EVENLODE
INCOME FUND

Compounding and adaptation

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Evenlode – Founding principles

- The shares of great businesses are a fantastic <u>**real**</u> long term asset class, and it's important to ***stay the course***.

- Evenlode is set up for the long term.

Compounding and patience – The Rule of 72

The Rule of 72:
Length of time until value doubles

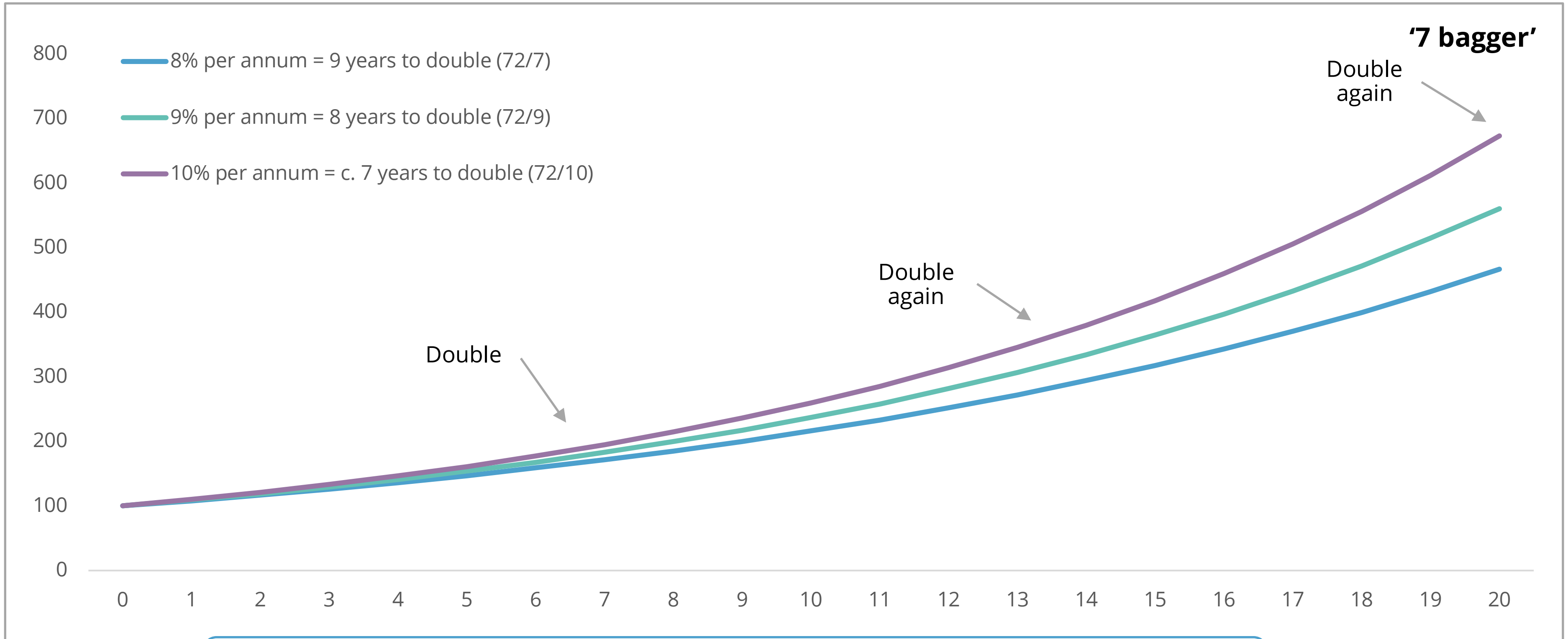
$$t = \frac{\ln(2)}{\ln(1+r/100)} \approx \frac{72}{r}$$

t = time
r = compounding rate

Luca Bartolomeo de Pacioli: 1447 - 1517

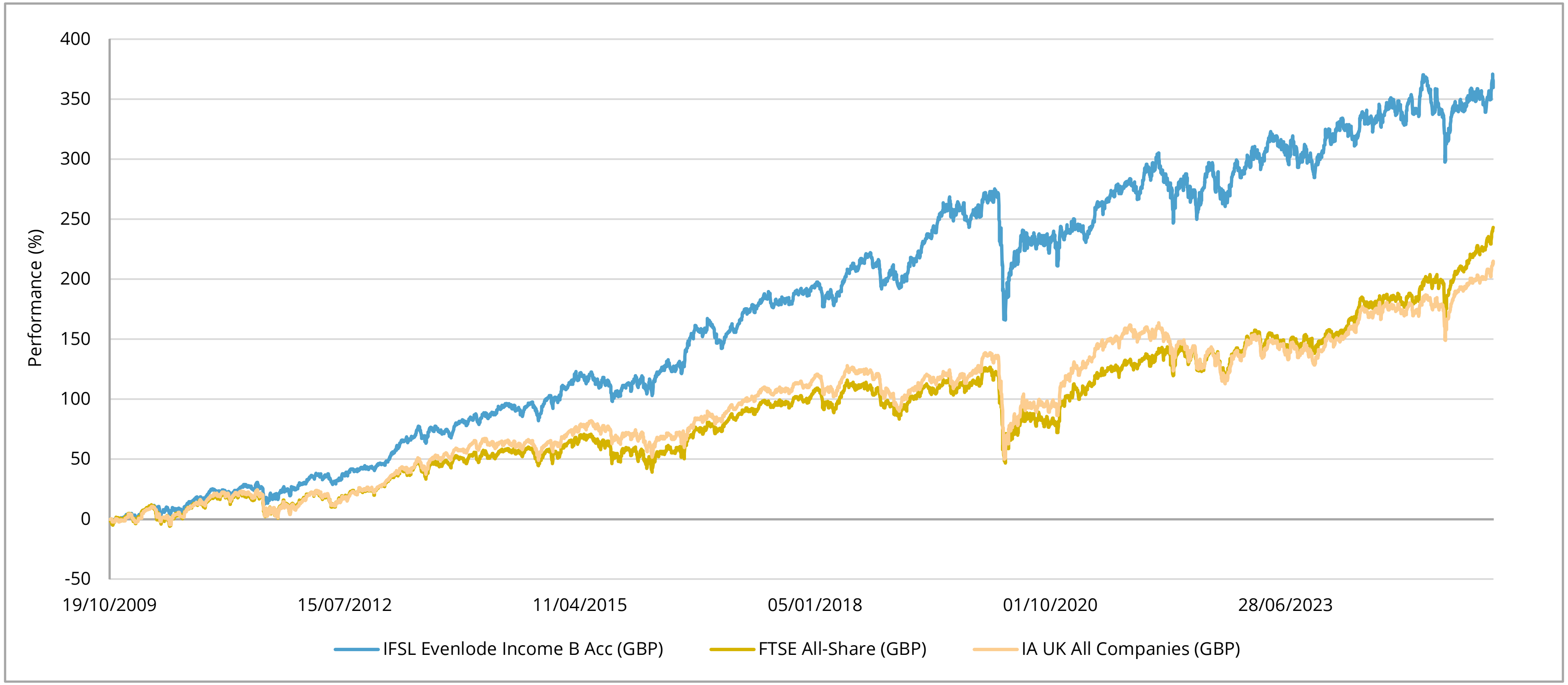
Fra. Luca Bartolomeo de Pacioli (sometimes Paccioli or Paciolo; c. 1447 – 19 June 1517) was an Italian mathematician, Franciscan friar, collaborator with Leonardo da Vinci, and an early contributor to the field now known as accounting.

Compounding and patience – The Rule of 72



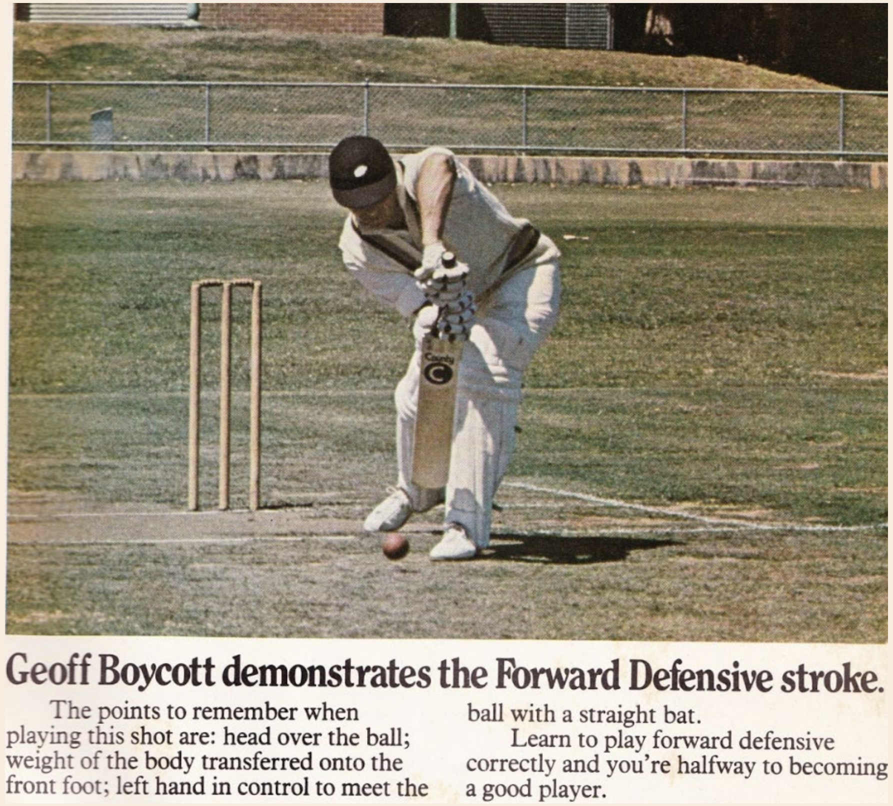
The first rule of compounding: Never interrupt it unnecessarily

Getting rich slowly



Source: Financial Express, Evenlode, 19 October 2009 to 31 October 2025.
FTSE All-Share is the comparator benchmark.
Past performance is not a guide to future performance.

