

STONEHAGE FLEMING GLOBAL EQUITIES FUND II 'GEF II'



**UNCONSTRAINED
GLOBAL UNIVERSE**



EQUITIES



**LONG TERM
CAPITAL GROWTH**



**BLEND OF PASSIVE,
FACTOR AND ACTIVE
EXPOSURE**



**DEEP INVESTMENT
RESOURCE**



**HIGH CONVICTION
INVESTORS**

FUND INFORMATION

| | |
|---------------------------------|---|
| Total Net Assets (Millions GBP) | 262.8 |
| Comparative Index | GEF II Official Prospectus Benchmark ² |
| Lipper Sector | Lipper Global Equity Global |
| Fund Type | Non-UCITS Retail Scheme ("NURS") |
| Fund domicile | UK |
| Base Currency | GBP |
| Fund launch | 31 July 2003 ¹ |
| Number of holdings | 13 |
| Income paid | Quarterly |
| Type of payment | Dividend |
| Ex Dividends | 3 Jan, 3 Apr, 3 Jul, 3 Oct |
| Payment date | 28 Feb, 31 May, 31 Aug, 30 Nov |
| Dealing | Daily |
| Yield | 1.5% |
| Performance fee | None |
| Custodian | Northern Trust Global Services Ltd |
| Administrator | Northern Trust Global Services Ltd |
| Manager & Investment Adviser | Stonehage Fleming Investment Management Limited |

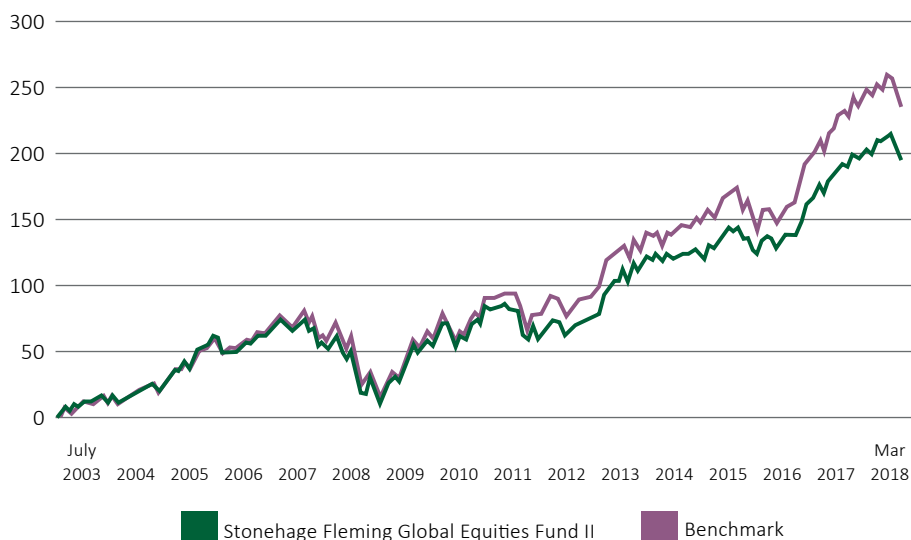
INVESTMENT OBJECTIVE

To achieve capital growth and an element of income by investing predominately in the UK and international regulated equity funds. It is likely that a significant proportion of the Fund's property will be invested in sub-funds of another regulated collective investment scheme operated by the manager.

INVESTMENT STRATEGY

- We construct globally orientated portfolios of long term investment ideas.
- We blend passive, factor and active market exposure targeting a robust equity solution.
- We are conviction investors with all investments carefully assessed for purpose and clarity.

CUMULATIVE PERFORMANCE



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. For a full list of risks applicable to this fund, please refer to the Prospectus.

PORTFOLIO MANAGER



Graham Wainer

Graham is CEO and Head of Stonehage Fleming Investment Management in London. He is also Chairman of the Investment Committee. Prior to joining the Group, Graham was GAM's Group Head of Investments – Multi Asset Class Solutions and Chairman of GAM's Investment Advisory Board where he had overall responsibility for the firm's discretionary mandates and related co-mingled funds.

