

Product

**Hargreave Hale AIM VCT**

Tax Status

**Venture Capital Trust**

Fund Group

**Hargreave Hale Limited**

**Risk Warning**

This communication is provided for informational purposes only. This information does not constitute advice on investments within the meaning of Article 53 of the Financial Services and Markets Act (Regulated Activities) Order 2001. Should investment advice be required this should be sought from a FCA authorised person.

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## RISK WARNINGS AND DISCLAIMERS

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## GENERAL RISK WARNINGS

Your attention is drawn to the following risk warnings which identify some of the risks associated with the investments which are mentioned in the Review:

### Fluctuations in value of investments

The value of investments and the income from them can go down as well as up and you may not get back the amount invested.

### Suitability

The investments may not be suitable for all investors and you should only invest if you understand the nature of and risks inherent in such investments and, if in doubt, you should seek professional advice before effecting any such investment.

### Past performance

Past performance is not a guide to future performance.

### Legislation

Changes in legislation may adversely affect the value of the investments.

### Taxation

The levels and the bases of the reliefs from taxation

may change in the future. You should seek your own professional advice on the taxation consequences of any investment.

## ADDITIONAL RISK WARNINGS

### Venture capital trusts

1. An investment in a VCT carries a higher risk than many other forms of investment.
2. A VCT's shares, although listed, are likely to be difficult to realise.
3. You should regard an investment in a VCT as a long term investment, particularly as regards a VCT's investment objectives and policy and the five year period for which shareholders must hold their ordinary shares to retain their initial income tax reliefs.
4. The investments made by VCTs will normally be in companies whose securities are not publicly traded or freely marketable and may therefore be difficult to realise and investments in such companies are substantially riskier than those in larger companies.
5. If a VCT loses its Inland Revenue approval tax reliefs previously obtained may be lost.
6. No investment can be made by the VCT in a company whose first commercial sale was more than 7 years prior to date of investment, except where previous State Aid Risk Finance was received by the company within 7 years (10 years for a 'knowledge intensive' company) or where a turnover test is satisfied; and
7. No funds received from an investment by the VCT into a company can be used to acquire another existing business or trade.

## Factsheet

### Hargreave Hale AIM VCT

Type	AIM based VCT with track record
Size	£229m AUM and is seeking £20m with this launch and a £20m over-allotment facility
Manager	Hargreave Hale Limited (“Hargreave Hale”)
Sponsor	Dickson Minto W.S.
Registrars	Equiniti Limited
Focus	To generate tax free capital gains and regular dividend income for its shareholders through a diversified portfolio of predominantly AIM listed VCT qualifying investments across a broad range of sectors
Promoter	Portunus Investment Solutions
Funds initially invested	Cash deposits, equities, fixed income securities and the Marlborough Special Situations fund
Minimum investment	£5,000 per tax year, excluding initial adviser charges
Initial Closing Date	1st April 2022 unless fully subscribed before for the 2021/22 tax year and 12 August 2022 unless fully subscribed before for the 2022/23 tax year
Issue costs	3.5% of amount subscribed
Annual costs	1.7% per annum plus VAT
Initial advisor charges	If charged, these will be facilitated by the VCT on subscription.

## Summary

Table 1: Tax Efficient Review summary of offering Pros and Cons

PROs	CONs
Consistent level of dividends paid to shareholders over recent years, on average 4.75p per share	Although the performance over 10 years has lagged the Amati and Unicorn AIM VCTs, the Hargreave Hale AIM VCT ranks second in its peer group over 3 and 5 years
The Hargreave Hale investment team are not entirely dependent upon the level of VCT qualifying AIM IPOs to deploy new funds raised	A relatively high level (14%) of non-qualifying equities within the portfolio aids liquidity but could add to volatility levels
A more diverse portfolio with the top 10 holdings accounting for 31% of the NAV, whereas the same figure for Unicorn and Amati is approximately 50% of their total NAV	There is a history of paying dividends to shareholders out of capital

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## TER classification

TER classifies this VCT as an “AIM VCT with track record”. There has been a long term succession plan in place as Giles Hargreave has stepped back.

