

The Brunner Investment Trust PLC

An 'all-weather' global equity portfolio



Aim

The Trust aims to provide growth in capital value and dividends over the long term by investing in global and UK securities. The benchmark against which performance is measured is 70% FTSE World ex-UK Index and 30% FTSE All-Share Index.

History

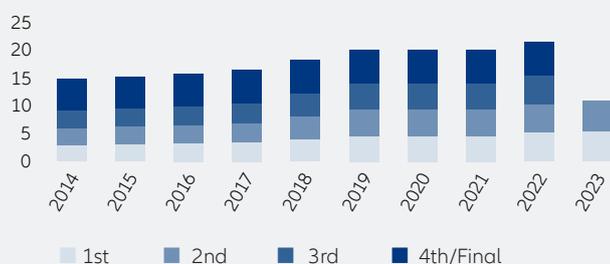
The Brunner Investment Trust PLC was formed from the Brunner family's interest in the sale of Brunner Mond & Co, the largest of the four companies which came to form Imperial Chemical Industries (ICI) in 1926. Today, Brunner shares are available for everyone to buy and are widely held by both private and institutional investors.

Trust Benefits

Brunner aims to provide its shareholders with growing dividends and capital growth by investing in a portfolio of global equities. It is an independent company listed on the London Stock Exchange and, although past performance is no guide to the future, has paid increasingly higher dividends to its shareholders year on year for the last 51 years. The Trust invests in companies all over the world, seeking out opportunities for growth and reliable dividends wherever they may be.

Ten Year Dividend History

Dividend Record in Pence per Share
To Year End 30 November



Last Four Dividend Payments per Share

Record Date	Pay Date	Dividend	Type
04.08.2023	15.09.2023	5.55p	2nd Interim
16.06.2023	25.07.2023	5.55p	1st Interim
24.02.2023	04.04.2023	6.05p	Final
28.10.2022	12.12.2022	5.15p	3rd Interim

Past performance is not a reliable indicator of future results.

Key Information

Launch Date	December 1927
AIC Sector	Global
Benchmark	70% FTSE World ex-UK Index; 30% FTSE All-Share Index
Annual Management Fee	0.45%
Performance Fee	No
Ongoing Charges ¹	0.63%
Year End	30 November
Annual Financial Report	Final published in February, Half-yearly published in July
AGM	March
NAV Frequency	Daily
Dividends	March/April, June/July, September, December
Price Information	Financial Times, The Daily Telegraph, www.brunner.co.uk
Company Secretary	Kirsten Salt
Investment Managers	Christian Schneider, Julian Bishop and Marcus Morris- Eyton
Codes	RIC: BUT.L SEDOL: 0149000

1. Source: AIC, as at the Trust's Financial Year End (30.11.2022). Ongoing Charges (previously Total Expense Ratios) are published annually to show operational expenses, which include the annual management fee, incurred in the running of the company but excluding financing costs.



A ranking, a rating or an award provides no indicator of future performance and is not constant over time.

© 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.

Total Assets £535.8m

Shares in Issue 42,692,727 (Ordinary 25p)

Market Cap £456.8m

Share Price
1070.0p

NAV per Share
1217.8p

Premium/-Discount
-12.1%

Dividend Yield
2.1%

Gearing
6.2%

Fund Manager's Review

Dear Shareholder,

Brunner outperformed during August, with a Net Asset Value (NAV) total return of -0.71% vs -1.41% for the benchmark.

All of the outperformance this month was achieved via stock selection, as opposed to the outcome of sector or regional weights. Given our 'all weather' approach this is how we prefer things, with performance driven by selecting the best individual businesses rather than by taking views on broader stylistic or macro-economic factors.

The most significant positive contributors to performance this month were Novo Nordisk, Admiral, AJ Gallaher and Visa:

Novo Nordisk is the Danish pharmaceutical giant. The recent success of its drugs Ozempic and Wegovy for diabetes and obesity was boosted by the results of its SELECT trial, which studied the impact of semaglutide (the ingredient in both Wegovy and Ozempic) on 'major adverse cardiovascular events (MACEs)' – ie heart attacks and strokes. The study demonstrated a statistically significant 20% reduction in MACEs, further expanding the market for this extraordinarily useful molecule.

Admiral, the UK motor insurance company, reported very strong results. These gave credence to our thesis that the UK motor insurance market was due for an upturn after a very difficult period caused, primarily, by the impact of inflation on claims expenses. In the first half of the year Admiral increased prices 23%, restoring profitability. Most competitors have now followed on price which should soon, we believe, allow Admiral to resume value-creative share gains.

