



STONEHAGE FLEMING GLOBAL BEST IDEAS EQUITY FUND


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




**SUSTAINABLE
ORGANIC GROWTH**



**QUALITY
MANAGEMENT**




EFFICIENCY



**FREE CASH FLOW
GENERATION**

**4 YEAR
TOP DECILE
PERFORMANCE**
OF GLOBAL EQUITY FUNDS
Lipper Global Equity Universe
as at 16 Aug 2017



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

The MSCI AC TR index grew by +2.1% over the past month (US\$ terms). The last quarter of this calendar year therefore started off on a constructive footing, as has generally been the trend over the month of October and indeed the whole of the fourth quarter traditionally. This growth occurred off a high base for the third quarter and the year thus far (the index grew by +5.2% and 19.7% over the quarter and the year thus far respectively), which did not follow the traditionally weak trend over the third quarter.

Many pundits have the perception of an overheated market currently, and fear an imminent correction and risk of a bear market. Whilst it is impossible to predict a tactical short term correction, we can do in-depth research to understand the level of risk for an imminent US recession which has traditionally been the prominent trigger for a bear market.

We actively follow a wide array of US leading economic indicators. They have generally been successful in forecasting the next US recession well ahead of time, and therefore the structural peak in share prices. Only one of these indicators currently has a negative signal - US auto sales are at -1.4% at present. The other indicators remain constructive. It is especially pleasing that US industrial production and world trade are demonstrating healthy growth.

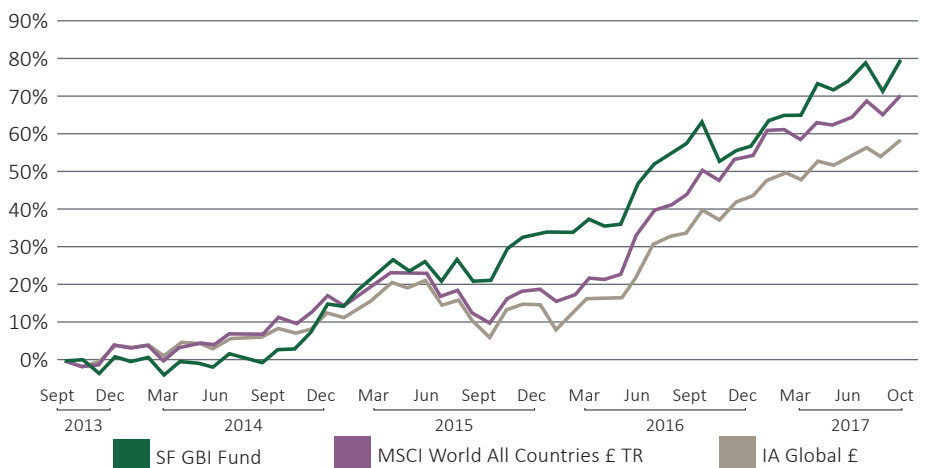
The current US reporting season is so far again delivering better than expected results, on both the top (revenue) and the bottom (earnings) line. The continuing low oil price keeps energy costs at bay, and S&P 500 company operating margins are on the rise again.

The combination of a constructive US economic outlook and healthy company results continues to support share prices despite the absence of investor exuberance.

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 D GBP)



Inception Date: 16 August 2013

CLASS D GBP CUMULATIVE PERFORMANCE %

| | 1m | 3m | 6m | YTD | Since Inception |
|--|-----|-----|-----|------|-----------------|
| Stonehage Fleming Global Best Ideas Equity | 4.4 | 2.9 | 8.4 | 15.1 | 78.9 |
| MSCI World All Countries E TR | 3.0 | 3.8 | 7.6 | 11.3 | 70.3 |
| IA Global E | 3.3 | 3.3 | 7.5 | 12.3 | 59.1 |

CLASS D GBP PERIODIC PERFORMANCE %

| 12 months to | 31/10/17 | 31/10/16 | 31/10/15 | 31/10/14 |
|--|----------|----------|----------|----------|
| Stonehage Fleming Global Best Ideas Equity | 9.9 | 25.8 | 20.1 | 6.4 |
| MSCI World All Countries E TR | 13.5 | 28.9 | 3.5 | 8.2 |
| IA Global E | 13.9 | 23.2 | 4.5 | 4.2 |