This VCT can also hold non-AIM investments to aid liquidity.

## Review based upon

TER always meet with fund managers prior to a review. This review is based on those meetings, the prospectus for the offer, (Hargreave Hale

AIM VCT reference 2 September 2021) and data provided by Hargreave Hale.

## Changes since the previous review

- Before this fund raising the Net Asset Value of the VCT has increased from £135m at July 2020 to £229m at July 2021, on the back of a strong performance in the AIM market
- As planned, Giles Hargreave stepped down from his role as co-manager of the VCT on 31 December 2020, thereby completing a succession planning process that started in 2018. The Hargreave Hale VCT fund management has continued to expand and now has five team members following the introduction of a new investment analyst in September 2021.
- Aubrey Brocklebank retired from the board in January 2020 (as planned) having completed more than 16 years as a non-executive director. Aubrey was replaced as Chairman of the Audit Committee by Justin Ward, who was appointed to the board in November 2020. Justin Ward has spent time in private equity at Bridgepoint Development Capital, CVC Capital Partners and Hermes Private Equity.
- Hargreave Hale tell us that they have completed 17 investments in the 12 months to 31 July 2021.

Table 2: Hargreave Hale funds under management as at 31 July 2021

VCT	Net assets £m	Annual Management fee	Still to be invested £m
<b>VCT funds</b>			
Hargreave Hale AIM VCT	£229	1.7%	Nil
<b>NON VCT funds than can co-invest with VCT Funds</b>			
Marlborough Special Situations Fund	£1,700	1%	Nil
Marlborough UK Micro Cap Growth Fund	£1,730	0.75%	n/a
Marlborough UK Multi-Cap Income Fund	£1,180	0.75%	n/a
Marlborough UK Nano-Cap Growth Fund	£350	0.75%	n/a
Marlborough European Multi-Cap Fund	£458	0.75%	n/a
Marlborough UK Multi-Cap Growth Fund	£339	0.75%	n/a
Marlborough Technology Fund	£85	0.75%	n/a
Other Institutional mandates	£271	0.85%	n/a
<b>TOTAL</b>	<b>£6,342m</b>		<b>Nil</b>

Source: Hargreave Hale

## The Offer

This is an offer from Hargreave Hale AIM VCT managed by Hargreave Hale (trading as Canaccord Genuity Fund Management), for £20m of Ordinary Shares at an offer price at a 3.5% premium to the latest published unaudited NAV per Ordinary Share of the Company. There is an over-allotment facility for a further £20 million, which may be utilized at the Board's discretion, taking the total available under the offer to £40 million.

The investment objectives of the VCT are to generate capital gains and income from its portfolio and to make distributions from capital or income to shareholders whilst maintaining its status as a Venture Capital Trust.

### Strategy

The Company intends to achieve its investment objectives by making qualifying investments in companies primarily listed on AIM, but also private companies and companies listed on the AQSE Growth Market, and non-qualifying investments as allowed by the VCT regulations.

The manager will maintain a diversified portfolio of Qualifying Investments which may include equities and fixed interest securities as allowed by the VCT regulations. These smaller companies will be UK based or have a UK presence and, whilst of high risk, will have the potential for significant capital appreciation.

The portfolio of qualifying investments has been built steadily since launch in 2004. Hargreave Hale's preference for long term investment has allowed these investments to mature over time with 14 companies now held for more than 10 years.

Consistent with the VCT rules, qualifying companies are often very small at the point of investment; however, the passage of time means that the market capitalisation of qualifying companies within the VCT's portfolio varies from less than £10 million to greater than £1,000 million, with a weighted average of £386.3 million. Revenues and profits vary significantly, too. Some companies are pre-revenue whilst others have revenues in the hundreds of millions, the weighted average being £72.5 million. Whilst many qualifying companies are loss making at the point of investment, the increasing levels of maturity within the portfolio means that many qualifying companies are prof-

itable. The weighted average profit before tax across the VCT's portfolio of qualifying companies is £2.2 million, all as at 31 July 2021.