Getting rich slowly – "You can't score runs in the pavilion"



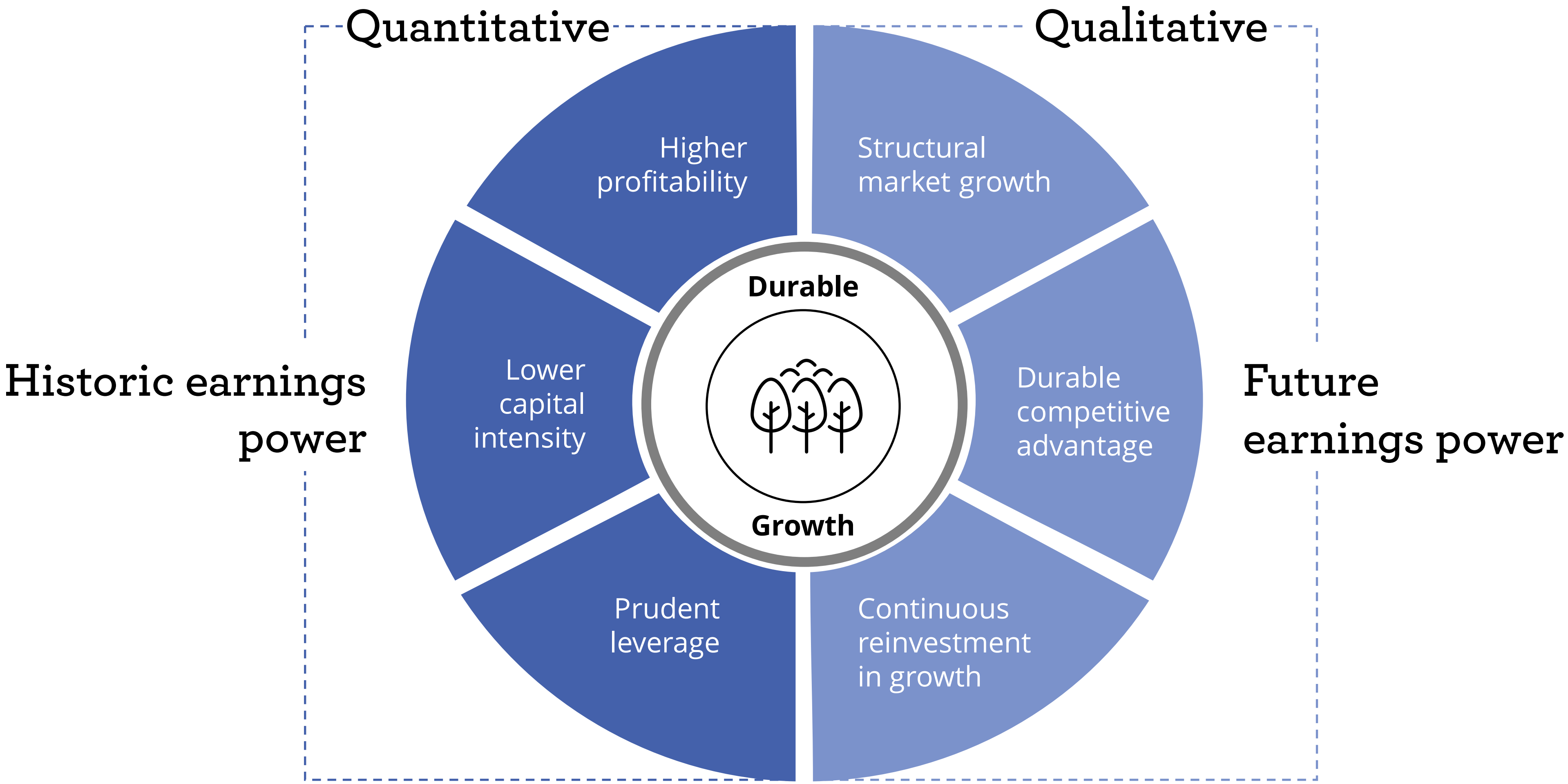
Getting rich slowly

Annualised monthly returns in GBP.
Source: Morningstar, 1 November 2009 to 31 October 2025.
Past performance is not a guide to future performance.

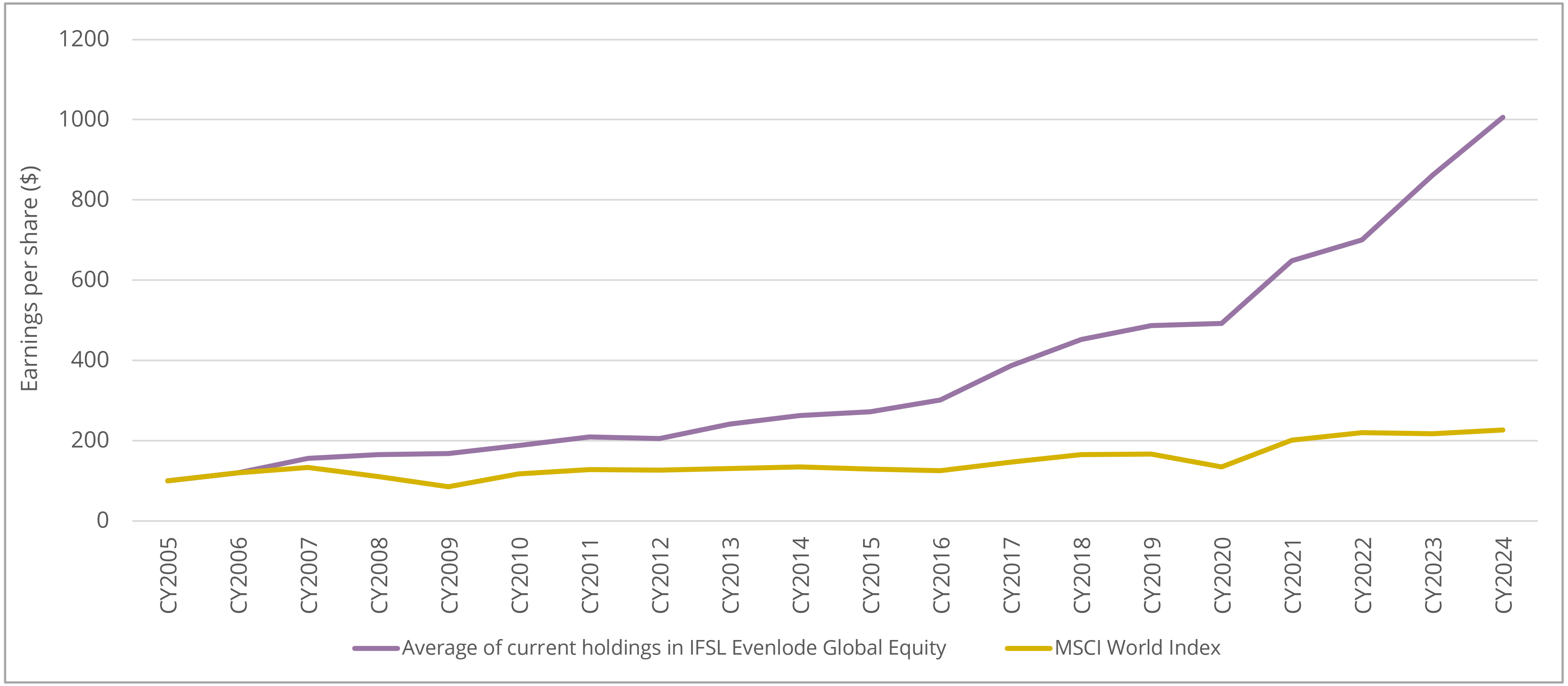
The Evenlode Philosophy

**Invest in high quality,
cash generative companies
at sensible valuations**

Our definition of quality compounders: high return, asset-light, competitively advantaged businesses



