

**TM STONEHAGE FLEMING
AIM FUND**

PREVIOUSLY KNOWN AS TM CAVENDISH AIM FUND



**ACTIVELY
MANAGED**



**STOCK PICKING
APPROACH**



**LONG-TERM
INVESTMENT HORIZONS**



**NAVIGATING TO INVESTMENTS
WITH CLEAR STRATEGIES**



**GROWTH
MINDSET**

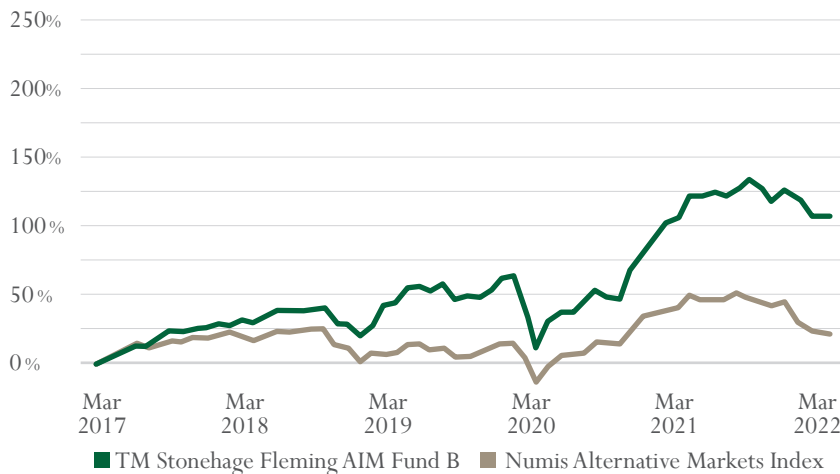
INVESTMENT OBJECTIVE

The fund aims to achieve long-term capital growth.

INVESTMENT POLICY

The Fund aims to invest mainly in equities on the UK Alternative Investment Market ('AIM'). This will be achieved by an actively managed diversified portfolio of shares spread across any sector of AIM. In addition, the Fund may on occasion invest in fully listed shares of companies with smaller market capitalisations.

PORTFOLIO PERFORMANCE



STANDARDISED FUND PERFORMANCE (%)

| Performance | 3m | 6m | YTD | 1yr | 3yrs | 5yrs |
|---|-------|-------|-------|-------|------|-------|
| TM Stonehage Fleming AIM Fund B | -7.3 | -10.9 | -7.3 | 1.8 | 47.5 | 107.2 |
| Numis Alternative Markets Index | -14.1 | -15.2 | -14.1 | -11.1 | 18.8 | 20.6 |
| IA UK Smaller Companies Peer Group Percentile | 9 | 17 | 8 | 32 | 24 | 1 |

DISCRETE 12 MONTH PERFORMANCE (%)

| 12 months to 31 March | 2022 | 2021 | 2020 | 2019 | 2018 |
|---|-------|------|-------|------|------|
| TM Stonehage Fleming AIM Fund B | 1.8 | 91.0 | -24.1 | 12.1 | 25.3 |
| Numis Alternative Markets Index | -11.1 | 74.2 | -23.3 | -8.6 | 11.0 |
| IA UK Smaller Companies Peer Group Percentile | 32 | 5 | 86 | 1 | 5 |

CALENDAR YEAR PERFORMANCE (%)

| Performance | YTD | 2021 | 2020 | 2019 | 2018 | 2017 |
|---------------------------------|-------|------|------|------|-------|------|
| TM Stonehage Fleming AIM Fund B | -7.3 | 27.1 | 11.2 | 36.7 | -7.2 | 32.8 |
| Numis Alternative Markets Index | -14.1 | 7.6 | 19.3 | 14.7 | -17.5 | 27.4 |

Source: Morningstar as at 31/03/2022, % growth, total return, GBP, single price, UK net income reinvested with no initial charges.