The non-qualifying investments must be permitted by the VCT regulations and may include equities and exchange traded funds listed on the main market of the London Stock Exchange, fixed income securities, bank deposits that are readily realisable and the Marlborough Special Situations Fund.

The VCT is able to maintain its exposure to small companies by investing up to 10% of the net assets into the Marlborough Special Situations Fund (also managed by Hargreave Hale), whilst the manager identifies opportunities to invest the proceeds of the fundraising into qualifying companies.

The manager strongly believes in the benefits of a diversified portfolio and point to the performance of the Marlborough Special Situations Fund and Marlborough UK Micro Cap Fund as two examples of highly diversified funds that have delivered strong long-term performance. Hargreave Hale believes this focus on risk management provides some protection in volatile markets, although it must be recognised that the VCT rules and the lower number of holdings make a comparison difficult.

The focus on risk management leads the manager to weigh each investment up against a series of factors, some specific to the company and others relating to portfolio construction. These include, the business model, financial controls, management track record, balance sheet strength and portfolio risk.

Hargreave Hale describes its approach as stock specific and based on fundamental analysis of the investee company. Their management of the VCT has evolved over the 17 years it has been managing VCTs, with more emphasis placed on risk management and volatility. This is primarily achieved through diversification of the qualifying and non-qualifying investment portfolios, but is also supported by the increased maturity of the qualifying portfolio, which now features more established and profitable qualifying companies. The manager also actively manages the VCT's exposure to different kinds of risk and uses investment into private companies to broaden the investment opportunity.

As at end of July 2021, the portfolio of the Hargreave Hale AIM VCT had the following characteristics:

- Qualifying investments account for 74.8% of the VCT's net assets, whilst the non-qualifying direct equity investments account for 13.9%, the Marlborough Special Situations Fund for 1.6% and cash for 9.7%
- The 76 qualifying companies are valued at about £171.2 million against an underlying book cost of £89.2m. The book cost within the management accounts shown (see Table 6 for detail), reflects the transfer value of the qualifying investments from Hargreave Hale AIM VCT 2 (as opposed to their purchase price)
- The 10 largest qualifying holdings accounted for 31.6% of the VCT's net asset value of approximately £228.8 million
- 41% of the qualifying portfolio (when weighted by market value) is invested in profitable companies
- The weighted average revenue and profit before tax within the qualifying portfolio was £72.5m and £2.2m respectively.
- The weighted average market capitalisation was £386m

We cover these figures in more detail in the tables and the Track Record section of this report. But some highlights of the investment portfolio include:

- GlobalData. A supplier of propriety data and analytics and insights to 4,000 clients with a market cap of £1.9bn, revenues of £178 million and profit before tax of £44 million for the year to 31 December 2020
- Gousto (Unquoted). A data-driven recipe box company delivering ingredients and recipe cards direct to doorsteps across the UK. Gousto is a private company and reported revenues of £189 million and profit before tax of £1 million for the year to 25 December 2020
- Maxcyte. A provider of cell-engineering platform technologies to advance innovative cell-based research, development and potential commercialization of next-generation cell therapies. Maxcyte has a market cap of £821m

and reported revenues of \$26 million and loss before tax of \$12 million for the year to 31 December 2020

The split of the portfolio by market value of the Hargreave Hale AIM VCT is currently:

- Qualifying Investments - 74.8%
  - AIM Investment - 61.5%
  - Unquoted Investments - 13.3%
- Non-Qualifying Investments
  - FTSE 350 direct equities - 13.9%
  - Marlborough Spec Sits Fund - 1.6%
- Cash and other holdings 9.7%

We have previously highlighted our concerns about access to the deal flow on AIM. Although the number of AIM qualifying IPO's has picked up recently. We continue to welcome a reduced dependence on AIM IPO's with the management team now more able to deploy monies, when there are periods of reduced IPO activity on AIM.