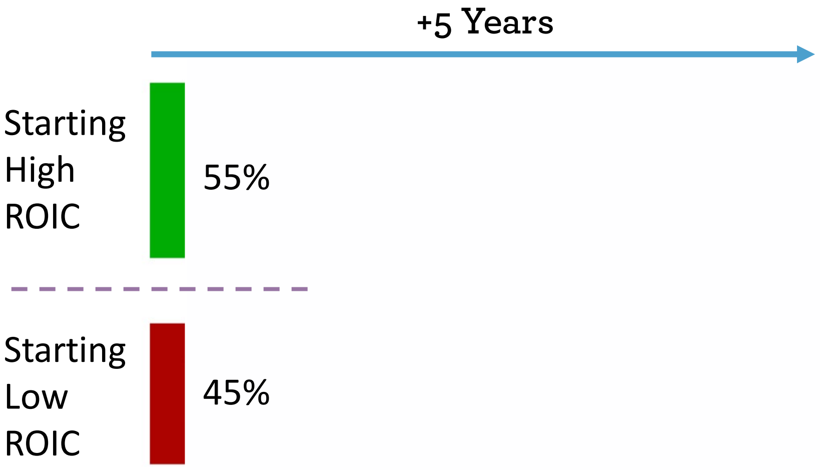
Quality compounders and fundamental growth



Source: S&P Capital IQ (IFSL Evenlode Global Equity normalised diluted EPS data), Bloomberg (MSCI World Index).
Past Performance is not a guide to future performance.

Quality compounders – a study

A longitudinal study of MSCI World Constituents 2004-2024 (over discrete 5-year calendar periods)



Starting ROIC	Annualised average shareholder return
High	+10.1%
Low	+7.9%

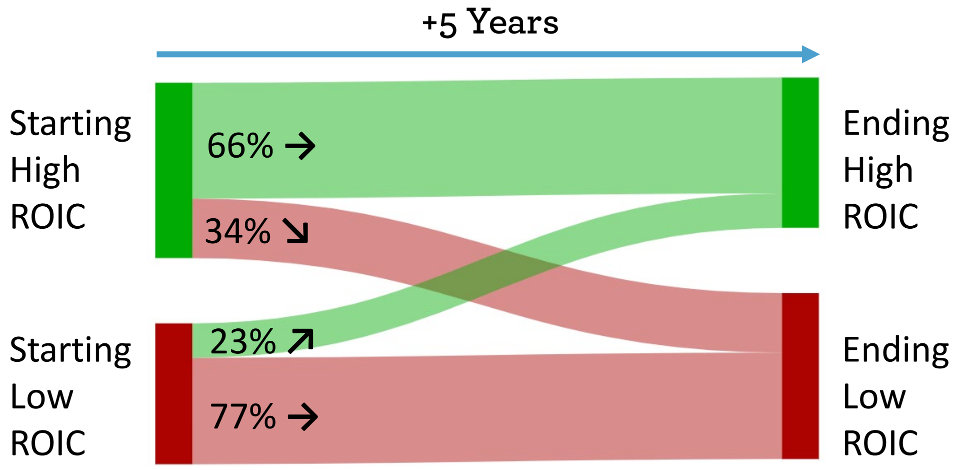
Businesses with a high starting ROIC only slightly outperformed over 5 years

Discrete 5- year calendar periods are 31 December 2004 to 31 December 2009, 31 December 2005 to 31 December 2010 etc. up to 31 December 2018 to 31 December 2024. Excludes the returns of companies that exited the index over the measured timeframe.
Source: MSCI, FactSet. MSCI World Index constituents from 31 December 2004 to 31 December 2024.
Past Performance is not a guide to future performance.

Quality compounders – a study

A longitudinal study of MSCI World Constituents 2004-2024 (over discrete 5-year calendar periods)

Company ROICs change over time → Resulting in different total return profiles



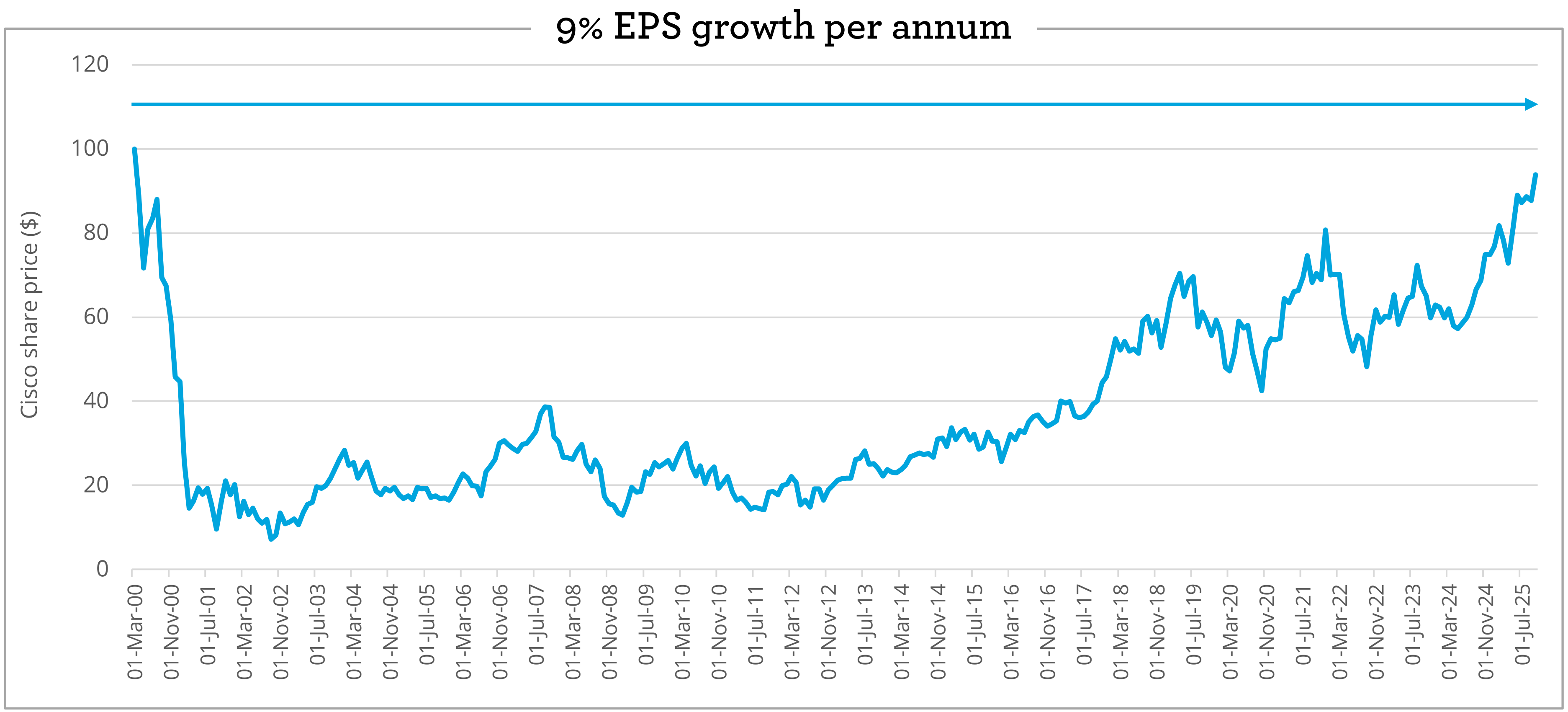
	Annualised average shareholder return
66% →	+13.2%
34% ↘	+2.6%
23% ↗	+14.7%
77% →	+5.5%

Businesses that ended each period with a High ROIC materially outperformed over 5 years

Durable high returns meet our definition of 'quality'

