JUNIOR OILS TRUST

Investing in the oil giants of tomorrow

15 YEARS TRACK RECORD

Update November 2019

FUND PERFORMANCE

'C' Bid to Bid since launch:

10.11.04-30.11.19: -39.0%

31.10.19-30.11.19: -3.2%

12 months discrete:

30.11.18-30.11.19: -25.2%

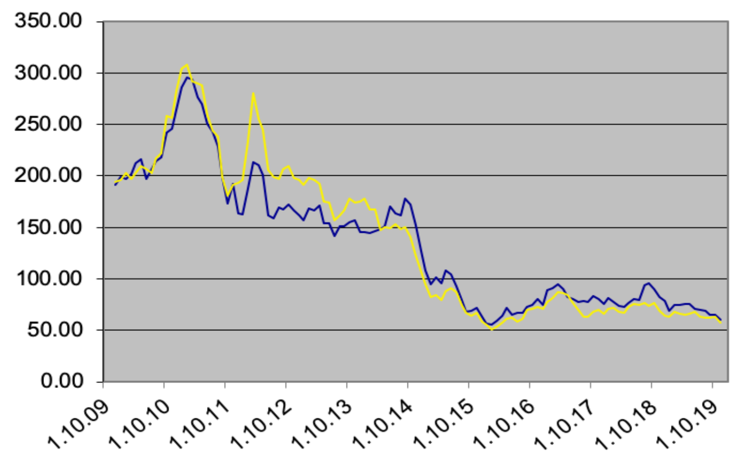
30.11.17-30.11.18: +3.0%

30.11.16-30.11.17: +1.6%

30.11.15-30.11.16: +17.5%

30.11.14-30.11.15: -50.2%

Past performance is not necessarily a guide to future performance. The value of your investment can go down as well as up.



Comparative Performance: 31.10.09-30.11.19
Sector Investment Managers Ltd

Data Sources: Bloomberg, Morningstar

KEY FACTS

Fund Category: Energy Specialist
Charges: 'C' class: 5.25%Initial, 1.75 % Annual
'I' class: 0.5% Initial, 1.25% Annual
'P' class: 0.5% Initial, 1.10% Annual
Manager: Marlborough Fund Managers Ltd
Fund Adviser: Angelos Damaskos
Minimum Investment "C": £1,000 or £100 per month
Eligible for ISAs and SIPPs
Benchmark: FTSE AIM Oil &Gas Index
Net asset value at 30 November 2019: £6.0 million

MACRO-ECONOMIC POSITIONING

•Demand for oil is supported by Asian industrialisation

•Smaller Oil & Gas exploration and production companies tend to outperform their larger counterparts despite higher short-term volatility

•Emphasis on production and proven reserves

•Avoid political and pure exploration risks

TOP 10 HOLDINGS

Company	% of NAV
1. Africa Oil International	6.1%
2. Carnarvon Petroleum	5.9%
3. FAR Ltd	5.9%
4. Advantage Oil & Gas	4.8%
5. Cooper Energy	4.8%
6. Strike Energy	4.6%
7. Parkmead Group	4.6%
8. MEG Energy	3.8%
9. Torc Oil & Gas	3.7%
10. Tamarack Valley	3.6%
Total Top 10	47.8%

As at 30 November 2019

HOW TO INVEST

Call Marlborough Fund Managers:

0808 145 2501

For further information and documentation visit:
www.junioroils.com or
www.sectorinvestments.com

