

OUR FOUR FUNDAMENTAL QUALITY PILLARS - IDENTIFYING GLOBAL BEST OF BREED BUSINESSES



**SUSTAINABLE
ORGANIC GROWTH**



**QUALITY
MANAGEMENT**



EFFICIENCY



**FREE CASH FLOW
GENERATION**

**5 YEAR
TOP DECILE
PERFORMANCE**
OF GLOBAL EQUITY FUNDS
Lipper Global Equity Universe
as at 30 November 2019



MORNINGSTAR
★★★★★

INVESTMENT OBJECTIVE

To achieve long-term growth in capital and income in a focused portfolio of high quality listed businesses from around the world.

INVESTMENT PHILOSOPHY

We invest in best of breed businesses for their quality, strategic competitive edge and value.

PERFORMANCE DISCLOSURE

Past performance is not a guide to future performance. The value of investments can fall. Investors may not get back the amount invested. Income from investments may vary and is not guaranteed. The return may increase or decrease due to currency fluctuations. Performance figures are net of fees and charges. The Fund may hold a relatively small number of stocks as compared to many other funds. This may make the Fund's performance more volatile than would be the case if it had a more diversified investment portfolio. For a full list of risks applicable to this fund, please refer to the Prospectus.

FUND COMMENTARY

Investment returns for 2019 turned out better than most expectations. This can mainly be attributed to continuing low global inflation and the benefits of monetary easing in many economies, keeping interest rate levels at bay and postponing the next US recession. The absence of material fundamental economic imbalances in the US economy is also an important factor.

Investors may wonder whether such a strong year can be followed by reasonable results the following year. Considering historical experiences, the MSCI World AC price index appreciated by +24.1% last year while there have been only seven other occasions of more than +20% gains since the index's inception in 1988. The average result the ensuing year was positive, with two negative years.

The S&P 500 index has a longer history. Considering its data over the past 50 years, there have been 13 occasions of +25% results. Nine of the following years delivered positive results. The average year two result was +11.2% (with the median result of +11.4%). This compares well with the 50-year average of +10.6%. Notably, both the negative occasions (1981 and 1990) led into the respective US recessions.

While 2019 may be perceived as an exceptionally high base to improve upon, it obviously succeeded a low 2018 base. The year ended only +10.2% above the peak level in 2018. The compounded growth rate over the two years is +11.9% p.a., close to the 50-year average mentioned above. In this context, it therefore seems that 'normality still prevails'.

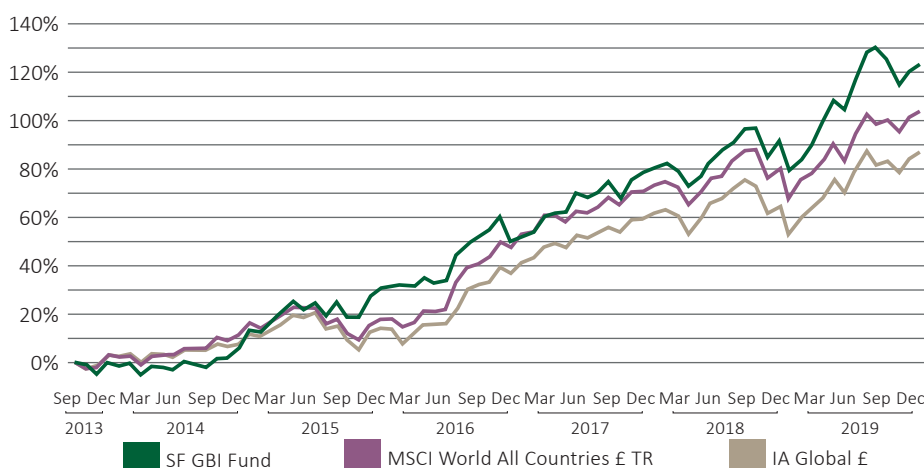
We continue with our view of a 'stretched out' soft landing for the US economy. The global economic outlook seems stable with more signs of improvement than material further deterioration, especially in China. Questions are being raised on when business results may start to improve, rather than fearing too much the current relatively soft patch in some sectors.

All returns in commentary above are stated in USD.