Source for all performance data: Bloomberg, Financial Express, Capita Financial Administrators (Ireland) Limited and Stonehage Fleming Investment Management Limited as at 31 October 2017. 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



STONEHAGE FLEMING GLOBAL BEST IDEAS EQUITY FUND

| SECTOR BREAKDOWN | % of Fund |
|------------------------|--------------|
| Technology | 28.8 |
| Consumer Staples | 23.9 |
| Consumer Discretionary | 17.7 |
| Health Care | 13.5 |
| Industrials | 5.0 |
| Financials | 4.2 |
| Materials | 1.8 |
| Cash | 5.1 |
| Total | 100.0 |

Source: Capita Financial Administrators (Ireland) Limited and Stonehage Fleming Investment Management Limited.

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.

*Gerrit Smit is AA rated by Citywire for his rolling 3 year risk-adjusted performance, for the period 30/06/2014 – 30/06/2017.

| REGIONAL BREAKDOWN | % of Fund |
|--------------------|--------------|
| United States | 59.6 |
| Continental Europe | 17.3 |
| Asia Pacific | 10.4 |
| UK | 7.6 |
| Cash | 5.1 |
| Total | 100.0 |

PORTFOLIO CHARACTERISTICS

| | |
|--|-------|
| Average Market Cap (Billions GBP) | 106.2 |
| Number of Holdings | 25 |
| Operating Margin | 24.3% |
| Return on Invested Capital | 17.1% |
| Net Debt/EBITDA ¹ | 0.8 |
| Expected 3 Year EPS ² Growth (p.a.) | 13.8% |
| Expected 3 Year DPS ³ Growth (p.a.) | 10.3% |
| Dividend Yield ^{4,5} | 1.7% |
| Price/Earnings Ratio ⁵ | 23.9 |
| Free Cash Flow Yield ⁵ | 4.5% |
| PEG Ratio ^{6,7} | 2.4 |

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

| TOP TEN HOLDINGS | % of Fund |
|------------------|-------------|
| Visa | 6.2 |
| Tencent | 6.2 |
| Alphabet | 5.9 |
| Accenture | 5.4 |
| Becton Dickinson | 5.2 |
| PayPal | 5.2 |
| McDonald's | 4.7 |
| Fresenius SE | 4.7 |
| Estée Lauder | 4.6 |
| AIA | 4.2 |
| Total | 52.3 |

ESTIMATED REGIONAL REVENUES⁸ % of Fund

| | |
|--------------------|--------------|
| North America | 38.7 |
| Emerging Markets | 37.4 |
| Continental Europe | 20.0 |
| UK | 3.8 |
| Total | 100.0 |

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

| FUND INFORMATION | |
|----------------------|-------------------------------|
| Total Net Assets | £548.3m |
| 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 | 1 May 2017 |
| Payment Date | 15 May 2017 |
| Pricing | Daily by 11pm (IRE) |
| Dealing | Daily by 12pm (IRE) |

| FUND CHARACTERISTICS | |
|---------------------------|-------|
| Active Share ⁹ | 94.2% |
| Ex Post Tracking Error | 6.2% |
| 12 Month Turnover | 2.1% |
| BETA | 91.4% |

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

GBP D (INCOME) SHARE CLASS DETAILS

| | |
|--|--------------|
| ISIN | IE00BCLYMF33 |
| Synthetic Risk & Reward Indicator (SRRRI) rating | 5 |
| Inception date | 16 Aug 2013 |
| Annual Management fee | 0.75% |
| Total ongoing charge (OCF) | 1.01% |
| Min initial investment (GBP) | 3,500,000 |
| Registered for sale | GB, 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 cost.

IMPORTANT INFORMATION

The Fund is a sub-fund of the Stonehage Fleming Pooled Investments (Ireland) pic (the "Company"), and 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 ("UCITS").

The company is recognised as a section 264 scheme by the Financial Conduct Authority in the United Kingdom. The Company is also an approved Foreign Collective Investment Scheme in South Africa where it is registered with the Financial Services Board ("FSB"). Capita Financial Managers (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@capitafinancial.com. 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 Services Board (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.

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 semi-annual 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.