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. For a full list of risks applicable to this fund, please refer to the Prospectus. If the information is not displayed in your base currency, then the return may increase or decrease due to currency fluctuations. Source for all performance is Stonehage Fleming Investment Management Limited as at 31 March 2022. Total return (with dividends) is net of fees.

The fund invests in a broad range of AIM listed companies and some of these carry a higher risk of failure and may be less liquid than shares listed on other exchanges. These shares may be also harder to sell quickly because of this lower liquidity. AIM listed companies may also experience greater price volatility which could also affect the value of the fund.

KEY FACTS

| | |
|-------------------|----------------------|
| Launch Date | 5 October 2005 |
| IA Sector | UK Smaller Companies |
| Fund Size | £120.7m |
| Dealing Frequency | Daily |

FEES

| | |
|---|-------------|
| Initial Charge | Up to 5.00% |
| Ongoing Charges Figure (OCF) ² | 0.67% |
| Annual Management Charge | 0.60% |

² The OCF is the management fee plus additional fund expenses (excluding transaction costs) as a percentage of the assets of the fund. This gives an indication of annual expenses which may vary over time.

MINIMUM INVESTMENT

| | |
|-----------------|---------|
| Lump Sum | £50,000 |
| Additional | £5,000 |
| Regular Savings | N/A |

FUND MANAGER



PAUL MUMFORD

Paul Mumford has extensive investment experience. Having worked initially as an Analyst for Norris Oakley Brothers and later as a smaller companies expert at R Nivison, he moved to fund management in 1988 when he joined Glenfriars. He then joined Cavendish Asset Management at the group's formation in 1994. The acquisition of Cavendish Asset Management was made by Stonehage Fleming in July 2020. Paul is the co-manager of the TM Stonehage Fleming AIM Fund and the TM Stonehage Fleming Opportunities Fund.



NICK BURCHETT

Nick Burchett began his career in 1983 at Strauss Turnbull and subsequently joined W.I. Carr in 1990 which later became Investec Wealth & Investment after a number of mergers and acquisitions. During this period Nick dealt extensively with Paul Mumford on the analysis of UK equities, markets and execution factors. This partnership made a compelling proposition and after 27 years at Investec he joined Cavendish Asset Management in November 2017 to jointly manage the funds. The acquisition of Cavendish Asset Management was made by Stonehage Fleming in July 2020. Nick is the co-manager of the TM Stonehage Fleming AIM Fund and the TM Stonehage Fleming Opportunities Fund.

AWARDS



**TM STONEHAGE FLEMING
AIM FUND**

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ENQUIRIES

| | |
|---|--------------|
| ENQUIRIES AND DEALING | |
| 0333 300 0375 | |
| (press 1 for Enquiries, press 2 for Dealing) | |
| DEALING: | |
| Thesis Unit Trust Management Limited, PO Box 3733, Royal Wootton Bassett, Swindon, SN4 4BG | |
| SEDOL CODES: | |
| Class B Share | B0JX3Z5 |
| ISIN CODES: | |
| Class B Share | GB00B0JX3Z52 |
| LIPPER IDS: | |
| Class B Share | 65009655 |

SECTOR ALLOCATION (%)

| | |
|------------------------|------|
| Information Technology | 22.0 |
| Health Care | 20.0 |
| Industrials | 19.8 |
| Energy | 15.8 |
| Communication Services | 6.4 |
| Consumer Discretionary | 6.2 |
| Materials | 3.9 |
| Real Estate | 2.6 |
| Consumer Staples | 2.2 |
| Cash | 0.9 |

TOP TEN HOLDINGS (%)

| | |
|----------------------------------|-----|
| Serica Energy Plc | 4.9 |
| Totally Plc | 4.0 |
| Independent Oil & Gas Plc | 3.8 |
| Beximco Pharmaceuticals GDR regs | 3.1 |
| Kistos Plc | 2.8 |
| Lok'nStore Group Plc | 2.6 |
| ZOO Digital Group Plc | 2.5 |
| M&C Saatchi Plc | 2.4 |
| MS International Plc | 2.2 |
| Eagle Eye Solutions Group Plc | 2.1 |

Source: Thesis Unit Trust Management Limited and Stonehage Fleming Investment Management as at 31 March 2022. Third parties whose data may be included in this document do not accept any liability for errors or omissions.