FUND PERFORMANCE %

| | 3m | 12m | YTD | 3yrs p.a. % | Since Fund Inception p.a. % |
|---|------|-----|------|-------------|-----------------------------|
| Stonehage Fleming Global Equities Fund II | -4.8 | 2.0 | -4.8 | 7.0 | 7.7 |
| Fund Benchmark ¹ | -5.4 | 2.9 | -5.4 | 8.3 | 8.8 |

DISCRETE ANNUAL FUND PERFORMANCE %

| | 0-12m | 12m-24m | 24m-36m | 36m-48m | 48m-60m |
|---|-------|---------|---------|---------|---------|
| Stonehage Fleming Global Equities Fund II | 2.0 | 23.1 | -2.4 | 10.3 | 9.4 |
| Fund Benchmark ¹ | 2.9 | 28.0 | -3.5 | 13.4 | 7.3 |

GBP A (inc) share class details

| | |
|---|--------------|
| ISIN | GB00B3QD9409 |
| Synthetic Risk & Reward Indicator (SRRI) rating | 4 |
| Inception date | 31 July 2003 |
| Max initial charge | 5.25% |
| Max exit charge | 5.25% |
| Annual mgmt charge | 0.65% |
| Ongoing charge (OCF) ² | 1.39% |
| Min initial investment (GBP) | 50 000 |
| Registered for sale | UK |

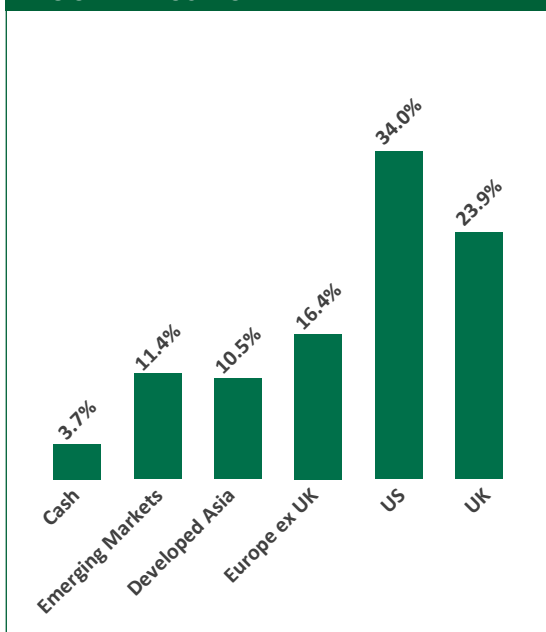
¹ Inception 31 Jul 2003 net of fees

² Since 01 July 2007, the GEF II Official Prospectus Benchmark ('Benchmark') has been a composite benchmark made up of MSCI gross dividend indices – UK 45%; US 22%; Europe ex UK 16%; Far East 10% Emerging Markets 7%; rebalanced monthly. Prior to this, the benchmark was a composite benchmark made up of MSCI gross dividend indices - UK 45%; US 25%; Europe ex UK 17.5%; Far East 12.5%; rebalanced monthly. Source MSCI.

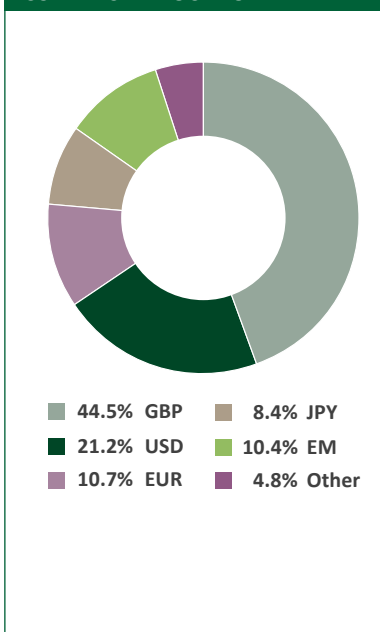
³ OCF as of 2 April 2017

STONEHAGE FLEMING GLOBAL EQUITIES FUND II 'GEF II'