INVESTMENT STRATEGY

- Invest for sustainable growth
- Fundamental research driven
- Particular focus on quality of management, balance sheet strength, return on invested capital, free cash flow, ability to grow dividends each year
- Bottom-up approach to identify exceptional businesses
- Global orientation, with emerging market exposure
- High conviction concentrated portfolio
- Predominantly larger capitalisation businesses, also consider exceptional medium-sized ones
- Buy to hold and disciplined selling
- No benchmark orientation, no active trading, no leverage, no hedging

CUMULATIVE PERFORMANCE (CLASS C GBP)



CLASS C GBP CUMULATIVE PERFORMANCE %

| | 1m | YTD | 1 Year | 3 Year | 5 Year | Since Inception |
|--|-----|------|--------|--------|--------|-----------------|
| Stonehage Fleming Global Best Ideas Equity | 0.9 | 25.0 | 25.0 | 46.1 | 96.4 | 123.2 |
| MSCI World All Countries £ TR | 0.9 | 21.7 | 21.7 | 32.3 | 75.9 | 102.4 |
| IA Global £ | 1.2 | 22.1 | 22.1 | 31.3 | 66.4 | 86.0 |

CLASS C GBP PERIODIC PERFORMANCE %

| Calendar Year | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
|--|------|------|------|------|------|------|
| Stonehage Fleming Global Best Ideas Equity | 25.0 | -1.1 | 18.1 | 15.7 | 16.2 | 12.7 |
| MSCI World All Countries £ TR | 21.7 | -3.9 | 13.2 | 28.7 | 3.2 | 10.7 |
| IA Global £ | 22.1 | -5.7 | 14.0 | 23.3 | 2.8 | 7.1 |

¹ Performance prior to 23 August 2013 is simulated using the performance of the D share class. Fund Inception Date: 16 August 2013. Source for all performance is Link, Bloomberg, Financial Express, MSCI and Stonehage Fleming Equity Management as at 31/12/2019. Third parties (including Bloomberg and Financial Express) whose data may be included in this document do not accept any liability for errors or omissions.

FUND RATINGS



| SECTOR BREAKDOWN | % of Fund |
|------------------|--------------|
| Technology | 24.1 |
| Staples | 19.1 |
| Discretionary | 18.8 |
| Health Care | 15.8 |
| Communication | 10.0 |
| Financials | 7.4 |
| Industrials | 1.2 |
| Cash | 3.6 |
| Total | 100.0 |

Source: Link Fund Administrators (Ireland) Limited and Stonehage Fleming Investment Management Limited.

| REGIONAL BREAKDOWN | % of Fund |
|--------------------|--------------|
| United States | 71.8 |
| Continental Europe | 12.6 |
| Asia Pacific | 6.4 |
| UK | 5.6 |
| Cash | 3.6 |
| Total | 100.0 |

| PORTFOLIO CHARACTERISTICS | |
|--|-------|
| Average Market Cap (Billions GBP) | 188.9 |
| Number of Holdings | 27 |
| Operating Margin | 26.9% |
| Return on Invested Capital | 18.8% |
| Net Debt/EBITDA ¹ | 0.7 |
| Expected 3 Year EPS ² Growth (p.a.) | 13.2% |
| Expected 3 Year DPS ³ Growth (p.a.) | 8.1% |
| Dividend Yield (gross) ^{4,5} | 1.2% |
| Price/Earnings Ratio ⁵ | 27.7 |
| Free Cash Flow Yield ⁵ | 3.5% |
| PEG Ratio ^{6,7} | 2.8 |


¹ Earnings Before Interest, Taxes, Depreciation and Amortisation. ² Earnings Per Share. ³ Dividend Per Share. ⁴ Of underlying holdings, and stated gross of withholding taxes and costs. ⁵ Estimated 12 months forward. ⁶ Price/Earnings to Growth Ratio. ⁷ Applying Trailing P/E Ratio. Source: Stonehage Fleming Investment Management Limited, Bloomberg.

| TOP TEN HOLDINGS | % of Fund |
|------------------|-------------|
| Visa | 6.3 |
| Zoetis | 5.5 |
| Microsoft | 5.4 |
| Accenture | 4.7 |
| Alphabet | 4.5 |
| PayPal | 4.5 |
| Nike | 4.4 |
| Estée Lauder | 4.4 |
| AIA | 3.8 |
| EssilorLuxottica | 3.7 |
| Total | 47.3 |

| ESTIMATED REGIONAL REVENUES ⁸ % of Fund | |
|--|--------------|
| North America | 46.6 |
| Emerging Markets | 31.3 |
| Continental Europe | 17.8 |
| UK | 4.3 |
| Total | 100.0 |

⁸ Source: Based on where underlying companies in the Stonehage Fleming Global Best Ideas Equity Fund derive their revenues. Source: Bloomberg; Stonehage Fleming Investment Management Limited; Link Fund Administrators (Ireland) Limited. Due to rounding, values may not add up to 100%.

