup> Net gearing is defined as a percentage, with net debt (total debt less cash/cash equivalents) divided by shareholders' funds.

## Morningstar Rating™



<sup>g</sup> Morningstar Rating™ for Funds

Morningstar rates funds from one to five stars based on how well they've performed (after adjusting for risk and accounting for all sales charges) in comparison to similar funds.

## Ten largest holdings (%)

SL Capital Infrastructure II <sup>c</sup>	8.2
iShares II UK Gilts UCITS ETF	7.2
abrDN Global Private Markets Fund <sup>c</sup>	5.9
TwentyFour Asset Backed Opportunities Fund	5.6
Burford Opportunity Fund <sup>c</sup>	5.2
HealthCare Royalty Partners IV <sup>c</sup>	4.8
Bonaccord Capital Partners I-A, L.P. <sup>c</sup>	4.8
Andean Social Infrastructure Fund I LP <sup>c</sup>	4.5
Aberdeen Standard Secondary Opportunities Fund IV <sup>c</sup>	4.0
iShares Core GBP Corp	3.4
<b>Total</b>	<b>53.6</b>

The Company confirms the value of its exposure to Russian/ Belarusian securities represents 0.0% of net asset value. Prices on small positions in Russian equities and Rouble-denominated sovereign bonds have been reduced to zero due to current market conditions.

## Key information

### Calendar

Year end	30 September
Accounts published	January
Annual General Meeting	February
Dividend paid	January, April, July and October
Established	1898
Fund managers	Nalaka De Silva Nic Baddeley Heather McKay Simon Fox
Ongoing charges <sup>d</sup>	1.41%
Annual management fee	0.5% pa on net assets up to £300m and 0.45% pa thereafter
Premium/(Discount)	(30.2)%
Yield <sup>e</sup>	7.3%
Net gearing <sup>f</sup>	nil
Net gearing with debt at market value <sup>f</sup>	nil

All sources (unless indicated): abrDN: 31 October 2023.



# abrdn Diversified Income and Growth plc

## 1 Year Premium/Discount Chart (%)



## Fund managers' report

Within private markets, we started to receive the first Q3 2023 valuations. In Private Credit, Investcorp Mount Row II was up 7% vs the Q2 2023 valuation as European technical tailwinds in the leveraged loan market continued. In Private Equity, Maj IV was unchanged, as the sale process of the final remaining fund asset, Sticks 'n' Sushi continues.

Listed equities suffered another month of decline, impacted by the higher-for-longer interest rates narrative and continued recessionary concerns. This was exacerbated by the outbreak of war between Israel and Hamas. Higher government bond yields during the month resulted in declines across infrastructure companies. Within special opportunities, we completely exited our allocation to Round Hill Music following the cash offer received for the company last month and with the shares trading close to the offer price.

EM bonds produced a small positive return over October largely driven by income generation and positive EM currency performance when measured against our funding basket. This was slightly offset by lower bond prices. The most notable contributor to performance was Brazil.

### Portfolio changes

There were several drawdowns and distributions from the private portfolio.

- Investcorp Mount Row II distributed £210k in income from the underlying loan portfolio, implying an 8.8% annual yield, with the underlying floating rate loans resetting to higher market yields.
- Hark III drew \$560k to fund further portfolio investments.

The risk outlined overleaf relating to gearing is particularly relevant to this trust, but should be read in conjunction with all warnings and comments given. Important information overleaf

## AIFMD Leverage Limits

Gross Notional	3.5x
Commitment	2.5x

## Assets/Debt

	£'000	%
Private Markets	198,969	59.2
Fixed Income and Credit	52,266	15.6
Equities	84,928	25.3
Total investments	336,163	100.1
Cash & cash equivalents	17,173	5.1
Other net assets	(1,620)	(0.5)
6.25% Debenture 2031	(15,735)	(4.7)
<b>Net assets</b>	<b>335,981</b>	<b>100.0</b>