REGIONAL ALLOCATION



CURRENCY ALLOCATION



TOP TEN HOLDINGS

% of the Fund

| TOP TEN HOLDINGS | % of the Fund |
|------------------------------------|---------------|
| Stonehage Fleming Core UK Equity | 13.3 |
| Stonehage Fleming European All Cap | 9.7 |
| GLG Undervalued Assets | 9.2 |
| Findlay Park American | 9.1 |
| iShares Edge MSCI USA Value ETF | 8.9 |
| GLG Japan CoreAlpha | 8.4 |
| Lyrical Fund | 8.0 |
| Fidelity Emerging Markets | 6.9 |
| iShares Core MSCI EM IMI ETF | 6.1 |
| Polar Capital Global Insurance | 5.6 |

Source for all market data: Factset, Bloomberg, Lipper
Source for all Stonehage Fleming Investment Management Limited performance data: Northern Trust Global Services Limited, Stonehage Fleming Investment Management Limited calculations

FUND COMMENTARY

Global equity markets posted their first quarterly fall in nearly 3 years and fell 4.5% in sterling terms. A good month for equities in January was followed by two weak months on fears that the Federal Reserve would have to raise rates faster than expected to counter rising inflationary pressures, as well as growing trade tensions between the US and China. Of the developed markets, the UK was the worst performer as uncertainty around Brexit and the economy remained elevated. Japan fared best of the developed markets and was supported by a significant appreciation of

the Yen over the quarter. In a continuation of the trend in recent years, emerging markets outperformed developed markets.

Over the quarter the fund returned -4.8% and outperformed the benchmark return of -5.4%; this was achieved despite the fund reflecting the NAVs of the underlying funds from the day before quarter end, with equities rallying on the last day. Performance was supported by the fund's global orientation and underweight to UK equities. Manager selection was mixed over the period as value-oriented strategies remained

out of favour with investors continuing to prefer the higher growth technology businesses. While some of the value strategies underperformed, including GLG Japan and new holding Lyrical, the portfolio remains well balanced and a number of our quality/growth strategies performed well, namely the Findlay Park American and the Stonehage Fleming Global Best Ideas. The Fund saw some changes during the quarter with full sales of the Stonehage Fleming UK Equity Income Fund and the iShares Core S&P 500 ETF, while positions were initiated in GLG Undervalued Assets, Lyrical and the iShares Eurostoxx 50 ETF.

IMPORTANT INFORMATION

Derivatives may be used for efficient portfolio management. The fund invests in assets which are dominated in other currencies; hence changes in relevant exchange rate will affect the value of the investment.

Stonehage Fleming Investment Management Limited is authorised and regulated by the Financial Conduct Authority in the United Kingdom and authorised as a Financial Services Provider (No: 46194) with the Financial Services Board in South Africa. Stonehage Fleming Investment Management Limited is authorised as a full-scope UK Alternative Investment Fund Manager and issues this document in its capacity as Manager and Investment Advisor of the Stonehage Fleming Global Equities Fund II ('GEF II'). The Fund is authorized and regulated in the United Kingdom by the Financial Conduct Authority. The Fund is a Non-UCITS Retail Scheme and is an Alternative Investment Fund (an 'AIF') within the meaning of

the EU Alternative Fund Managers Directive (no. 2011/61/EU) ("AIFM Directive")

Before you invest you should read the Key Investor Information Document (KIID) and the Prospectus which contain detailed information. These documents are available in English, free of charge, upon request by writing to Stonehage Fleming Investment Management Limited (SFIM) at 15 Suffolk Street, London, SW1Y 4HG; or by phoning 020 7087 0000 between 9am and 5pm Monday to Friday; or on SFIM's website at www.stonehagefleminginvestments.com.

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