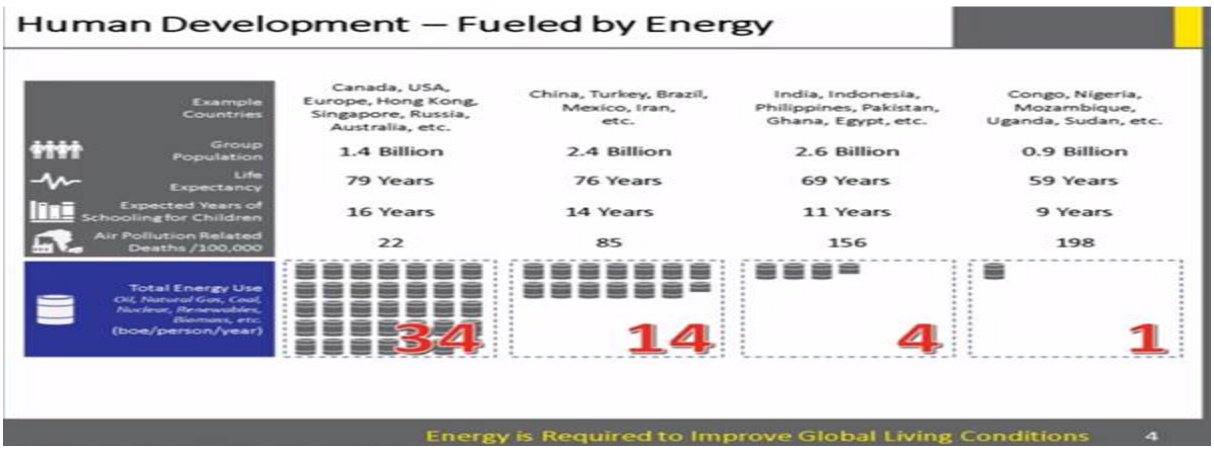
Risk Considerations:
The fund invests in smaller companies which may carry a higher degree of risk than larger companies. The shares of smaller companies may be less liquid and more volatile over shorter term periods. Changes in exchange rates between currencies may cause the value of investments to diminish or increase. The fund focuses on a specific sector and has a concentrated portfolio which can lead to greater volatility.

15 December 2019

Dear Investor,

It has been a very poor year for the energy sector so far, being one of the worst performing in the global equity markets. Oil prices have been very volatile as markets have been assessing a well-supplied market. Trade wars and fears about global economic growth have been prominent negative points against oil demand while the US supply growth continues. OPEC+ agreed early in December to cut a further 500 thousand barrels per day and this provided some needed support to oil prices with Brent rising towards the $65/barrel level. The International Energy Agency (IEA) published their latest annual report leaving their oil demand forecast unchanged for 2019 and 2020 but reduced their expectation for non-OPEC supply growth to 2.1mb/d, partially driven by lower expectations for output from the US. However, even with the lower supply outlook, the IEA expects there could still be a surplus of 0.7mb/d in the first quarter of next year.

Despite all the negative sentiment against the energy complex and the large investment flows into ESG-related funds, credible data explain how important energy is for human development. It is also clear that, longer term, it will be difficult to switch out of using hydrocarbons to provide energy to a growing population on earth that requires many more people are lifted from poverty. The difficulty for all of us is how to manage efficient use of energy and reduce pollution which contributes to climate change.



Source: Canadian Energy Leadership / Chris Stubicki / TEDxGrandePrairie

This year caps a grim decade, however, which has brought the oil and gas sector's weighting in the S&P 500's market capitalisation to a record low of 4 per cent, down dramatically from a 13% weighting in 2008, when oil was trading above $140 per barrel. But some longer-term investors, including Warren Buffet, Carl Ican and Sam Zell have already started bargain-hunting in the energy sector. The next few months could well mark the low point in energy equities but it will likely take some time for the smaller investors to take confidence and start re-rating oil and gas shares again.

We would like to wish you all a very happy Christmas and an excellent start to the New Year.

Angelos Damaskos
Chief Investment Officer

***For dealing/inquiries on Junior Oils Trust call* Marlborough Fund Managers: 0808 145 2501**
For further information and documentation visit: www.junioroils.com or www.sectorinvestments.com

Risk Warning:
Past performance is not necessarily a guide to the future. The value of investments and the income from them may go down as well as up. Investors may not get back their original investment. The fund invests in smaller companies and some of which are listed on the Alternative Investment Market which may carry a higher degree of risk. The shares of smaller companies may be less liquid and more volatile over shorter term periods. Changes in exchange rates between currencies may cause the value of investments to diminish or increase. This material is issued by Sector Investment Managers Ltd, is directed only at persons in the UK and is not an offer or invitation to buy or sell securities. Opinion expressed whether in general or both on the performance of individual securities and in a wider economic context represents the views of Sector Investment Managers Ltd at the time of preparation based on SIM's internal analysis which may have not been verified by independent sources. They are subject to change and should not be interpreted as investment advice. Before making an investment in the fund, it is important that you read the Key Investor Information Document. Prospectus and Key Information Document are available free by visiting the websites above. Sector Investment Managers Ltd and Marlborough Fund Managers Ltd are authorised and regulated by the Financial Conduct Authority.