

TM STONEHAGE FLEMING
INTERNATIONAL FUND

PREVIOUSLY KNOWN AS TM CAVENDISH INTERNATIONAL FUND



**ACTIVELY
MANAGED**



**STOCK PICKING
APPROACH**



**LONG-TERM
INVESTMENT HORIZONS**



**STYLE AGNOSTIC APPROACH,
BLENDING QUALITY AND VALUE**



**GROWTH
MINDSET**

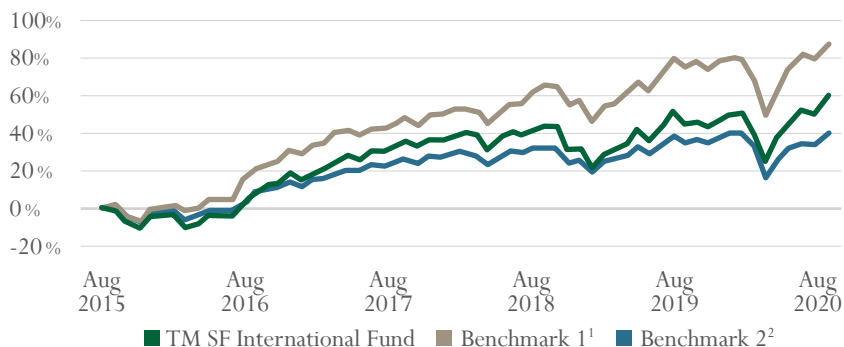
INVESTMENT OBJECTIVE

The fund aims to achieve long-term capital growth.

INVESTMENT POLICY

The Fund shall invest mainly in equity securities of companies listed on stock exchanges anywhere in the world. There will be no restrictions on the countries, regions or industrial sectors in which invested. Equally there will be no presumption or expectation that the Fund will maintain asset allocation across all countries, regions or industrial sectors on an ongoing basis. The Fund will be free to invest globally, but there may be a bias towards one or more countries, regions or industrial sectors to the exclusion of other countries, regions or industrial sectors.

PORTFOLIO PERFORMANCE



STANDARDISED FUND PERFORMANCE (%)

Performance	3m	6m	YTD	1yr	3yrs	5yrs
TM SF International Fund	7.38	10.42	4.01	7.46	14.28	60.02
Benchmark 1 ¹	6.46	9.92	3.64	5.98	24.59	86.77
Benchmark 2 ²	4.78	3.97	-1.30	2.23	9.19	39.27
Peer Group Percentile	20	10	18	18	30	15

DISCRETE 12 MONTH PERFORMANCE (%)

12 months to 31 August	2020	2019	2018	2017	2016
TM SF International Fund	7.46	0.21	6.11	18.32	18.34
Benchmark 1 ¹	5.98	6.43	10.45	19.04	25.94
Benchmark 2 ²	2.23	1.94	4.77	12.69	13.19
Peer Group Percentile	18	66	40	15	23

CALENDAR YEAR PERFORMANCE (%)

Performance	YTD	2019	2018	2017	2016	2015
TM SF International Fund	4.01	21.24	-11.11	14.67	19.83	1.70
Benchmark 1 ¹	3.64	21.71	-3.78	13.24	28.66	3.29
Benchmark 2 ²	-1.30	15.64	-6.64	11.09	14.16	2.09

Source: Morningstar Direct, % growth, total return, GBP, single price, UK net income reinvested with no initial charges.
¹Benchmark 1: MSCI ACWI NR USD. ²Benchmark 2: IA Flexible Investment.

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 August 2020. Total return (with dividends) is net of fees.

KEY FACTS

Launch Date	6 July 1994
IA Sector	Flexible Investment
Fund Size	£462.4m
Dealing Frequency	Daily

FEES

Initial Charge	Up to 5.00%
Ongoing Charges	0.66%
Annual Management Charge	0.60%

MINIMUM INVESTMENT

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

PORTFOLIO MANAGER

LIZ EVANS



Liz Evans has 3 decades of industry experience. Joining Cavendish Asset Management after graduation, she spent time working as an analyst before becoming a fund manager. Liz managed the Cavendish Asia Pacific Fund from launch to its merger with the TM Cavendish International Fund. In 2017, she took on a global role as the deputy Fund Manager of TM Cavendish International Fund and in 2019 she assumed the role of Fund Manager. Liz transferred to Stonehage Fleming in July 2020 following the acquisition of the business activities of Cavendish Asset Management by Stonehage Fleming. Liz is an associate member of the CISI.

DEPUTY PORTFOLIO MANAGER

NICOLA MUIRHEAD



Nicky is a Director of Equity Management at Stonehage Fleming. She is Deputy Fund Manager on the International Fund and a Senior Equity Analyst for the Global Best Ideas Fund. Nicky focusses her in-depth, bottom up research on the quality, growth areas of the market.

Nicky joined the Equity Management Team in 2019 from Bessemer Trust having previously worked as a Senior Analyst and Fund Manager at River & Mercantile Asset Management, Neptune and BlackRock/Merrill Lynch Investment Management. She is a CFA charterholder and graduated from Oxford University with first class honours in Physics.