FUND MANAGER



CITYWIRE AA

Gerrit Smit
Gerrit Smit is Head of the Equity Management team. He has overall responsibility for its Portfolio Management and Equity Research functions. The team invests for sustainable growth with a particular focus on quality of management, balance sheet strength, cash flow generation and the ability to grow dividends each year.

| FUND INFORMATION | |
|----------------------|-------------------------------|
| Total Net Assets | £952.7m |
| Comparative Index | MSCI World All Countries £ TR |
| Lipper Sector | Lipper Global Equity Global |
| Fund Type | UCITS |
| Fund Domicile | Ireland |
| Base Currency | USD |
| Currencies Available | GBP, USD, EUR, CHF |
| Inception Date | 16 Aug 2013 |
| Number of Holdings | 20-30 stocks |
| Income Paid | Annually |
| Type of Payment | Dividend |
| Ex Dividends | 2 Jan 2020 |
| Payment Date | 16 Jan 2020 |
| Pricing | Daily by 11pm (IRE) |
| Dealing | Daily by 12pm (IRE) |

| FUND CHARACTERISTICS | |
|---------------------------|-------|
| Active Share ⁹ | 89.2% |
| Ex Post Tracking Error | 5.0% |
| 12 Month Turnover | 6.9% |
| BETA | 0.99 |

⁹ Active Share measures how much the portfolio holdings differ from the benchmark index (MSCI World) ie. a portfolio that is identical to the benchmark would have 0% active share.

| GBP C (INCOME) SHARE CLASS DETAILS | |
|---|--------------|
| Price | £222.50 |
| ISIN | IE00BCLYMD19 |
| Synthetic Risk & Reward Indicator (SRRI) rating | 5 |
| Annual Management fee | 1.25% |
| Total ongoing charge (OCF) | 1.36% |
| Min initial investment (GBP) | 35,000 |
| Registered for sale | UK, CH, SA |

The OCF is the Management Fee plus additional fund expenses as a percentage of the assets of the fund. This gives an indication of annual expenses. This figure may vary over time. It excludes portfolio transaction costs.

IMPORTANT INFORMATION

The Fund is a sub-fund of the Stonehage Fleming Pooled Investments (Ireland) plc (the "Company"), an open-ended umbrella investment company with variable capital and segregated liability between Funds incorporated with limited liability in Ireland under the Companies Act 2014 with registration number 525228. It qualifies and is authorised in Ireland by the Central Bank of Ireland as an Undertaking for Collective Investment in Transferable Securities ("UCITS").

The Company is recognised as a section 264 scheme by the Financial Conduct Authority in the United Kingdom. The Fund is an approved Foreign Collective Investment Scheme in South Africa where it is registered with the Financial Sector Conduct Authority (South Africa). The Fund has been granted consent pursuant to the Control of Borrowing (Jersey) Order 1958, by the Jersey Financial Services Commission ("JFSC") to circulate an offer for subscription,

sale or exchange of shares in Jersey. The JFSC is protected by the Control of Borrowing (Jersey) Law 1947, as amended, against liability arising from the discharge of its functions under that Law. Link Fund Administrators (Ireland) Limited has been appointed as the manager (the "Manager") of the Company and Stonehage Fleming Investment Management Limited has been appointed as the investment manager (the "Investment Manager") of the Company.

The latest version of the Prospectus and the Key Investor Information documents are available in English and can be obtained by contacting the administrator at dublinta@linkgroup.ie.

This document is issued by Stonehage Fleming Investment Management Limited which is authorised and regulated by the Financial Conduct Authority and registered with the Financial Sector Conduct Authority (South Africa) as a Financial Services Provider (FSP)

under the Financial Advisory and Intermediary Services Act. No 37 of 2002 (FSP No: 46194). The registered office is 15 Suffolk Street, London, SW1Y 4HG. Registered in England No. OC4027720. Affiliates of Stonehage Fleming Investment Management Limited are authorised and regulated in Jersey by the JFSC for financial services business. This document has been approved for use in Jersey.

Swiss Investors: The home jurisdiction of the fund is Ireland. The place of performance and jurisdiction, along with the place where the prospectus, memorandum and articles of association, key investor information documents and the annual and semiannual reports of the Fund can be obtained free of charge, is the registered office of the Fund's Swiss Representative - ARM Swiss Representatives SA, Route de Cité-Quest 2, 1196 Gland, Switzerland. Swiss Paying Agent : Banque Cantonale de Geneve of 17, Quai de l'île, 1204 Geneva, Switzerland.