US listed insurance broker AJ Gallagher is benefiting from the same effect. Globally, insurers are increasing rates to compensate for inflation and to restore profitability. AJ Gallaher places business on behalf of its clients and takes, generally, a percentage fee in return. The company's most recently reported 'organic' revenue growth (which excludes the impact of merger

“ All of the outperformance this month was achieved via stock selection, as opposed to the outcome of sector or regional weights

& acquisition (M&A) and currency moves) was a very strong 11%, partially reflecting higher prices and demonstrating how select equities can act as something of an inflation hedge (a hedge is a financial strategy to protect against the risk of adverse price movements) – a factor we consider important for those looking to build and protect wealth over the long term.

Visa's top and bottom line also benefits from inflation. Visa takes a very



**Christian Schneider,
Co-Lead Portfolio Manager**

Christian Schneider joined the Global Equity Fund Management Team as a portfolio manager in April 2000 and managed a US Equity strategy until 2002. Christian graduated with a Master's degree in Economics from the University of Giessen and is a CFA charter holder.



**Julian Bishop,
Co-Lead Portfolio Manager**

Julian Bishop joined Allianz Global Investors in November 2022. Julian has more than 25 years fund management experience. He joined AllianzGI from Tesco Pension Investment Ltd where he was an Equity Fund Manager managing a multi-billion pounds global equities portfolio. Julian graduated from Queens' College, Cambridge University in 1995 and has an MA (Hons) Cantab in Geography. He is an Associate of the CFA Society of the UK.

small percentage of every transaction conducted on its network, so higher prices equate to higher revenues. Despite talk of economies flirting with recession, it is important to note that nominal Gross Domestic Product (GDP) growth, which is unadjusted for inflation, remains strong. For example, reported (real) year on year GDP growth in the UK in Q2 was just 0.4% but was 7.1% in nominal terms. For businesses like Visa it is the nominal figure that is more relevant.

Microchip Technology, which makes microcontrollers and simple analog semiconductors used in a wide variety of industrial and consumer applications, detracted from performance, as did Charles Schwab, the US brokerage. Microchip's results led to modest downward revisions to earnings expectations; par for the course for cyclical companies like this. Charles Schwab is somewhat interest rate sensitive and accompanied US interest rates lower following a benign US inflation report.

There were no transactions during the month.

Yours sincerely,

**Christian Schneider & Julian Bishop
25 September 2023**

This is no recommendation or solicitation to buy or sell any particular security. Any security mentioned above will not necessarily be comprised in the portfolio by the time this document is disclosed or at any other subsequent date.

Performance Track Record

Five Year Performance (%)



■ Share Price ■ NAV (debt at fair value)

■ Benchmark: Effective 22 March 2017 the benchmark weightings changed to 70% FTSE World ex-UK Index; 30% FTSE All-Share Index

Risk & Features

Investment trusts are quoted companies listed on the London Stock Exchange. Their share prices are determined by factors including the balance of supply and demand in the market.

The Trust seeks to enhance returns for its shareholders through gearing which can boost the Trust's returns when investments perform well, though losses can be magnified when investments lose value. You should be aware that this Trust may be subject to sudden and large falls in value and you could suffer substantial capital loss.

Changes in rates of exchange may cause the value of investments and the income from them to go up or down.

Cumulative Returns (%)

	3M	6M	1Y	3Y	5Y
Share Price	4.7	1.8	12.7	47.3	54.1
NAV (debt at fair value)	6.4	2.4	9.6	42.4	53.7
Benchmark	3.5	3.6	6.2	35.8	44.5

Discrete 12 Month Returns to 31 August (%)

	2023	2022	2021	2020	2019
Share Price	12.7	-8.3	42.5	-3.2	8.1
NAV (debt at fair value)	9.6	-2.1	32.7	2.7	5.1
Benchmark	6.2	0.6	27.2	1.0	5.3

Source: Thomson Reuters Refinitiv DataStream, percentage growth, mid to mid, total return to 31.08.23. Copyright 2023 © DataStream, a Thomson Reuters company. All rights reserved. DataStream shall not be liable for any errors or delays in the content, or for any actions taken in reliance thereon.

Past performance does not predict future returns. Investing involves risk. The value of an investment and the income from it may fall as well as rise and investors might not get back the full amount invested. This investment trust charges 70% of its annual management fee to the capital account and 30% to revenue. This could lead to a higher level of income but capital growth will be constrained as a result.

Portfolio Breakdown

Sector Breakdown* (%)

Sector	Percentage (%)
Financials	21.9
Industrials	21.9
Information Technology	18.4
Health Care	14.6
Consumer Discretionary	10.0
Energy	4.9
Consumer Staples	4.4
Utilities	2.5
Materials	0.9
Real Estate	0.5

Geographic Breakdown* (%)

Region	Percentage (%)
North America	41.2
Europe ex UK	26.9
UK	24.2
Pacific ex Japan	5.6
Japan	2.1

Top Twenty Holdings (%)

Microsoft	6.0
UnitedHealth Group	3.9
Visa - A Shares	3.9
Muenchener Rueckver	3.3
Microchip Technology	2.9
Shell	2.6
Schwab (Charles)	2.5
Schneider Electric	2.5
Taiwan Semiconductor	2.3
AMETEK	2.3
Gallagher	2.3
TotalEnergies	2.2
InterContinental Hotels Group	2.2
Partners Group	2.2
Novo Nordisk	2.1
DNB Bank	2.1
Itochu	2.1
Accenture	2.0
Unilever	2.0
Roche	1.8

Total number of holdings 60

The data shown is not constant over time and the allocation may change in the future. Totals may not sum to 100.0% due to rounding.