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RISK ANALYSIS

Alpha	-3.06	Ex-Post Risk calculations are based on 3 years' worth of monthly data points. Source: Morningstar, relative statistics calculated over 3 years using the MSCI ACWI NR USD Index, total return as at 31/08/2020.
Beta	1.04	
R-Squared	0.94	
Standard Deviation	14.70	
Sharpe Ratio	0.33	

ENQUIRIES AND DEALING

0333 300 0355

(press 1 for Enquiries, press 2 for Dealing)

DEALING:

Tutman LLP, PO Box 3733,

Royal Wootton Bassett, Swindon, SN4 4BG

SEDOL CODES:

Class B Share B0JX3Z5

ISIN CODES:

Class B Share GB0032211095

LIPPER IDS:

Class B Share 65009655

SECTOR ALLOCATION (%)

Information Technology	23.06
Communication Services	12.82
Consumer Discretionary	10.93
Health Care	10.33
Consumer Staples	9.93
Industrials	8.22
Financials	7.79
Materials	3.71
Real Estate	2.44
Energy	0.66

TOP TEN HOLDINGS (%)

Microsoft Corp	3.50
Visa Inc	2.68
Amazon.com Inc	2.61
Tencent Holdings Ltd	2.44
Alphabet Inc	2.43
Adobe Inc	2.37
Vanguard S&P 500 UCITS ETF	2.20
Facebook Inc	2.08
L3Harris Technologies Inc	2.02
Alps Alpine Co Ltd	1.91

Source: Bloomberg, Tutman LLP and Stonehage Fleming Investment Management Limited as at 31/08/2020. Third parties (including Bloomberg) whose data may be included in this document do not accept any liability for errors or omissions.

PORTFOLIO COMMENTARY

In August the TM Stonehage Fleming International Fund performance was as follows:

- B share class units rose in value by 4.70%
- This performance was against a rise of 4.02% in the MSCI ACWI NR USD
- Fund and Index performance data sourced from Morningstar.

In August, global equity markets continued to move higher which was seasonally unusual. The US markets were very strong and the S&P500 Index recorded its best combined July and August performance since 1984. In fact, the market was up every day bar four days in August. The main drivers for the positive global performance were the continued opening up of economies and the move towards normalized levels of economic activity. Corporate announcements were also more positive than expected with many companies changing the tone of their business outlook commentary to a more cautiously optimistic tone.

The August economic data published by China also buoyed global equity markets as this data was better than expected and seems to confirm that China is the one economy that is enjoying a V-shaped recovery. Manufacturing output is now back to pre-pandemic levels and there has been an obvious recovery in retail sales and consumption.

In general, across all markets, there has been an improvement in the breadth of the market with a larger number of stocks joining the rally. This has been particularly true for the cyclical stocks which have enjoyed a period of strong performance recently. This is seen as a good sign for equity markets in the medium term as it

shows that a wider selection of stocks are performing better rather than a narrow group of Technology stocks leading the markets.

In August, there were a large number of stock trades as the Fund is still being re-aligned in terms of geographic and sector exposure. The aim was to reduce the cash position to 6% by the end of August, and this was achieved. The larger trades during the month included reducing exposure to US Financials with the sales of Wells Fargo, Charles Schwab, Citizens Financial, Morgan Stanley and MetLife. New positions were initiated in several quality growth companies: Amdocs, Zoetis, Edwards Lifesciences, Pool Corp, Estee Lauder, Intuitive Surgical and Tractor Supply. The cyclical exposure was increased by adding to the holdings of PPG, L3Harris, Raytheon and Largan Precision. The smaller European holdings which do not meet the daily volume requirements were sold. This included Orpea, Rubis, Eiffage and Corbion. The UK exposure was reduced through the sales of BAT, Sainsbury and Lloyds Bank.

In some countries the covid-19 infection rate has started to rise again, particularly in Europe and the UK. Whilst this is disturbing, it is unlikely that another nationwide lockdown will be implemented in any country. Instead, we are seeing more targeted lock downs being introduced on a regional or city basis which will hopefully mean that the nascent economic recovery can continue. Again, Central Banks have made it clear that interest rate rises are nowhere on the horizon. The Summer strength exhibited by global markets may lead to a sudden sharp correction, but this should be viewed as a healthy bout of profit taking rather than a trend change for equity markets.

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, which is authorised and regulated by the Financial Conduct Authority (reference number 194382), is the appointed investment manager of the TM Stonehage Fleming Investments Funds. This fund is a UCITS sub-fund of the TM Stonehage Fleming Investments Funds. The TM Stonehage Fleming Investments Funds is an Open Ended Investment Company (OEIC) incorporated under the OEIC Regulations. The company is incorporated in England & Wales with registered number IC000195. It is a UCITS scheme as defined in COLL and is an umbrella company, for the purposes of the OEIC Regulations. It is authorised and regulated in the UK by the Financial Conduct Authority (reference number 407782).

The Authorised Corporate Director ("ACD") is TUTMAN LLP, a limited liability partnership incorporated in England with registered number OC369415. The ACD is authorised and regulated by the Financial Conduct Authority (reference

number 612721). Head Office and Registered Office of the ACD is the Exchange Building, St John's Street, Chichester, West Sussex PO19 1UP. This document constitutes a financial promotion for the purposes of Section 21 of the Financial Services and Markets Act 2000 and has been approved and issued by Stonehage Fleming Investment Management Limited. For details of the Funds investment policy, please see the Investment Objective and Policy section of the Fund Prospectus Document.

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.stonehagefleming.com/investments/funds.

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