

# 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)	278.0
Comparative Index	GEF II Official Prospectus Benchmark <sup>2</sup>
Lipper Sector	Lipper Global Equity Global
Fund Type	Non-UCITS Retail Scheme ("NURS")
Fund domicile	UK
Base Currency	GBP
Fund launch	31 July 2003 <sup>1</sup>
Number of holdings	12
Income paid	Annually
Type of payment	Dividend
Ex Dividends	1 May 2017
Payment date	15 May 2017
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

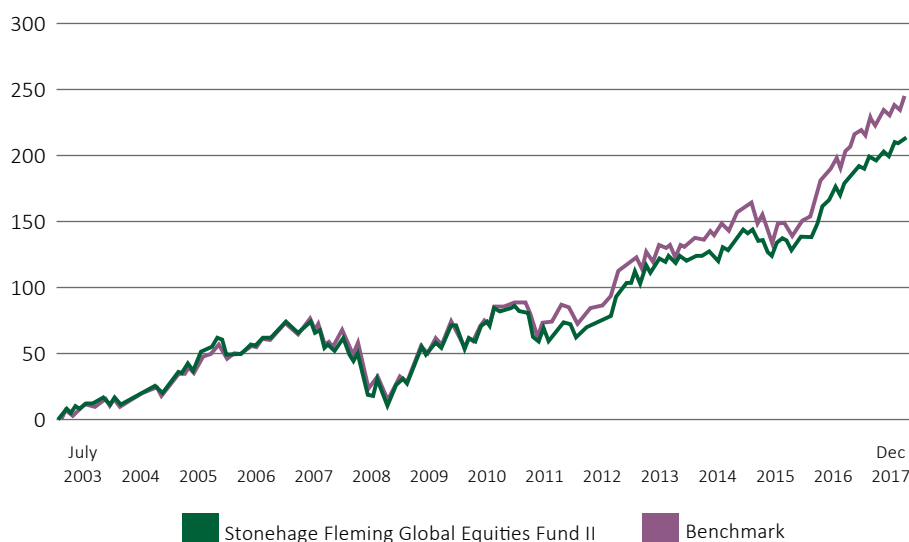
## INVESTMENT OBJECTIVE

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 to 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.

## DEPUTY PORTFOLIO MANAGER



**Ahmet Feridun**

Ahmet is a Director of Stonehage Fleming Investment Management and has overall responsibility for all aspects of manager selection and monitoring. He joined the Stonehage Fleming Group in 2007 working initially as a generalist and investment research across asset classes and markets, as part of the strategic asset allocation framework.

## FUND PERFORMANCE %

	3m	12m	YTD	3yrs p.a. %	Since Fund Inception p.a. %
Stonehage Fleming Global Equities Fund II	4.7	12.4	12.4	11.2	8.2
Fund Benchmark <sup>1</sup>	4.6	13.4	13.4	12.5	9.0

## DISCRETE ANNUAL FUND PERFORMANCE %

	0-12m	12m-24m	24m-36m	36m-48m	48m-60m
Stonehage Fleming Global Equities Fund II	12.4	18.7	3.1	2.4	24.7
Fund Benchmark <sup>1</sup>	13.4	23.3	1.8	5.0	20.4

