

31 OCTOBER 2014

## INVESTMENT OBJECTIVE

To achieve long term growth in capital and income by developing a focussed portfolio of high quality listed companies from around the world.

## INVESTMENT POLICY

- Fundamental research driven
- Considering long term performance, strength of management and administration, allocation of capital, return on investment over time, cash flow and balance sheet strength
- Predominantly high quality, larger capitalisation companies (but does not preclude small and mid cap)
- Long term investment horizon
- Larger high conviction positions for a focussed portfolio
- No specific target sector or geographic region
- Companies may include indirect operational exposure to Emerging Markets
- May also take limited direct Emerging Market exposure
- No benchmark orientation
- No leverage

Fund Information	
Portfolio Manager	Gerrit Smit
Launch Date	16 August 2013
Total AUM	\$102.6m
Dealing Deadline	Every Wednesday by 3pm (Irish time)
Pricing	Every Friday
Fund Type	UCITS

	Fund Performance (net of fees) %			
	Class A USD	Class B USD	Class C GBP	Class D GBP
One Month	2.7%	2.7%	4.1%	4.1%
Year To Date	2.5%	2.9%	6.2%	6.6%
One Year	5.4%	5.9%	5.9%	6.4%
Since Launch	9.7%	10.3%	7.0%	7.7%

Class	ISIN	Currency	Price	Distributing	UK Reporting	Annual Management Charge	Maximum Total Expense Ratio	Minimum Initial Investment	Minimum Subsequent Investment
Class A	IE00BCLYMB94	USD	\$109.72	No	No	1.25%	1.75%	\$50,000	\$25,000
Class B	IE00BCLYMC02	USD	\$110.31	No	No	0.75%	1.25%	\$5,000,000	\$25,000
Class C	IE00BCLYMD19	GBP	£106.89	Yes	Yes	1.25%	1.75%	£35,000	£15,000
Class D	IE00BCLYMF33	GBP	£107.66	Yes	Yes	0.75%	1.25%	£3,500,000	£15,000

## FUND MANAGER'S COMMENT

As September lived up to its status as often being the weakest month in the year, October also lived up to its own status as often being the most volatile month in the year. It started off very weak, performing by -5.9% by the middle of the month (MSCI AC index). It then recovered by +7.0%, ending the month at +0.7%. We have not seen such an extreme level of volatility for a long time.

We ascribe the initial market deterioration to the weakening European economy, worsened further by the reverse Russian sanctions and other other political tensions. Against this, the US company reporting season has delivered earnings growth outweighing consensus expectations by a ratio of 2:1 thus far. The Bank of Japan's announcement of an aggressive QE programme to stimulate their economy heightened investors' risks of not being in the market.

We have been holding Becton Dickinson as a quality global medical devices manufacturer and distributor since inception. It made its way back into our top ten holdings in October. This was achieved through good price performance following the announcement of their intended acquisition of CareFusion. Whilst the latter is a manufacturer and distributor of medical products mainly in the US, Becton Dickinson will distribute their products world wide through its own global distribution network. These synergies are expected to generate double digit earnings growth in the first financial year following completion of the deal.

Top 10 Holdings	% of Fund
Walt Disney	5.7%
Anheuser-Busch InBev	5.0%
Visa	5.0%
L Brands	4.6%
AIA	4.6%
Becton Dickinson	4.6%
3M	4.6%
Wells Fargo	4.6%
Google	4.5%
International Flavors & Fragrances	4.4%
<b>Total</b>	<b>47.6%</b>

Sector Exposure	% of Fund
Consumer Staples	30.5%
Consumer Discretionary	17.2%
Technology	16.5%
Financials	11.8%
Industrials	10.8%
Health Care	8.8%
Materials	4.4%
Cash	0.0%
<b>Total</b>	<b>100.0%</b>

Regional Breakdown	% of Fund
United States	59.1%
Continental Europe	26.1%
UK	10.2%
Asia Pacific	4.6%
Cash	0.0%
<b>Total</b>	<b>100.0%</b>

## RISK FACTORS

Stonehage Global Best Ideas Equity Fund (the Fund) is an equity fund. Investors should be willing and able to assume the risks of equity investing. The value of the Fund's portfolio changes daily and can be affected by changes in currencies, interest rates, general market conditions and other political, social and economic developments, as well as specific matters relating to the companies in whose securities the fund invests. The Fund may enter into derivative agreements with a counterparty and consequently there is a risk that the counterparty may fail to meet its obligations. This may lead to delays in the Fund receiving amounts due to it, receiving less than is due or receiving nothing.

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### Contact for Dealing or Application Form

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## IMPORTANT INFORMATION

The Fund is a sub-fund of Stonehage Investment Partners Pooled Investments (Ireland) Plc, an open-ended umbrella investment company with variable capital and segregated liability between Funds incorporated with limited liability in Ireland under the Companies Acts 1963 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. Stonehage Investment Partners Pooled Investments (Ireland) Plc is a section 264 scheme as recognised by the Financial Conduct Authority (FCA) and is an approved Foreign Collective Investment Scheme registered with the Financial Services Board (FSB). The latest version of the Prospectus and the Key Investor Information documents can be obtained by contacting the administrator: [emailaddressdublinta@capitafinancial.com](mailto:emailaddressdublinta@capitafinancial.com). This financial promotion is issued by Stonehage Investment Partners LLP which is authorised and regulated by the FCA (United Kingdom) and registered with the FSB (South Africa) as a Financial Services Provider (FSP) under the Financial Advisory and Intermediary Services Act. No 37 of 2002 (FSP No: 44728). The registered office is 56 Conduit Street, London, W1S 2YZ. Registered in England no. OC308083.

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