

STONEHAGE FLEMING GLOBAL BALANCED PORTFOLIO FUND (THE 'FUND')

March 2016 Quarterly Factsheet

OBJECTIVE

To preserve capital in the medium term and to achieve capital growth in real terms over the longer term, whilst generating moderate levels of income.

FUND INFORMATION

Inception date: 7 July 2011
Fund Size: £29.0m
No of Holdings: 23
Structure: UK Authorised UCITS OEIC
Domicile: UK
Share Classes: A & B
Currency: GBP
Dealing: Daily
Yield: 1.91%*
Benchmark: 45% JPM Global Government Bond Index TR / 55% MSCI World TR (£)

Ongoing Charges

Figure: 1.66% (for year ended 02 April 2015)
Performance Fee: None
Custodian: Northern Trust Company
Administrator: Northern Trust Global Services
Manager: Stonehage Fleming Investment Management Limited

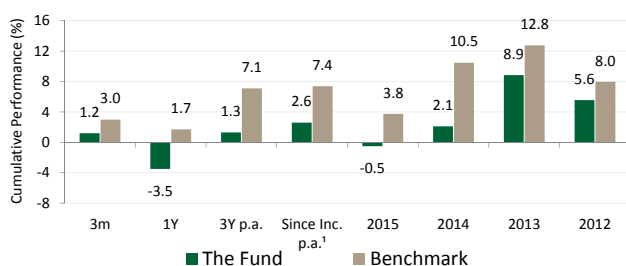
*Net figure based on dividends paid in the last 12 months

COMMENTARY

The Balanced fund delivered positive absolute returns in the first quarter of 2016, rising by 1.2%, relative to the fund benchmark of 3.0% and the strategic asset allocation of 2.7%. The quarter was characterized by volatile markets, with sharp declines in equities in the first half. During this period, the equity component performed well, with robust alpha generation and option protection mitigating the downside. However, our equity portfolio fell behind the benchmark in March as the market rallied. This rally was led by emerging markets and commodity related sectors, where our portfolio is underweight. The SFIM European All Cap delivered particularly strong relative returns, up 5.0% against its benchmark at -0.1%. GLG Japan Core Alpha struggled the most, falling by 8.5% in the quarter and underperforming the benchmark by 5%. The fixed income allocation delivered robust absolute returns, although our underweight to duration assets meant we lagged benchmark, as yields fell across the board. The PIMCO Capital Securities fund had a particularly difficult quarter, falling by 2.4%, as European banks came under pressure. Overall our allocation to corporate bond funds detracted from returns in the first quarter, whereas government bond positions contributed positively. Alternatives also contributed to performance, with our favoured absolute return funds achieving positive returns in aggregate.

We made very few changes to the fund in the first quarter. In January we trimmed our allocation to corporate bonds, recognizing the increased volatility in financial markets and slowing economic growth. We also introduced a 4% allocation to physical gold late on in the quarter. This investment recognizes a pronounced pickup in the demand for gold, and provides a valuable hedge against further financial stress, uncertain central banking policy and building inflationary pressures. Within equities, we increased the exposure to our UK focused income strategy, at the expense of passive exposure to the FTSE 100 index, and also continued to hedge against negative returns using put options. Overall, these adjustments reflect our preference to remain relatively cautiously positioned.

PERFORMANCE – Since Inception 7th July 2011



All performance is net of fees.

PAST PERFORMANCE IS NOT A RELIABLE INDICATOR OF FUTURE RESULTS
 Source for all Stonehage Fleming Investment Management Limited (SFIM) performance data: Northern Trust, SFIM calculations, StatPro
 Source for all market data: Factset, Bloomberg

Top Ten Holdings

- ¹ Stonehage Fleming Global Select Equity Fund
- ² Stonehage Fleming UK Equity Income Fund
- ³ Stonehage Fleming Core UK Equity Fund
- ⁴ Stonehage Fleming Global Best Ideas Fund
- ⁵ Stonehage Fleming European All Cap Equity Fund

ASSET ALLOCATION

	% of Fund
Equity	49.0
Bonds – Government	14.0
Bonds - Non-Government	11.0
Precious Metals	4.0
Alternative Strategies	17.0
Cash	5.0

TOP TEN HOLDINGS

Fund Name/Manager	Sector/Strategy	% of Fund
SF Global Select Equity Fund ¹	Equities	8.7
SF UK Equity Income Fund ²	Equities	8.2
UK GILT IL 1.25% 22/11/27	Bonds – Government	8.1
SF Core UK Equity Fund ³	Equities	7.9
UK GILT 2% 07/09/25	Bonds – Government	6.4
SF Global Best Ideas Fund ⁴	Equities	6.3
SF European All Cap Equity Fund ⁵	Equities	5.8
GAM Star Cat Bond Fund	Alternative Strategies	5.5
Invesco Perpetual Global Targeted Return Fund	Alternative Strategies	4.0
Bluebay Global High Yield Bond Fund	Bonds – Non-Government	4.0

RISK DISCLOSURES

The advice we provide will be based on and take into account a majority of product types and not every single equivalent product within a given product category. As such, our advice is restricted (as opposed to independent) as defined by the FCA.

This communication has been prepared for information only and is not intended for onward distribution. It is neither an offer to sell, nor a solicitation to buy, any investments or services. This communication does not constitute a personal recommendation and does not take into account the individual financial circumstances, needs or objectives of the recipients.

The value of investments may go down as well as up and, for products designed to return income, the distributions can also go down or up and you may not receive back the full value of your initial investment.

All investments risk the loss of capital. Where there is potential for profit, there is also possibility of loss. No guarantee or representation is made that the funds will achieve their investment objective.

Past performance should not be used as a guide to future performance.

Whilst every effort is made to ensure that the information provided in this document is accurate and up to date, some of the information may be rendered inaccurate by changes in applicable laws and regulations. Any reference to taxation relies upon information currently in force. You should note that the bases and rates of taxation may change at any time.

From time to time, the fund manager may engage in hedging transactions within certain funds. There can be no assurances that such hedging, if undertaken, will insulate the particular funds from risks and hedging techniques, whether via derivatives or other products or instruments, may give rise to certain costs and additional risks, including a risk of total loss of any amounts invested in hedging instruments.

Changes in the rates of exchange between currencies may cause the value of investments to go up or down.

Unquoted investments may be difficult to sell at a reasonable price because there will not be an active market in those investments and, in some circumstances, they may be difficult to sell at any price. This may inhibit sales in the event of your wishing to liquidate part or all of your investment.

In addition to the information provided by Stonehage Fleming Investment Management Limited, you may wish to consult an independent professional.

Key Investor Information document (KIID) for the Stonehage Fleming Global Balanced Portfolio Fund, is available in English upon request from Stonehage Fleming Investment Management Limited (SFIM) at 15 Suffolk Street, London, SW1Y 4HG, or on SFIM's website at www.stonehagefleming.com Stonehage Fleming Global Balanced Portfolio Fund is a sub-fund of the Stonehage Fleming Global Multi Asset Umbrella Fund, a prospectus for which is available in the same way.

The Ongoing Charges Figure ("OCF") expresses the costs of running the Fund as a single figure. This is the overall cost shown as a percentage of the value of the assets of the Fund. It comprises the annual management charge and other additional charges including, but not limited to, the charges of the Depositary, Administrator, Registrar and Auditors as well as any specified regulatory or legal fees. It does not include the costs of buying or selling investments or, where relevant, a performance fee.

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