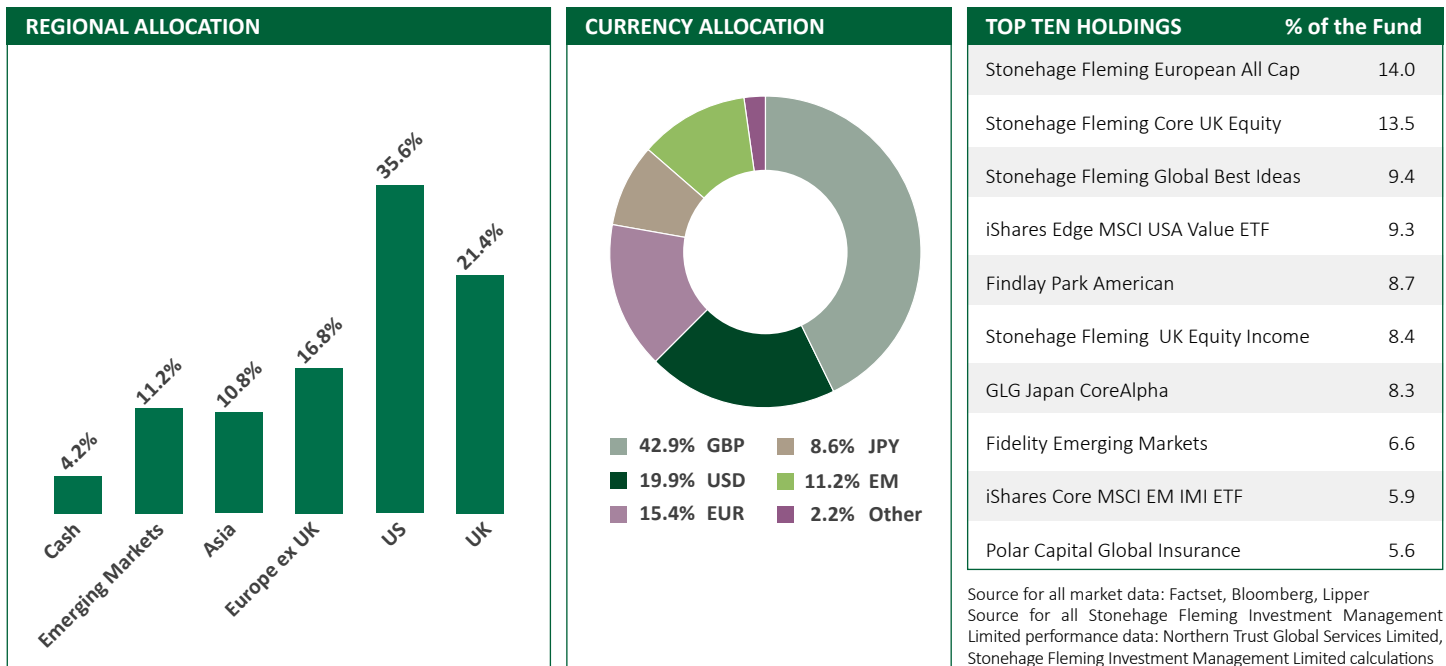
## GBP A (inc) share class details

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)*	1.39%
Min initial investment (GBP)	50 000
Registered for sale	UK

<sup>1</sup> Inception 31 Jul 2003 net of fees

<sup>2</sup> GEF II Official Prospectus Benchmark ('Benchmark') is 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

# STONEHAGE FLEMING GLOBAL EQUITIES FUND II 'GEF II'



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 had a very strong year, which was capped off with a 4.7% return in GBP in the final quarter. Investor risk appetite was supported by a pick-up in global economic activity and confidence, whilst in the US the progress towards tax reform had a particularly strong impact on equity returns in December. Throughout 2017 market leadership was driven by the Technology sector, and by Emerging Market companies. In contrast, Energy stocks were weak whilst the US lagged behind other Developed Markets as growth picked up in other regions.

Over the quarter the fund returned 4.7%, ahead of the benchmark return of 4.6%. The quarter began with growth stocks continuing to perform well, however in December those areas which had been weaker, such as Energy and Financials, started to outperform, and the US also saw strong performance going into year end. There was mixed performance from the underlying managers, with both SF UK Core Equity and SF UK Equity Income underperforming the UK market. We saw better returns from GLG Japan CoreAlpha, whilst the Fidelity Emerging Markets fund also posted returns ahead of global equity markets. One change was made within portfolios over the quarter, with Skagen Kon-Tiki being sold due to challenging performance as well as changes at the team and firm level. The proceeds were invested into the iShares Core MSCI EM IMI 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](http://www.stonehagefleminginvestments.com).

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