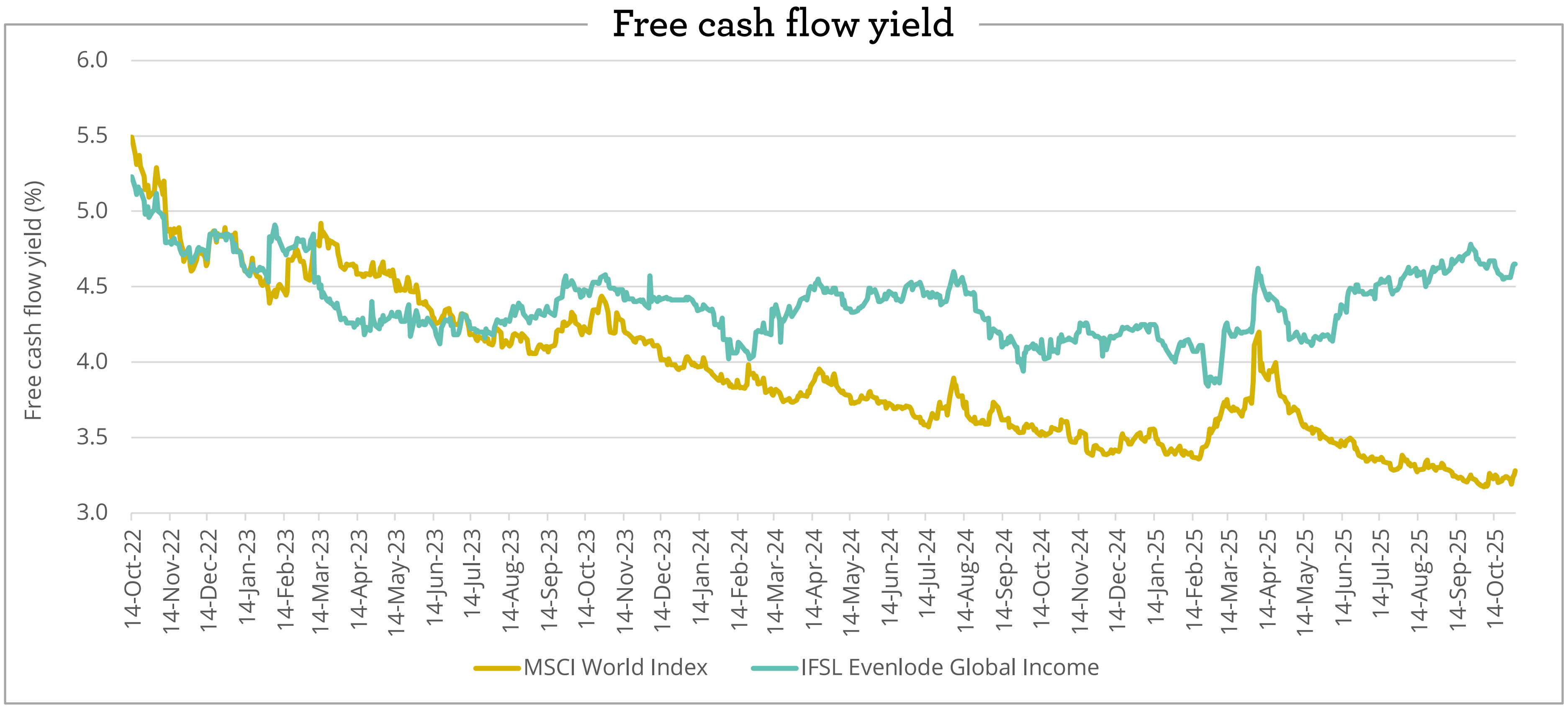
Discrete 5- year calendar periods are 31 December 2004 to 31 December 2009, 31 December 2005 to 31 December 2010 etc. up to 31 December 2018 to 31 December 2024. Excludes the returns of companies that exited the index over the measured timeframe.
Source: MSCI, FactSet. MSCI World Index constituents from 31 December 2004 to 31 December 2024.
Past Performance is not a guide to future performance.

Valuation matters too!



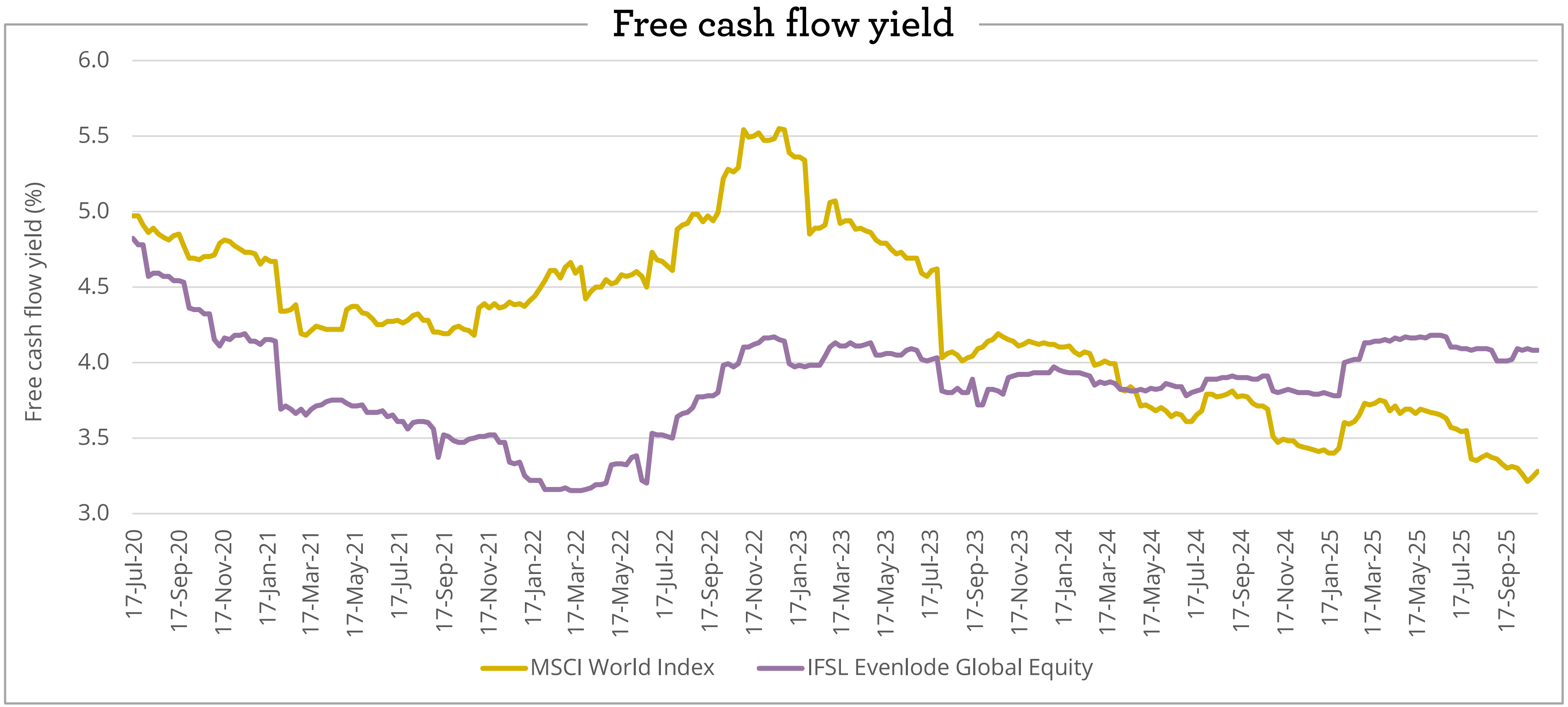
Source: S&P Capital IQ, 31 March 2000 to 30 October 2025.

The valuation opportunity in compounders



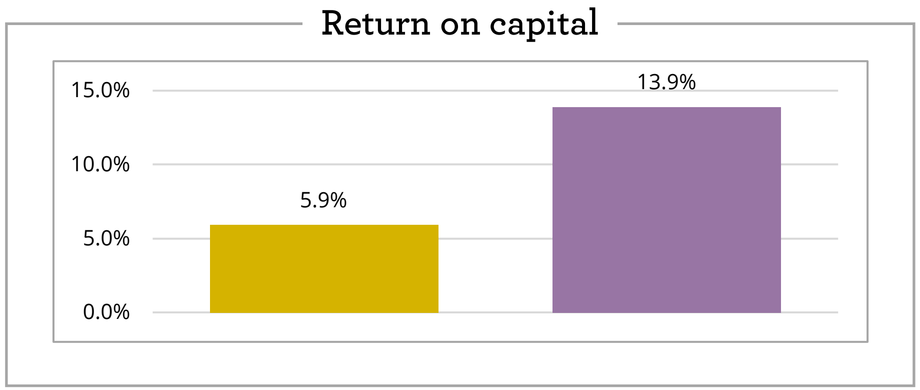
Source: Bloomberg and Evenlode. Daily data from 14 October 2022 to 31 October 2025.
Past Performance is not a guide to future performance.