**Non-qualifying investments**

The Hargreave Hale VCT Team works closely with the wider Hargreave Hale fund management team to deliver the investment strategy when making non-qualifying investments. Typically, this will include a focused portfolio of direct investments in companies listed on the main market of the London Stock Exchange.

As at 31 July 2021, the average market cap of an investment in the non-qualifying portfolio, when weighted by market value was £3.0bn. The manager is keen to emphasize the balancing effect this has on the whole portfolio as investors with investors gaining exposure to both small qualifying companies and more stable and liquid larger companies in the same VCT.

Subject to a maximum of 10% of the net assets, the investment policy allows the initial investment of the proceeds of fundraisings into the Marlborough Special Situation Fund pending investment into qualifying companies. The £1.7bn fund, which has a very significant weighting to UK small companies and is also managed by Hargreave Hale, and produced a 1, 3 and 5 year return of 52%, 41% and 108%, respectively (as at 31 July 2021).

**Dividend Policy**

The VCT has a well-established track record of paying out tax free dividends to their shareholders



ers. The intention is to continue the existing policy of targeting a 5% tax free dividend distribution yield (referenced to the year-end net asset value of each company). The VCT has a good track record of making distributions consistent with this policy, including several special dividends in recent years.

The most recent total annual dividends paid from the Hargreave Hale AIM VCT (in relation to a financial year) are:

- 2020 - 5.4p per share
- 2019 - 4.0p per share
- 2018 - 5.4p per share
- 2017 - 4.0p per share
- 2016 - 4.0p per share

Hargreave Hale AIM VCT pays its dividends out of capital. To date this has been done through distributions from the Special Reserve, which was created by a court approved conversion of the Share Premium Account. The Finance Act 2014 prohibits VCTs from paying dividends (or other forms of distribution or payments to investors) from the capital received by a VCT from a share issue within three years of the end of the accounting period in which shares were issued to investors. Hargreave Hale AIM VCT was not affected by the change in legislation and has continued to distribute dividends to shareholders in line with its

## Track record

Our approach to comparing track records between providers is to use 3, 5 & 10 year measures of the annual increase in total return (calculated as closing net asset value less opening net asset value plus dividends paid during the period).

The results are in Table 3 and consist of results for each AIM provider and their VCTs over a 3, 5 and 10 year period.

The number of qualifying AIM listed companies in the portfolio is a diverse 76 for the Hargreave Hale AIM VCT (see Tables 6).

As at 30th June 2021, the five largest sector weightings of the qualifying portfolio within the Hargreave Hale AIM VCT was:

- 30% in Healthcare
- 30% in Information Technology
- 22% in Consumer companies
- 9% in Industrials

dividend policy.

As at 31 July 2021, Hargreave Hale AIM VCT had £67.8m of distributable reserves available to it.

### Share Buyback Policy

The Board targets a 5% discount to the NAV but like most managers reserves the right to suspend the discount control policy, if required. The manager has discretion to buy shares back in on a weekly basis, subject to certain limits. These are set by the Board to ensure compliance with the Listing Rules and shareholder authorities. Nevertheless, these policies have proven to be very robust and have never been suspended. The consistent application of the policy has been particularly effective at controlling the share price, which has tightly tracked the published net asset value per share, with an average discount of 6.5% to the net asset value for the 3 years to 31 July 2021.

We believe the policy, and the execution of it, is good news for existing investors, provided the team is able to maintain it. Individuals should be aware that there is no guarantee that this policy will be sustainable or adhered to over the long term.

**Tax Efficient Review Strategy rating: 29 out of 30**

- 5% in Utilities and Real Estate

As can be seen in Table 3, the Hargreave Hale AIM VCT ranks second within its peer group over 3 and 5 years, although it lags behind the Amati AIM VCT and the Unicorn AIM VCT over 10 years. Part of the reason for this may be explained by the Hargreave Hale AIM VCT holding a more diversified portfolio in comparison with Amati and Unicorn.