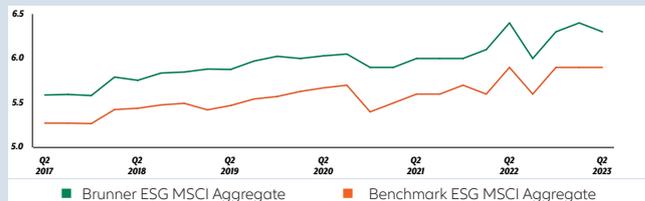
This is no recommendation or solicitation to buy or sell any particular security.

*Excludes Cash

Environmental, Social and Governance (ESG)

AllianzGI has a dedicated ESG research team working with the portfolio managers to incorporate ESG factors into investment decisions. The board supports AllianzGI's view that there is value in working with companies in the portfolio on environmental, social, governance and business conduct issues.

AllianzGI uses third party research provided by MSCI to help identify ESG factors that can impact the businesses of the companies in the portfolio. The chart below shows that the Brunner portfolio's ESG ratings compare well against the benchmark's ESG ratings over a five year period.



The chart above shows the rating of the Brunner portfolio on ESG risks and combined ESG risk measurements compared to the rating of the Benchmark (70% FTSE World ex-UK Index; 30% FTSE All-Share Index) scored on a scale of 1-10 (where 10 is high) on a quarterly basis.

Board of Directors

Carolyn Dobson (Chair)
Amanda Aldridge (Chair of the Audit Committee)
Elizabeth Field
Andrew Hutton (Senior Independent Director)
Jim Sharp

Glossary

Share Price is the price of a single ordinary share, as determined by the stock market. The share price above is the mid-market price at market close.

Net Asset Value (NAV) per Share is calculated as available shareholders' funds divided by the number of shares in issue, with shareholders' funds taken to be the net value of all the company's assets after deducting liabilities.

The NAV figure above is based on the fair/market value cum income of the company's long term debt and preference shares (known as debt at fair value). This allows for the valuation of long-term debt and preference shares at fair value or current market price, rather than at final repayment value (known as debt at par).

Premium/Discount. Since investment company shares are traded on a stock market, the share price that you get may be higher or lower than the NAV. The difference is known as a premium or discount.

Dividend Yield is calculated using the latest full year dividend divided by the current share price.

Gearing is a measure of a company's financial leverage and shows the extent to which its operations are funded by lenders versus shareholders.

How to invest

You can buy shares in the Trust through:

- A third party provider - see 'How to Invest' on our website, where you will find links to a range of these platforms, many of which allow you to hold the shares within an ISA, Junior ISA, SIPP and/or savings scheme.
- A stockbroker.
- A financial adviser.

Contact us

If you have any queries regarding our investment trusts our Investor Services team can be contacted on:

0800 389 4696

www.brunner.co.uk

E-mail: investment-trusts@allianzgi.com

You will find much more information about The Brunner Investment Trust on our website.

Please note that we can only offer information and are unable to provide investment advice. You should contact your financial adviser before making any investment decision.



Investing involves risk. The value of an investment and the income from it may fall as well as rise and investors may not get back the full amount invested. The views and opinions expressed herein, which are subject to change without notice, are those of the issuer and/or its affiliated companies at the time of publication. The data used is derived from various sources, and assumed to be correct and reliable, but it has not been independently verified; its accuracy or completeness is not guaranteed and no liability is assumed for any direct or consequential losses arising from its use, unless caused by gross negligence or wilful misconduct. The conditions of any underlying offer or contract that may have been or will be made or concluded shall prevail. For further information contact the issuer at the address indicated below.

All data source Allianz Global Investors as at 31.08.23 unless otherwise stated.

This is a marketing communication issued by Allianz Global Investors UK Limited, 199 Bishopsgate, London, EC2M 3TY, www.allianzglobalinvestors.co.uk. Allianz Global Investors UK Limited, company number 11516839, is authorised and regulated by the Financial Conduct Authority. Details about the extent of our regulation are available from us on request and on the Financial Conduct Authority's website (www.fca.org.uk). The duplication, publication, or transmission of the contents, irrespective of the form, is not permitted; except for the case of explicit permission by Allianz Global Investors UK Limited.

AdMaster 3123563