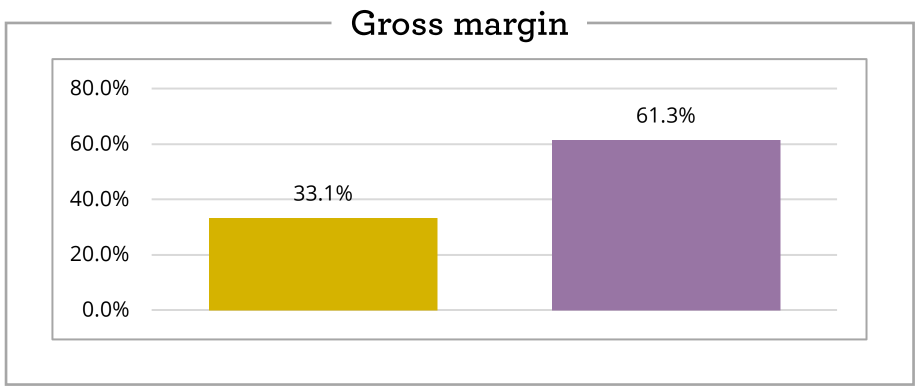
The valuation opportunity in compounders

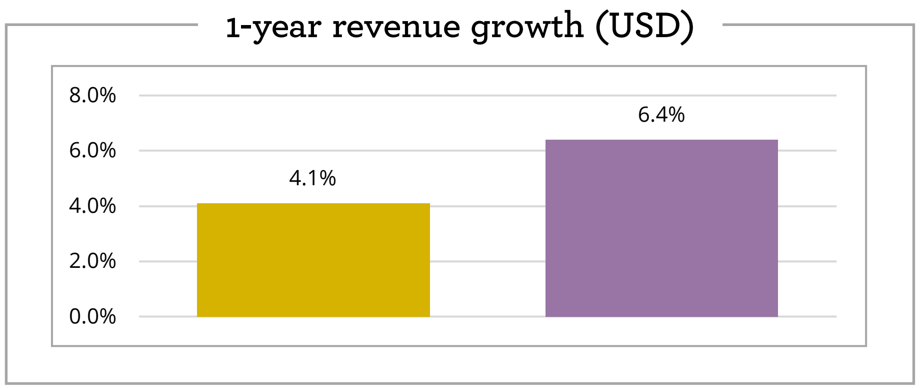


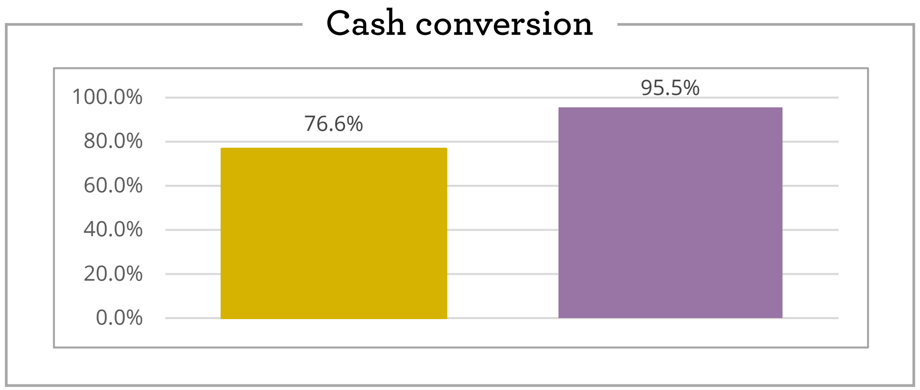
Source: Bloomberg and Evenlode. Weekly data from 17 July 2020 to 31 October 2025.
Past Performance is not a guide to future performance.

Financial characteristics versus index









MSCI World Index   IFSL Evenlode Global Equity

Source: Bloomberg. MSCI World Index subindices, 30 September 2025.
Past Performance is not a guide to future performance.

Compounding and adaptation in the current era

Unilever: Adaptation, and the current opportunity in quality defensives

RELX and generative AI

Weir Group and global infrastructure renewal

Howdens: Diversification through niche leadership

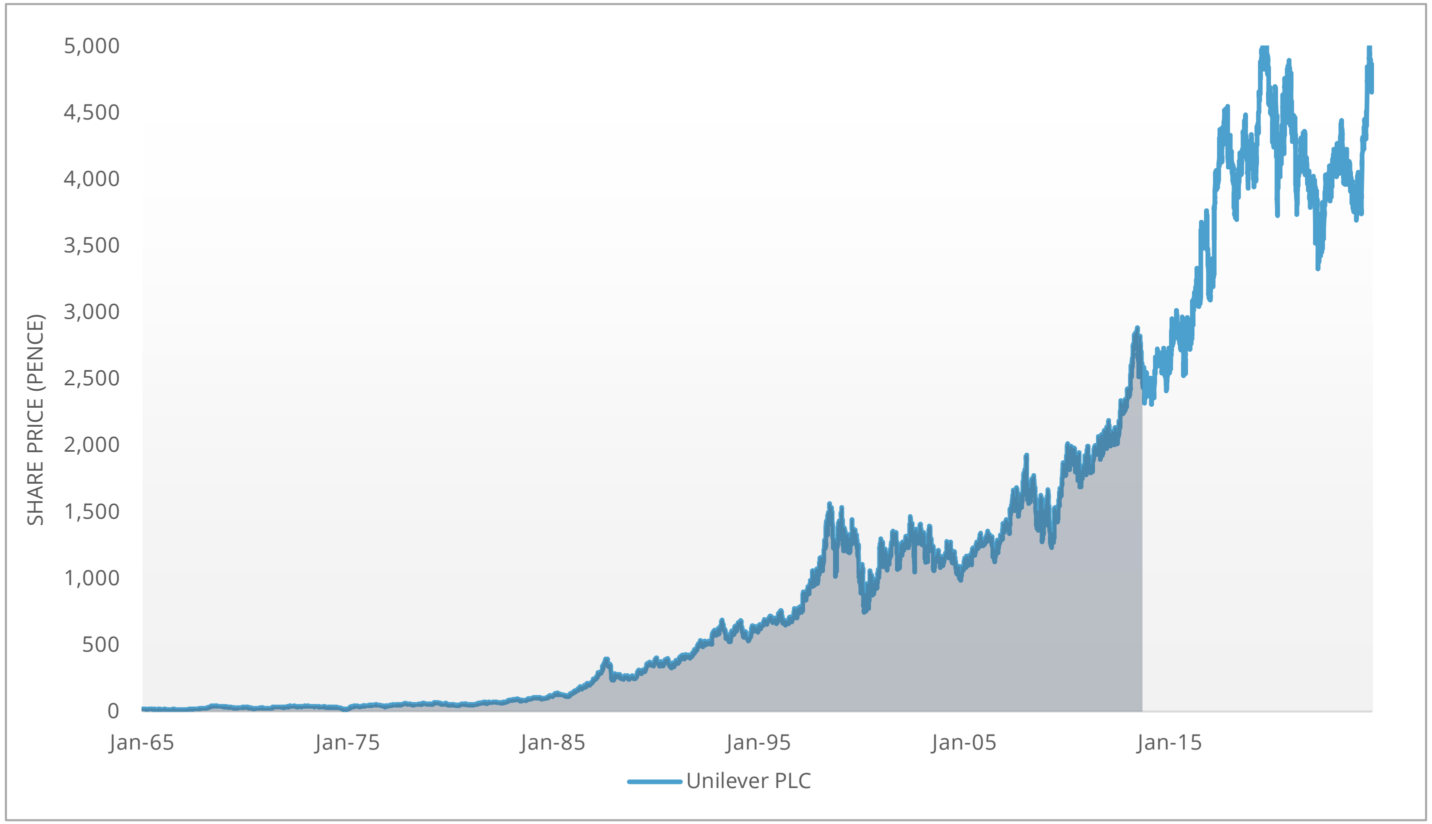
Unilever – In a desk drawer since 1966

1 August 1966:
Purchase of
700 Unilever shares
at 19s 6d

£1,032 initial
investment

Source: Evenlode.