Within the Hargreave Hale AIM VCT the top 10 investment holdings comprise 31% of the AUM. This compares with the top 10 holdings comprising approximately 50% of the Amati and Unicorn AIM VCTs.

If the top 10 investments comprise a higher percentage and perform well, this could lead to better performance, but a relatively high level of weighting of the top 10 holdings could lead to higher volatility within the portfolio performance.

Table 3: AIM VCT provider 3,5 &amp; 10 year performance comparison

VCT manager (alphabetical order)	VCT name	Data as at	Annual return over last 3 years	Annual return over last 5 years	Annual return over last 10 years
AMATI	Amati AIM VCT	30/06/2021	10.4%	26.7%	15.0%
<b>HARGREAVE HALE</b>	Hargreave Hale AIM VCT	30/06/2021	11.3%	14.8%	10.8%
OCTOPUS	Octopus AIM VCT	30/06/2021	8.6%	13.3%	10.1%
	Octopus AIM VCT 2	30/06/2021	8.4%	12.9%	10.5%
UNICORN	Unicorn AIM VCT	30/06/2021	16.4%	14.2%	16.9%

Source: Tax Efficient Review calculation based on data from public accounts

Calculation: (Closing period NAV less Opening period NAV plus dividends paid in the period) divided by number of years in the period

Report created 24/08/2021

Table 4: Hargreave Hale AIM VCT key characteristics as at 31 July 2021

Asset Allocation	
Qualifying Investments	74.8% of which 61.5% are AIM and 13.3% Unquoted Private Investments
Marlborough Special Situations Fund	1.6%
Non-Qualifying Equities	13.90%
Non-Qualifying Fixed Income	0%
Cash	9.70%
<b>Total</b>	<b>100%</b>
Qualifying Portfolio	
Average Revenue	£73m
Average Net Cash	£16m
Average Market Capitalisation	£386m

Source Hargreave Hale September 2021

Table 5: Hargreave Hale Matrix of individual responsibilities

	Oliver Bedford	Lucy Bloomfield	Anna Salim	Barbara Walshe	Archie Stirling
VCT WORK					
Managing VCT funds/assets	100%	100%	100%	100%	100%
Years in fund management	17	13	5	None	None
Years with current team	17	3	3	1	0
Years involved with VCTs	17	3	3	1	0

Source Hargreave Hale August 2021

Table 4 shows the breakdown of the asset allocation of the Hargreave Hale AIM VCT. Whilst the dominant holdings are AIM listed qualifying investments, as one would expect, the second largest percentage is at 14% in non-qualifying equities.

Table 6 shows that many of these listed equities

## Manager

In total, Hargreave Hale has £6.3 bn in funds under management and over £4.4 bn invested in UK small companies. Table 5 shows the team at present and the time allocated to VCT work.

Giles Hargreave stepped down as co-manager on 31 December 2020; he has not been involved in the management of the VCT portfolio since then. Looking forward, Giles is not expected to provide any input to the VCT's portfolio, although he remains available to support the VCT team in his role as Life President of Canaccord Genuity Fund Management (the trading name of Hargreave Hale Ltd).

Hargreave Hale had planned for this with the introduction of Lucy Bloomfield, an experienced fund manager, into the team in 2018. Since then, Barbara Walshe and Archie Stirling have also joined the VCT team to provide more support to the investment process, particularly for investments into private companies.