PORTFOLIO COMMENTARY

The London stock market was little changed in the month, and the Numis Alternative Markets Index (incl. investment companies) declined by 0.3%. During the same period, the TM Stonehage Fleming AIM Fund outperformed having increased in value by 0.4%.

With the stock market stabilised at a lower level, we took the opportunity to add to a number of holdings where share prices had overreacted to cautious or disappointing trading statements. As is often the case in uncertain markets, share prices can have disproportionate falls even though fundamentals are solid. In this category we added to Essensys (office management software), Made Technology (IT services), Induction Healthcare (healthcare services) and Tristel (healthcare disinfection products). We also added to Altitude (software) and Michelmersh Brick (building products), which incidentally produced updates ahead of expectations.

Russia invaded Ukraine on 24th February 2022, and there has been incredible tragedy and loss of life since then. In the event, and bearing in fact the sanctions imposed on Russia, the London stock market reacted with caution whilst investors looked for value from stocks, which limited the fall of the index. Commodity prices have surged ahead and countries are looking to seek alternative energy

sources in order to rely less upon Russian gas exports. We own a number of North Sea companies that are predominantly gas producers that will be able to benefit from renewed exploration activity and the well-documented high prices.

Another area of interest is the healthcare sector, which has been under pressure now that the effects of COVID-19 show signs of general acceptance of new practices. Several companies have seen share prices falling back, but, in our opinion, it is an area of considerable growth and we are well represented. NHS waiting lists are high and the increases from government investment should be beneficial to restore confidence to the sector.

An area of discussion is the level of inflation. Along with energy prices, raw materials, commodities, transportation and wages are all adding to the extra cost of living. Unlike some occasions in the past, we have found when talking to companies in many fields of industry that price increases are reluctantly accepted and many can still be passed on to customers.

Smaller companies tend to be adaptable and the majority of AIM listed companies we meet are cautiously positive about the outlook for the rest of the year. As such, we are positive regarding the outlook for the shares held in the portfolio.

IMPORTANT INFORMATION

This is a marketing communication issued by Stonehage Fleming Investment Management Limited (SFIM). SFIM is the investment manager of the Fund.

All investments risk the loss of capital. No guarantee or representation is made that the funds will achieve their investment objective.

The value of investments may go down as well as up. For products designed to return income, the distributions can also go down or up and you may not receive back the full value of your initial investment.

Derivatives have not been used but are allowed if appropriate for efficient asset management. The Fund only invests in UK assets but is allowed to hold shares on overseas exchanges. This would occur in the event of a company delisting from the London stock market and would not be expected to be material. Hence, there would be limited foreign exchange risk.

Past performance is not a guide to future returns. If the information is not displayed in your base currency, then the return may increase or decrease due to currency fluctuations.

The distribution or possession of this document in jurisdictions outside the United Kingdom may be restricted by law or other regulatory requirements.

For details of the Funds investment policy, please see the Investment Objective and Policy section of the Fund Prospectus Document.

Whilst every effort is made to ensure that the information provided to clients is accurate and up to date, some of the information may be rendered inaccurate by changes in applicable laws and regulations may be subject to change in the future.

The information in this document does not constitute legal, tax, or a personal recommendation.

The Fund is authorised in the United Kingdom and regulated by the Financial Conduct Authority.

The Authorised Fund Manager is Thesis Unit Trust Management Limited, Exchange Building, St John's Street, Chichester, West Sussex, PO19 1UP. Authorised and regulated by the Financial Conduct Authority.

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 Thesis Unit Trust Management Limited at Exchange Building, St John's Street, Chichester, West Sussex PO19 1UP; or by phoning 01483 783 900 between 9am and 5pm Monday to Friday; or on the website at www.fundlistings.com.

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