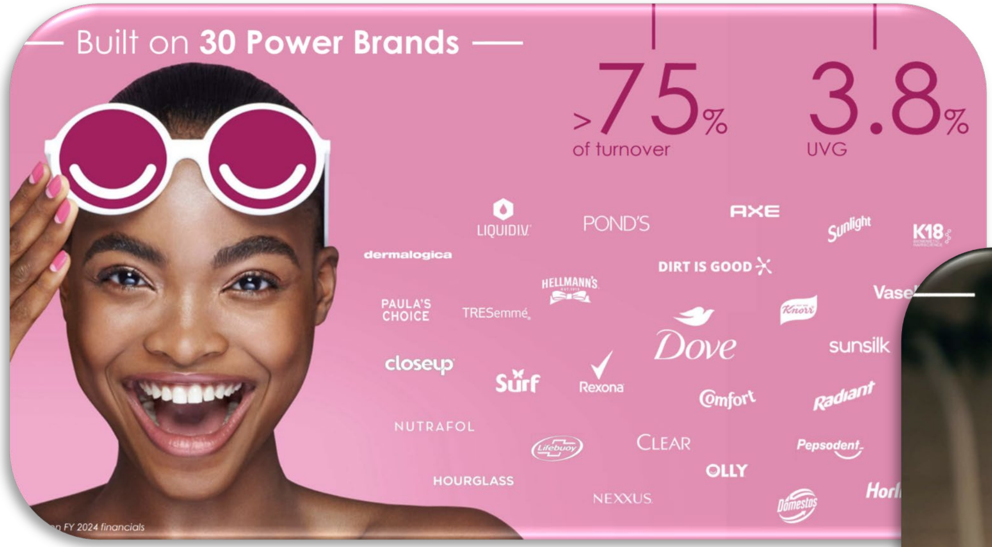
Unilever – In a desk drawer since 1966



This period spans a huge variety of macro-economic and geopolitical events

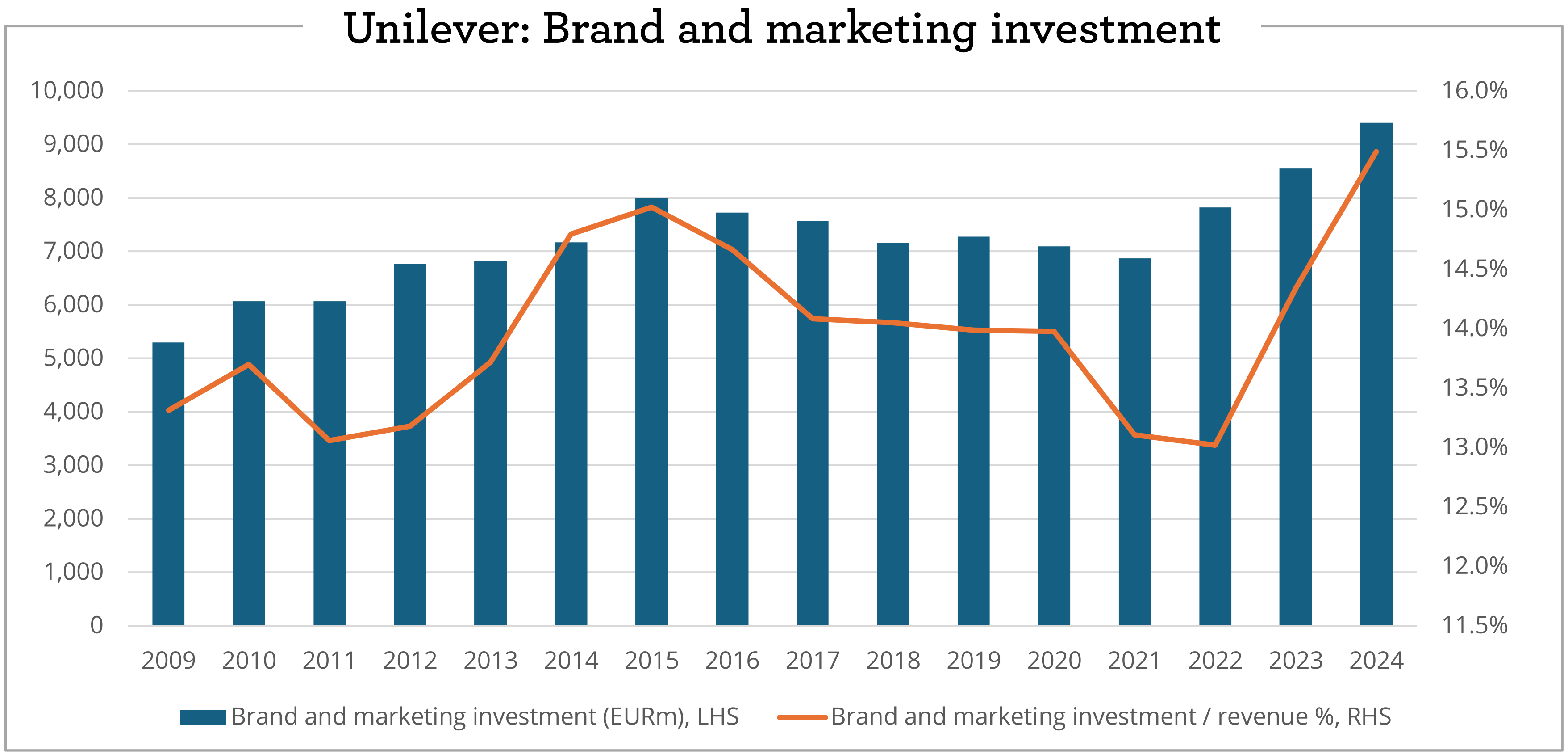
Source: Evenlode, Unilever, Financial Express.

Unilever today – More focused and well invested



Source: Unilever – Based on FY 2024 financials.

Unilever today – More focused and well invested

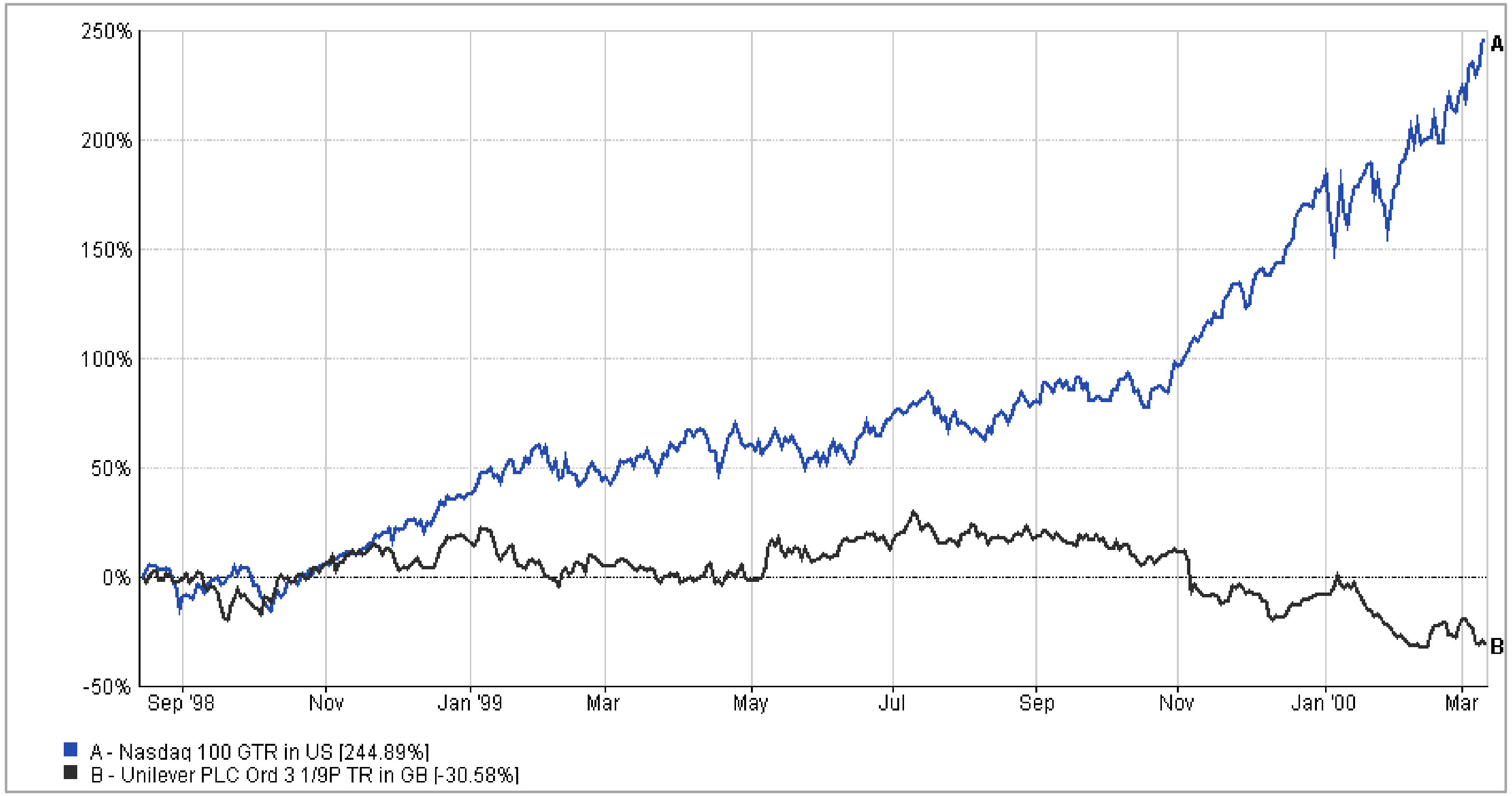


Source: Unilever annual reports, 2009 to 2024.

Unilever – Back to a 2012 rating

Source: S&P Capital IQ.

Unilever – Echoes of the late-1990s



Source: FE Fundinfo, 14 August 1998 to 10 March 2000.

