

**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**

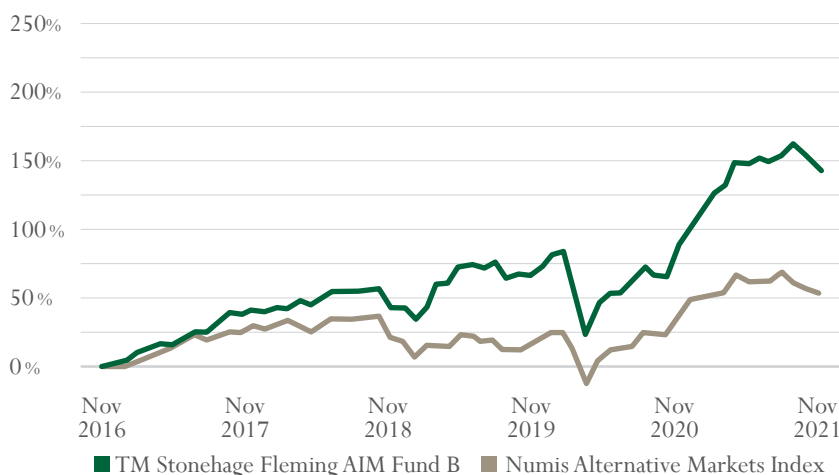
INVESTMENT OBJECTIVE

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



■ TM Stonehage Fleming AIM Fund B ■ Numis Alternative Markets Index

STANDARDISED FUND PERFORMANCE (%)

Performance	3m	6m	YTD	1yr	3yrs	5yrs
TM Stonehage Fleming AIM Fund B	-3.9	-1.6	22.6	30.3	74.0	144.7
Numis Alternative Markets Index	-7.2	-4.2	4.8	14.8	32.2	55.2
IA UK Smaller Companies Peer Group Percentile	3	48	19	23	5	7

DISCRETE 12 MONTH PERFORMANCE (%)

12 months to 30 November	2021	2020	2019	2018	2017
TM Stonehage Fleming AIM Fund B	30.3	11.0	20.3	1.7	38.3
Numis Alternative Markets Index	14.8	13.5	1.5	-8.2	27.8
IA UK Smaller Companies Peer Group Percentile	23	32	9	15	9

CALENDAR YEAR PERFORMANCE (%)

Performance	YTD	2020	2019	2018	2017	2016
TM Stonehage Fleming AIM Fund B	22.6	11.2	36.7	-7.2	32.8	31.4
Numis Alternative Markets Index	4.8	19.3	14.7	-17.5	27.4	16.2

Source: Morningstar as at 30/11/2021, % 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 30 November 2021. 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	£129.8m
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**

PREVIOUSLY KNOWN AS TM CAVENDISH AIM FUND

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	24.5
Health Care	22.5
Industrials	20.2
Energy	10.0
Communication Services	5.8
Consumer Discretionary	5.3
Materials	3.8
Consumer Staples	2.7
Real Estate	2.4
Financials	0.9
Cash	1.8

TOP TEN HOLDINGS (%)

Totally Plc	3.2
Beximco Pharmaceuticals GDR regs	3.0
Independent Oil & Gas Plc	2.7
Serice Energy Plc	2.6
Eagle Eye Solutions Group Plc	2.4
Kistos Plc	2.3
ZOO Digital Group Plc	2.3
Lok 'nStore Group Plc	2.2
Netcall Plc	2.2
M&C Saatchi Plc	2.0

Source: Thesis Unit Trust Management Limited and Stonehage Fleming Investment Management as at 30 November 2021. Third parties whose data may be included in this document do not accept any liability for errors or omissions.

PORTFOLIO COMMENTARY

The Numis Alternative Markets Index (incl. Investment Companies) fell by 2.5% in the month and underperformed the rest of the market which was marginally lower. Having strongly outperformed last month, the TM Stonehage Fleming AIM Fund saw its value decline by 4.6%, reflecting the fact that there was news-flow from only a limited number of companies held in the portfolio.

Smaller companies and those listed on AIM tend to underperform in the last quarter of the year, when attention is given more to larger companies as investors reduce cash balances ahead of their December year-ends. Often the position will more than reverse in the new calendar year as results and updated profit forecasts appear. Recently, a number of companies have been raising money and we have seen a number of offerings. We did, however, subscribe for new shares in Autins Plc, the composite materials company which is raising working capital to be in the position to take advantage of new orders from automotive manufacturers as that market recovers. We have sold our holding in Arena Leisure which is subject to an agreed cash takeover bid, and to take advantage of market volatility, have made adjustments to a number of other holdings.

Last month the Chancellor announced his budget and there were no unpleasant surprises. On the contrary, there were a variety of initiatives to increase spending with a view to encouraging growth in the UK economy. It was realised that the cost of living would increase due to higher raw material and energy costs and increase in National Insurance, with well-published

supply chain problems such as shortage of HGV drivers also likely to drive up prices. Inflation was forecast to increase and some estimates looked for it to peak at 5%. If this were the case, interest rates could rise, but the Bank of England signalled no change at the last meeting. In recognition of the cost pressures, the Government lifted pay restraints for the public sector, and this could also add to inflationary pressures. From a corporate aspect, we have found from discussions with the bulk of companies we follow that there is an understanding that price increases due to rising costs are acceptable. Consequently, most of the companies held in the fund are able to cope, and some may even benefit.

The oil and gas sector has been out of favour for some time due to ESG concerns. These concerns are being taken very seriously by the industry and the majority of companies look like achieving the UK Government 2030 deadline earlier than anticipated. Results should show that companies in the sector are considerably undervalued and the portfolio contains a number of gas producers where emissions are lower than many.

The new COVID-19 variant could add uncertainty to the outlook, but we feel that the majority of our companies will continue their recovery from the lockdown periods and have confidence in the prospects for the fund over the next few years.

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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