The investment team of the Hargreave Hale AIM VCT comprises:

- **Oliver Bedford - Lead Manager** - graduated from Durham University in 1995 with a degree in Chemistry. He served in the British Army for 9 years before joining Hargreave Hale in 2004. After initially working as an analyst in support of the VCT, Oliver was appointed as co-manager in 2011 and then lead manager in 2019.
- **Lucy Bloomfield - Deputy Fund Manager** - joined Hargreave Hale in August 2018. Prior to this she spent eight years as an analyst and UK Small & Mid-cap fund manager at BlackRock before her most recent role as a European Small & Mid-cap fund manager with Ennismore Fund Management. Lucy graduated from Durham University with a degree in

are well known names such as JD Sports, Watches of Switzerland and S4 Capital. These holdings undoubtedly aid liquidity within the portfolio, being more accessible than the AIM listed holdings, but they could also add to volatility within the portfolio.

**Tax Efficient Review Track Record rating: 31 out of 40**

Economics and is a CFA charter holder.

- **Anna Salim** - joined Hargreave Hale in April 2018. Her prior experience includes European lower mid-market private equity investments at Revolution Capital Group and equity research at Cormark Securities. Anna graduated from the University of Toronto and holds an MBA from the University of Western Ontario. She is a CFA charter holder.
- **Barbara Walshe** - joined Hargreave Hale as legal counsel in May 2020. She graduated from Oxford University and, following qualification as a solicitor in 2010, worked at Ashurst LLP and Linklaters LLP before her most recent role as chief legal officer at a VCT-backed sustainable recycling company.
- **Archie Stirling** - joined Hargreave Hale as an investment analyst in September 2021. He graduated from Bristol and joined KPMG in 2013. Following qualification in 2016, he joined KPMG's transaction services team where he remained until joining Hargreave Hale.

The Board of Hargreave Hale AIM VCT comprises:

- David Brock
- Angela Henderson
- Ashton Bradbury
- Oliver Bedford
- Justin Ward

Sir Aubrey Brocklebank was a longstanding board member and stepped down at the end of 2020. Justin Ward was appointed to the Board in November 2020 and assumed the role of Chairman of Audit Committee in February 2021.

**Tax Efficient Review Team rating: 18 out of 20**

## Costs

- **Initial costs:** Initial costs are usually 3.5% including commission to introducers of either 1% or 0.5% up-front with 0.375% annual trail subject to availability and paid by the manager out of their annual management charge (where no advice is given to the investor)
- **Annual management fee:** 1.7% of the VCT's NAV. As at 31 July 2021, the VCT's on-going charges ratio (OCR) was 2.2% inclusive of VAT. Hargreave Hale expects the OCR to remain close to 2.3% immediately following the £20m fundraise

There is a discount of up to 2% available to existing shareholders for applications received by 5pm on 29 October 2021. The full early bird discount of 2% is only available when Hargreave Hale is not required to pay any initial commission, either because the introducing adviser gives advice (and therefore cannot accept commission), or the introducing adviser waives the introductory commission in favour of the client

- **Performance fee:** There is no performance fee levied by the manager within the Hargreave Hale AIM VCT. This is in line with its peer group in the AIM VCT market

The Hargreave Hale AIM VCT has always had competitive costs in relation to its peers and this has continued with this fund raising.

**Tax Efficient Review Cost rating: 9 out of 10**

## Conclusion

The AIM VCTs could be considered the “marmite” of the VCT market. Some advisers love them and use them as a first choice when considering VCTs for their clients, others avoid them altogether and stick to generalist VCTs which hold unquoted investments.

One can see how such a differentiation of opinion arose. Over the past 20 years the AIM market has showed more volatility than the main market, particularly in the first 10 years of the 21st century. With this volatility came ebbs and flows of the number of VCT qualifying companies listing on AIM, which in turn affected the dealflow which the AIM VCT managers could choose from. But the AIM market has reached a good level of maturity and its performance over the past 12 months has been strong as the economy has rebounded back from the initial impact of the COVID-19 pandemic.

So where does the Hargreave Hale AIM VCT fit in? The team in place have found their feet and the more recent performance has picked up when compared to the likes of Amati and Unicorn. In past reviews the Hargreave Hale AIM VCT has trailed those two in performance, but Hargreave Hale has ridden the recent increases in the AIM market well. They have also paid a highly consistent level of dividends to shareholders over the years.