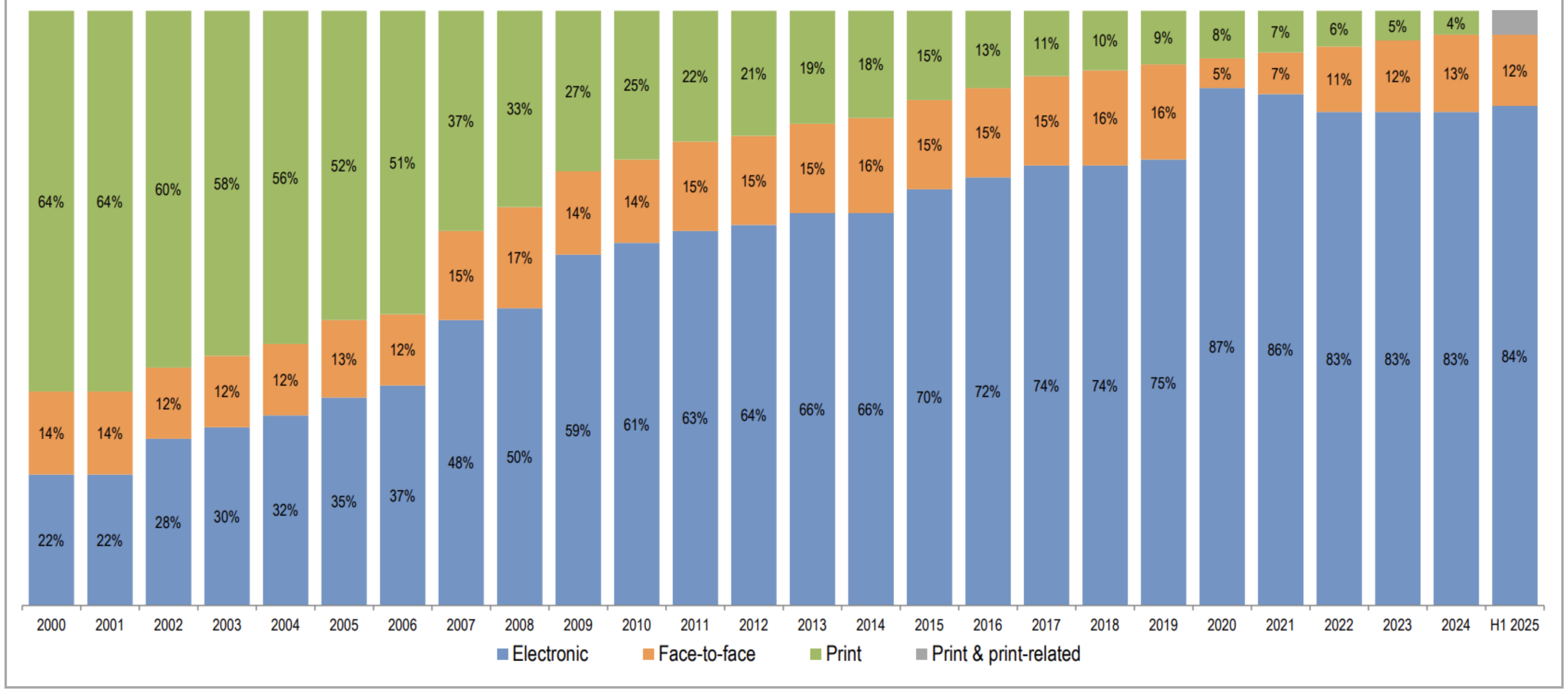
Unilever 2000-2002

Source: FE Fundinfo, 10 March 2000 to 8 October 2002.

RELX – Strong moat and a culture of reinvestment

RELX

RELX Group - Revenue by format since 2000

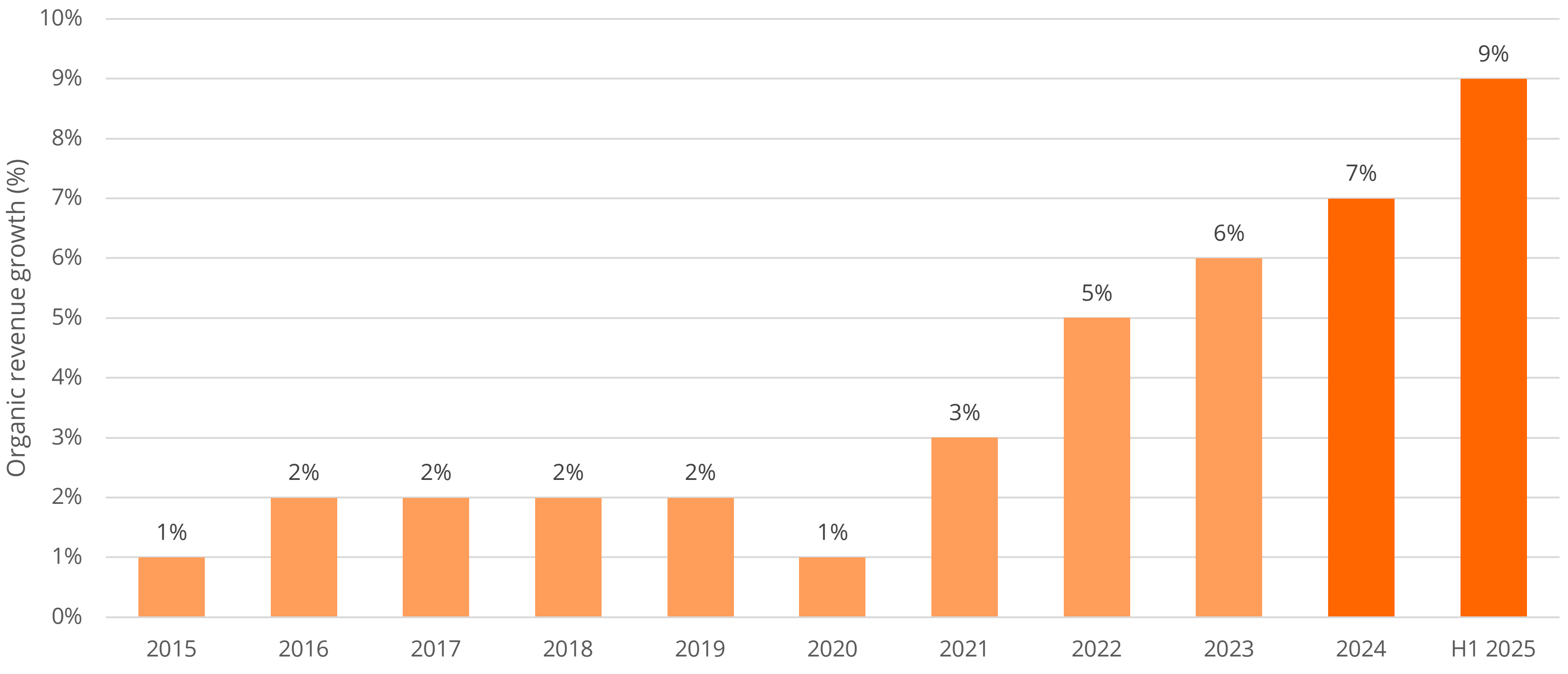


Source: RELX reports.

RELX – Harnessing technology to add tangible value to clients

RELX

LexisNexis (20% of group sales)
Organic revenue growth – last decade

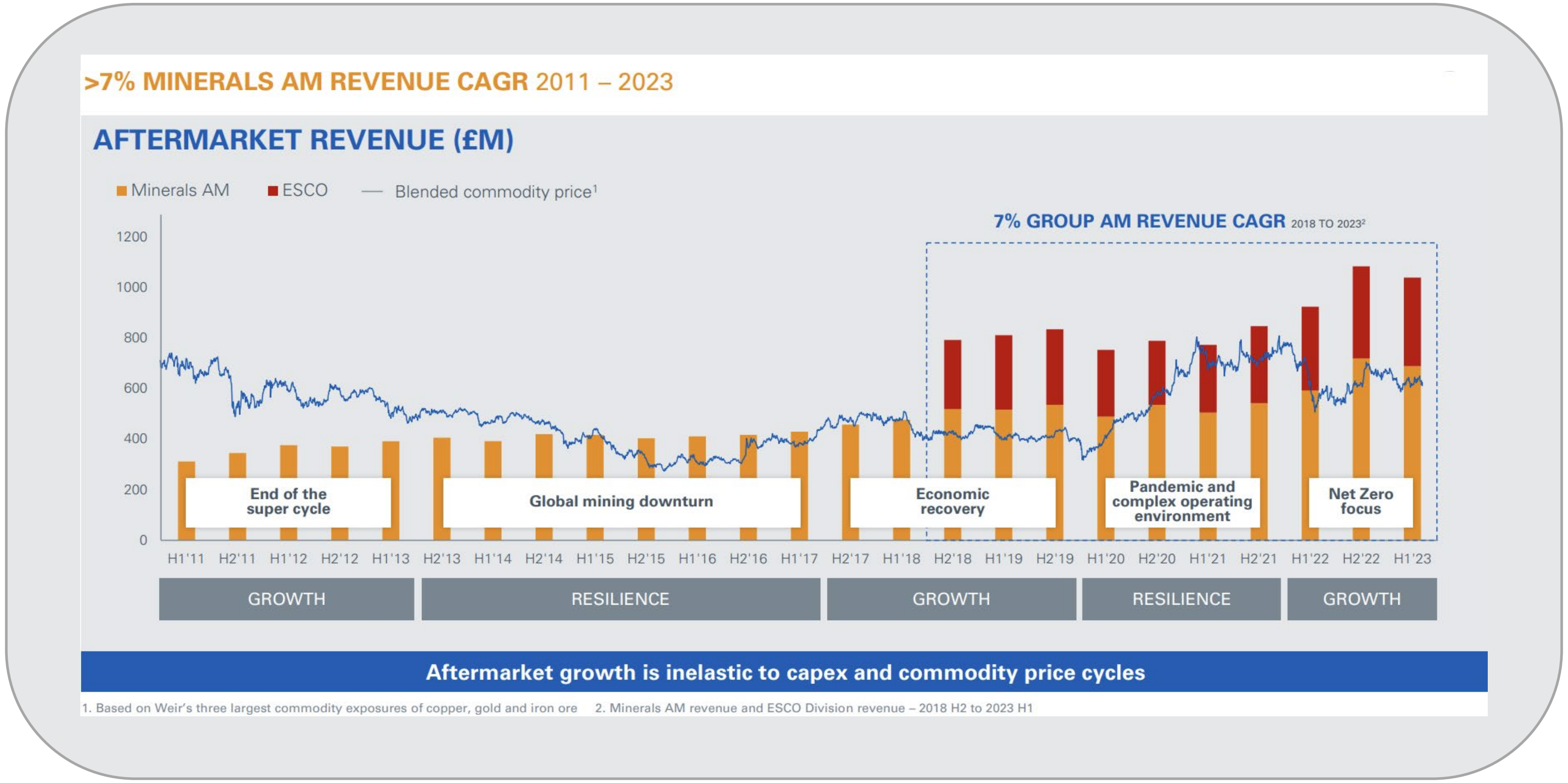


Source: RELX reports.

