

BEAUFORT

TIPS FOR 2016

(Half Year Update)



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Excellent Out-Performance To-Date

Company Name	Price 12/01/16 (p)	Price 30/06/2016 (p)	Gain/Loss (p)	Gain/Loss (%)	£1,000 invested now worth
BG Group/RDSB ⁽¹⁾	940 ⁽²⁾	2,062 ⁽³⁾	-	+51%	£1,510.00
Diageo	1,810	2,087	+277	+15.3%	£1,153.00
GlaxoSmithKline	1,372	1,605	+233	+17%	£1,170.00
Lloyds Banking Group	68.97	54	-15	-21.7%	£783.00
Whitbread	4,120	3,492	-628	-15.2%	£848.00
Acacia Mining	186	451	+265	+142.5%	£2,425.00
Melrose Industries	281	426	+145	+51.6%	£1,516.00
Tullow Oil	139	262	+123	+88.5%	£1,885.00
UBM	518	641	+123	+23.7%	£1,237.00
HSS	76	86	+10	+13.2%	£1,132.00
DekelOil Public Limited ⁽⁴⁾	12.25	12.75	+0.5	+4.1%	£1,041.00
Hummingbird Resources	13.00	22.4	+9.4	+72.3%	£1,723.00
Motif Bio	45.25	52	+6.75	+15%	£1,150.00
MySQUAR	5.88	6.25	+0.37	+6.3%	£1,063.00
			Total Return	+33.1%	£18,636.00

⁽¹⁾ Following the Royal Dutch Shell takeover of BG Group, the latter's shares were de-listed on 12th Feb. The performance of BG to that date was +10.8% and the subsequent move in RDS shares was +40.2% hence the +51% gain overall.

⁽²⁾ Price of BG Group shares as at 12th January 2016.

⁽³⁾ Price of RDSB shares as at 30th June 2016.

⁽⁴⁾ Share consolidation 10 for 1.

Total return was **33.1%**, against a FTSE 100 rise of **15.21%**.

Total return **£18,636** on a **£14,000** initial investment.

Update on Excellent First Half Performance

We picked fourteen stocks, five from the FTSE 100, four from the FTSE 250, one FTSE Small Cap stock and four FTSE AIM stocks. Some very punchy returns from [Acacia Mining](#), [Tullow](#), [Hummingbird Resources](#), [Melrose](#) and [Royal Dutch Shell/BG Group](#); [UBM](#) also outperformed the FTSE 250 index.

[Whitbread](#) fell during the first half continuing its slide from 2015 and Q1, exacerbated following the referendum vote. At current levels we believe it represents excellent value.

[Lloyds](#) also fell, in particular following the referendum vote and we maintain our view that we stated in the original note to buy into when the Government sells its holding, subsequently delayed due to market conditions. We do not see this as a Government priority as we write.

[Diageo](#) and [Glaxo](#) have performed well in the 2nd quarter so we congratulate readers who took our advice to consider them for their ISAs.

[DekelOil](#) had a consolidation of 10 for 1 in the period and raised funds to increase DekelOil's stake in the Palm Oli Project in Sierra Leone. It is good to see the Institutional investor Miton group with an 18% shareholding. The Company has reorganised its debt and is now in a position to pay a dividend.

[Motif Bio](#) reversed its Q1 negative return to virtually meet the FTSE 100 return whilst [MySQUAR](#) gave up some of its Q1 gains, but is still in positive territory for the year.

We would continue to recommend the FTSE 100 selections and readers should consider them for the current tax year ISA.

We are not changing the year's selection but it is never wrong to take a profit. Speak to your broker for our latest news on each of the selections.

To read our original [Tips for 2016](#) publication from 13th January 2016 please [click here](#).

To read our [Tips for 2016 Q1 Update](#) publication from 14th April 2016 please [click here](#).

At Beaufort Securities we offer a bespoke advisory service. Our people are dedicated to the markets day in and day out for one reason and one reason only - to help our clients profit. To discuss your strategies with a broker, please call one of our offices below:

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Sources: FT.com, The Economist, ProQuote, Bloomberg, Sunday Times, Sunday Telegraph, Daily Telegraph, The Times, Evening Standard, Company Websites. Share prices quoted correct as at the close on 30th June 2016.

Recommendations

During the three months to end-June 2016, the number of stocks on which Beaufort Securities has published recommendations was 319, and the recommendations were as follows: Buy - 123; Speculative Buy - 146; Hold - 50; Sell - 0.

Full definitions of the recommendations used by Beaufort Securities in its publications and their respective meanings can be found on our website [here](#).

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