In recent years TER have been concerned by the relative lack of VCT qualifying companies listing on the AIM market. But the past 12 months has seen a significant increase, which is welcome for all VCT managers. The Hargreave Hale AIM VCT has the benefit of being able to divest into non-AIM listed holdings within the qualifying portfolio, so they are not totally beholden upon the AIM market for dealflow.

The top 10 holdings within the Hargreave Hale AIM VCT accounts for 31% of the total AUM, which is a similar level to that of the Octopus AIM VCTs. But within the Amati and Unicorn VCTs the top 10 holdings account for approximately 50% of their portfolios. So one could expect the Hargreave Hale AIM VCT to be less volatile than Amati and Unicorn. But whereas those managers largely hold their listed equity investments through collective investments as part of their non-qualifying portfolio, the Hargreave Hale AIM VCT holds 14% of it's AUM directly in listed equity investments, which could aid liquidity but could add to volatility.

**Tax Efficient Review rating: 87 out of 100 for an AIM based VCT**

## HARGREAVE HALE AIM VCT

Table 6: Hargreave Hale VCT holdings as at 31 July 2021

	Cost £000	Current Value £000	% of NAV
<b>Qualifying Portfolio</b>			
Gousto	2,484	12,715	5.56%
Learning Technologies	2,238	9,657	4.22%
Maxcyte	1,270	8,100	3.54%
Ideagen	1,992	7,616	3.33%
Zoo Digital	2,266	6,236	2.74%
Polarean	2,081	5,903	2.59%
PCI PAL	2,280	5,883	2.57%
Surface Transforms	1,744	5,842	2.55%
Ilika	1,636	5,363	2.34%
Creo	2,329	4,600	2.01%
Eagle Eye	1,642	4,415	1.93%
Blackbird (Forbidden Tech)	615	4,305	1.88%
Kidly CLN	1,350	3,670	1.60%
Aquis	765	3,081	1.35%
Zappar	1,600	2,781	1.22%
Mexican Grill A Prefs	1,013	2,713	1.19%
Cohort	619	2,708	1.18%
Verici	700	2,520	1.10%
Angle	1,158	2,478	1.09%
C4X Discovery	1,550	2,401	1.05%
My First Years Ord C	1,000	2,394	1.05%
Abcam	55	2,239	0.98%
Diaceutics	1,550	2,202	0.96%
EKF	565	2,160	0.94%
Eden Research	1,355	2,145	0.94%
Craneware	125	2,107	0.92%
Bidstack	2,000	2,100	0.92%
Beeks Financial	1,038	2,058	0.90%
Cloudcall	3,196	1,866	0.82%
Hardide Ord 4P+	3,566	1,856	0.81%
In the Style	1,667	1,850	0.81%
Animal Care	720	1,815	0.79%
Science in Sport	1,479	1,755	0.77%
Project Paladar	1,749	1,749	0.76%
Belvoir	762	1,695	0.74%
Trellus Health	1,000	1,675	0.73%
Escape Hunt CLN	340	1,575	0.69%
My First Years Ord D	1,500	1,500	0.66%
Kidly E Pref	1,150	1,390	0.61%
OneMedia IP	1,141	1,385	0.61%
Crosswords	1,289	1,380	0.60%
Intelligent Ultrasound (Medaphor)	1,150	1,275	0.56%