Weir Group – Global infrastructure renewal

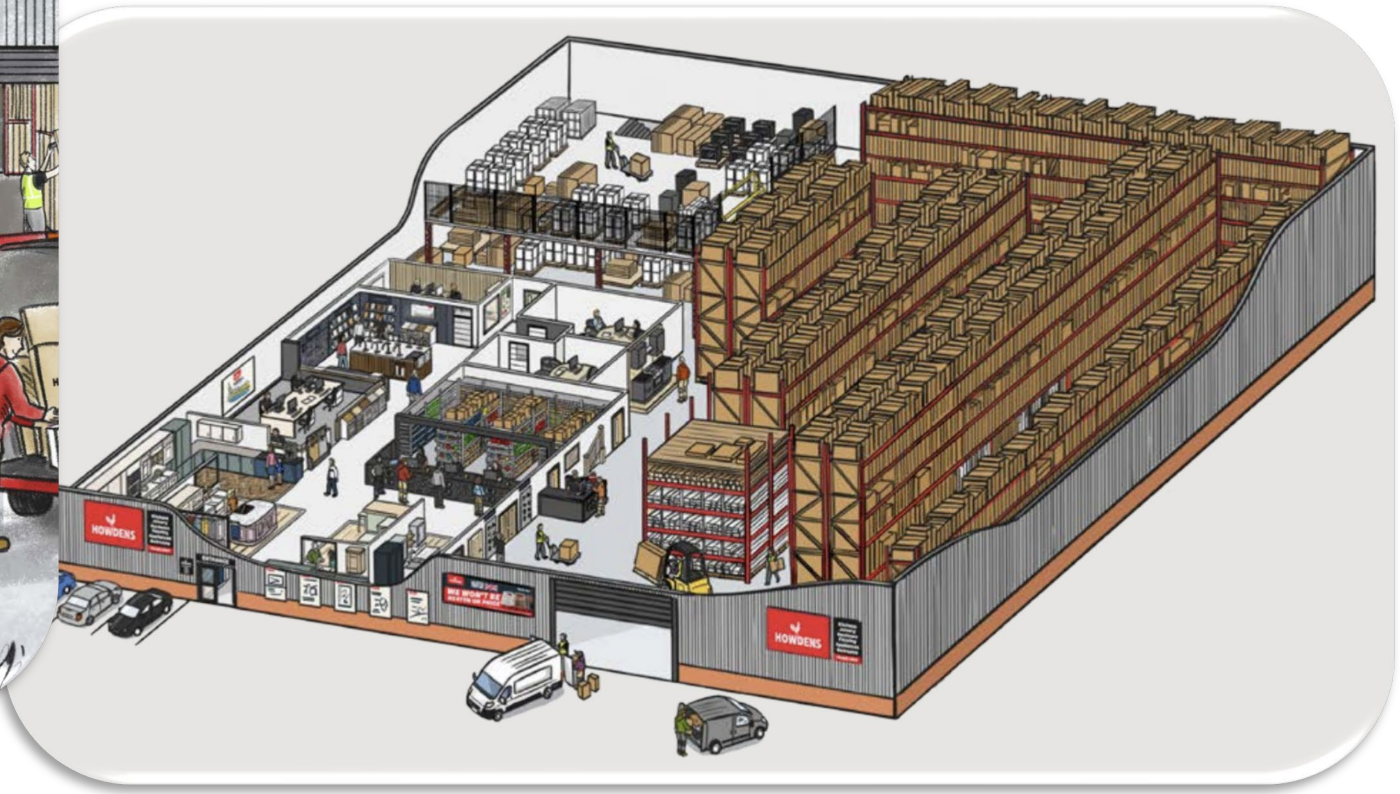
Source: Weir Group and Evenlode.

Weir Group – Repeat-purchase, cash generative growth



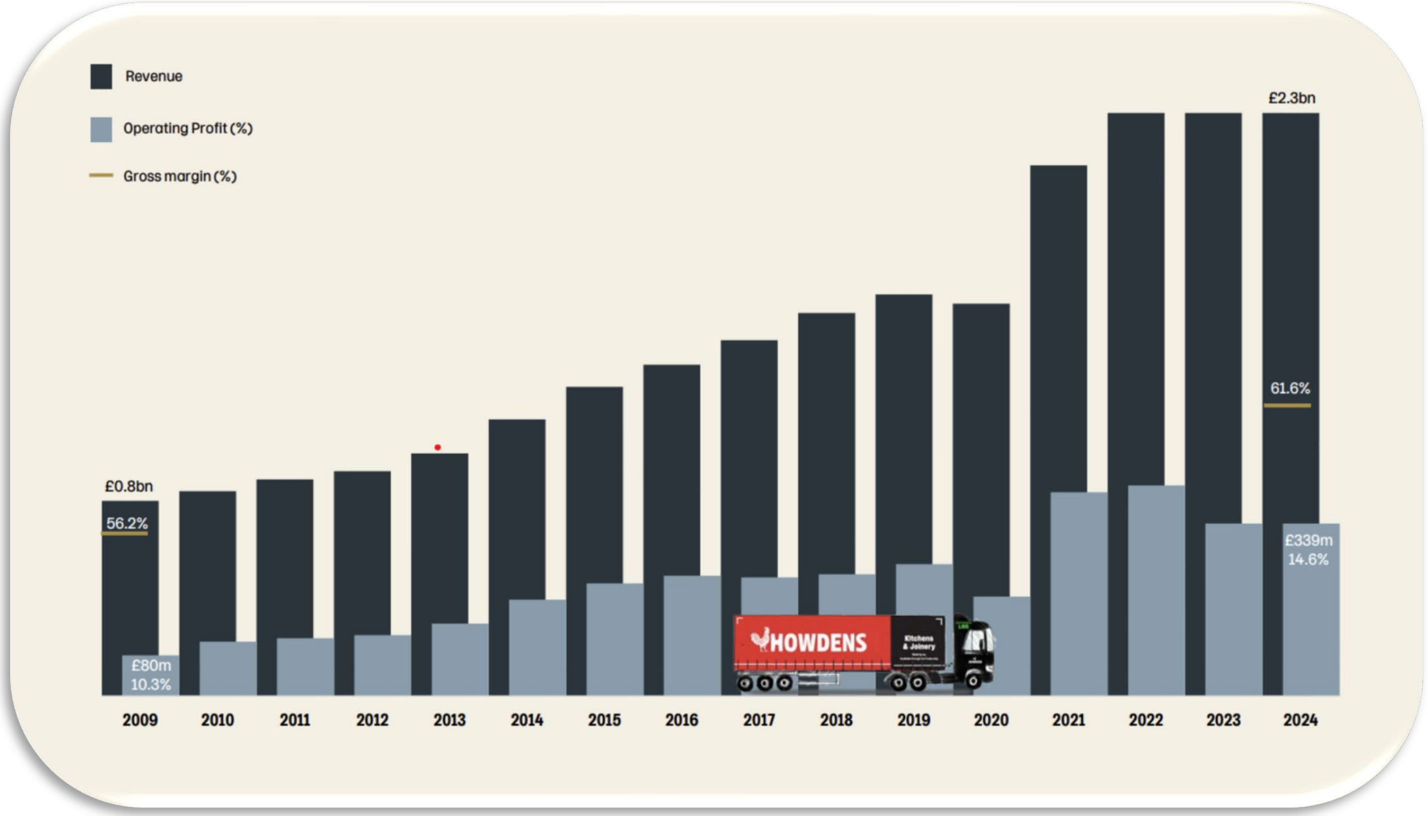
Source: Capital Markets and Evenlode, 30 September 2025.

Howden Joinery – Diversification through niche leadership



Source: Howden Joinery and Evenlode.

Howden Joinery – Strong grow stronger in adversity



Source: Howden Joinery and Evenlode.

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**Invest in high quality,
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Q&A

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