**Total number of investments** 128

## Capital structure

Ordinary shares	301,265,952
Treasury shares	22,485,854

## Allocation of management fees and finance costs

Capital	50%
Revenue	50%

## Trading details

Reuters/Epic/Bloomberg code	ADIG
ISIN code	GB0001297562
Sedol code	0129756
Stockbroker	Stifel Nicolaus Europe Limited
Market makers	SETSmm



## Factsheet

Receive the factsheet by email as soon as it is available by registering at [www.investments.co.uk/signup](http://www.investments.co.uk/signup) [www.abrdndiversified.co.uk](http://www.abrdndiversified.co.uk)



## Contact

### Private investors

0808 500 4000

### Institutional investors

InvestmentTrustInvestorRelations-UK@abrdn.com

+44 (0)20 7463 5971

+44 (0)131 222 1863

## Important information

### Risk factors you should consider prior to investing:

- The value of investments, and the income from them, can go down as well as up and investors may get back less than the amount invested.
- Past performance is not a guide to future results.
- Investment in the Company may not be appropriate for investors who plan to withdraw their money within 5 years.
- The Company may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the Net Asset Value (NAV) meaning that any movement in the value of the company's assets will result in a magnified movement in the NAV.
- The Company may accumulate investment positions which represent more than normal trading volumes which may make it difficult to realise investments and may lead to volatility in the market price of the Company's shares.
- There is no guarantee that the market price of the Company's shares will fully reflect their underlying Net Asset Value.
- As with all stock exchange investments the value of the Company's shares purchased will immediately fall by the difference between the buying and selling prices, the bid offer spread. If trading volumes fall, the bid-offer spread can widen.
- Yields are estimated figures and may fluctuate, there are no guarantees that future dividends will match or exceed historic dividends and certain investors may be subject to further tax on dividends.
- Derivatives may be used, subject to restrictions set out for the Company, in order to manage risk and generate income. The market in derivatives can be volatile and there is a higher than average risk of loss.
- The Company may invest in alternative investments (including direct lending, commercial property, renewable energy and mortgage strategies). Such investments may be relatively illiquid and it may be difficult for the Company to realise these investments over a short time period, which may make it difficult to realise investments and may lead to volatility in the market price of the Company's shares.
- Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of investments.

### Other important information:

An investment trust should be considered only as part of a balanced portfolio. The information contained in this document should not be considered as an offer, solicitation or investment recommendation to deal in the shares of any securities or financial instruments. It is not intended for distribution or use by any person or entity who is a citizen or resident of or located in any jurisdiction where such distribution, publication or use would be prohibited. Nothing herein constitutes investment, legal, tax or other advice and is not to be relied upon in making an investment or other decision. No recommendation is made, positive or otherwise, regarding individual securities mentioned. This is not an invitation to subscribe for shares and is by way of information only. Subscriptions will only be received and shares issued on the basis of the current Key Information Document (KID). These can be obtained free of charge from abrđn Investments Limited, PO Box 11020, Chelmsford, Essex, CM99 2DB or available on [www.invtrusts.co.uk](http://www.invtrusts.co.uk). Any data contained herein which is attributed to a third party ("Third Party Data") is the property of (a) third party supplier(s) (the "Owner") and is licensed for use by abrđn\*. Third Party Data may not be copied or distributed. Third Party Data is provided "as is" and is not warranted to be accurate, complete or timely. To the extent permitted by applicable law, none of the Owner, abrđn\* or any other third party (including any third party involved in providing and/or compiling Third Party Data) shall have any liability for Third Party Data or for any use made of Third Party Data. Neither the Owner nor any other third party sponsors, endorses or promotes the fund or product to which Third Party Data relates. \* abrđn means the relevant member of abrđn group, being abrđn plc together with its subsidiaries, subsidiary undertakings and associated companies (whether direct or indirect) from time to time.

Issued by abrđn Fund Managers Limited, registered in England and Wales (740118) at 280 Bishopsgate, London, EC2M 4AG. abrđn Investments Limited, registered in Scotland (No. 108419), 10 Queen's Terrace, Aberdeen AB10 1XL. Both companies are authorised and regulated by the Financial Conduct Authority in the UK.

For more information visit [invtrusts.co.uk](http://invtrusts.co.uk)