Table 6: Hargreave Hale VCT holdings as at 31 July 2021

	Cost £000	Current Value £000	% of NAV
Instem life	297	1,258	0.55%
Idox	135	1,257	0.55%
Diurnal	672	1,239	0.54%
Centralnic	588	1,205	0.53%
Escape Hunt	2,173	1,198	0.52%
Crimson Tide	1,260	1,176	0.51%
Tristel	543	1,156	0.51%
Osirium CLN	800	1,112	0.49%
Intercede	305	1,047	0.46%
Property Franchise Group	377	1,026	0.45%
E-Therapeutics	500	1,021	0.45%
Quixant	1,209	1,004	0.44%
Globaldata	173	897	0.39%
Synairgen	192	852	0.37%
Faron Pharma	1,373	830	0.36%
Fusion Antibodies	624	824	0.36%
Velocys	900	787	0.34%
Renalytix	82	742	0.32%
Arecor Therapeutics	712	712	0.31%
Rosslyn Data	750	708	0.31%
Gfinity	1,526	700	0.31%
ULS Technology	770	666	0.29%
Yourgene - Premaitha	521	647	0.28%
K3	270	582	0.25%
Everyman	600	577	0.25%
Equals Group (FairFX)	750	487	0.21%
HB I 3x NON-Voting	300	481	0.21%
Vertu	600	465	0.20%
Mirriad	610	395	0.17%
Big Blu	347	385	0.17%
HB F 3x Non-Voting	215	345	0.15%
DP Poland	1,390	330	0.14%
Mexican Grill Ords	112	301	0.13%
HB CLN	300	300	0.13%
Wandisco	347	268	0.12%
KRM	619	217	0.09%
Reneuron	606	180	0.08%
HB E 3x Voting	85	136	0.06%
TrakM8	486	134	0.06%
Osirium	858	128	0.06%
Trellus Health-restricted	74	124	0.05%
Mycelx	361	77	0.03%
Verici-restricted	1	49	0.02%
HB D Voting	2,200	0	0.00%

## HARGREAVE HALE AIM VCT

Table 6: Hargreave Hale VCT holdings as at 31 July 2021

	Cost £000	Current Value £000	% of NAV
Paragon Entertainment	87	0	0.00%
Portr A	501	0	0.00%
Portr Ords	1,287	0	0.00%
Portr B	100	0	0.00%
<b>Total Qualifying Investments</b>	<b>89,317</b>	<b>171,183</b>	<b>74.83%</b>
<b>Non Qualifying Portfolio</b>			
S4 Capital	575	2,082	0.91%
Future	314	1,895	0.83%
Watches of Switzerland	888	1,811	0.79%
Seraphine Group	1,853	1,733	0.76%
Sthree	1,172	1,678	0.74%
NCC	985	1,384	0.60%
Liontrust	703	1,254	0.55%
Bodycote	990	1,215	0.53%
Bytes Technology	639	1,141	0.50%
Howden Joinery	843	1,094	0.48%
Integrafin	551	1,061	0.46%
Spirax-Sarco	443	1,050	0.46%
WH Smith	948	1,006	0.44%
Dechra	422	994	0.44%
Workspace	883	991	0.43%
JD Sports	563	987	0.43%
Countryside	906	922	0.40%
Halma	379	866	0.38%
Ascential	724	864	0.38%
Hilton Foods	718	854	0.37%
XP Power	425	820	0.36%
Trifast	698	788	0.34%
Rotork PLC	737	757	0.33%
Shaftsbury	761	751	0.33%
On The Beach	868	729	0.32%
Taylor Wimpey	781	724	0.32%
Melrose	867	720	0.31%
James Fisher	1,190	720	0.31%
Cohort	333	542	0.24%
Mexican Grill A Prefs	135	292	0.13%
MyCelx	298	90	0.04%
Mexican Grill Ords	26	37	0.02%
<b>Total Non Qual</b>	<b>22,618</b>	<b>31,852</b>	<b>13.93%</b>
MFM Special Situations	2,862	3,624	1.58%
<b>TOTAL PORTFOLIO</b>	<b>114,797</b>	<b>206,659</b>	<b>90.34%</b>

Table 6: Hargreave Hale VCT holdings as at 31 July 2021

	Cost £000	Current Value £000	% of NAV
Cash at Bank		22,278	9.74%
Prepayments and Accruals		-175	-0.08%
<b>NET ASSETS</b>	<b>114,797</b>	<b>228,762</b>	<b>100.00%</b>

Source Hargreave Hale August 2021