

TM STONEHAGE FLEMING INTERNATIONAL FUND

OUR FOUR FUNDAMENTAL QUALITY
PILLARS - IDENTIFYING
GLOBAL BEST IN CLASS BUSINESSES



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 in class businesses for their quality, strategic competitive edge and value.

FUND COMMENTARY

As communicated in our previous factsheet, Gerrit Smit took responsibility for management of the Fund on 2 August. Over the course of the first half of the month, the portfolio was reoriented to align itself with the strategy pursued by the Stonehage Fleming Global Best Ideas Equity Fund (GBI).

The combination of US interest rates rising close to a 16 year high and the usual summer holiday market lull, saw world equity markets drift lower in August. The fact that the yield curve¹ steepened (marginally) over the month is a testimony that economic fundamentals are not of material concern.

The US reporting season completed halfway through August. Whilst overall S&P 500 Index revenues grew only marginally, earnings dropped -6%. This weak earnings result is attributed to the Energy, Materials and Health Care sectors, with all other sectors experiencing positive earnings growth. Along with the overall earnings being 7% ahead of expectations, investors can look back on a rather constructive earnings season.

Artificial Intelligence (AI) remained a prominent theme throughout the month. Investors become more and more aware of how quickly some businesses have already embraced the technology and to what extent AI-related product and service providers (e.g. computing and cloud services, conductor products, AI adopters, etc.) are already experiencing booming demand. Many investors have been caught unprepared for numerous excellent investment opportunities in this context.

Our holdings in Alphabet, Cadence Design Systems, ASML and Microsoft all benefit directly from this thriving technology, with others (like Adobe and Verisk) already utilising AI very effectively. Our portfolio is well exposed to this technology in a profitable but a relatively low risk manner.

We have trimmed some positions and introduced a new name in the portfolio, that we are still building up to our target weight. It has a highly cash generative business model.

The best contributors to performance over August were Alphabet, Cadence Design Systems and Visa, with LVMH, ASML and Nike the largest detractors.

¹ US Treasuries' 10 year yield minus its 2 year yield

Opinions expressed represent the view of SFIM at the time of preparation. They are subject to change and should not be interpreted as investment advice.

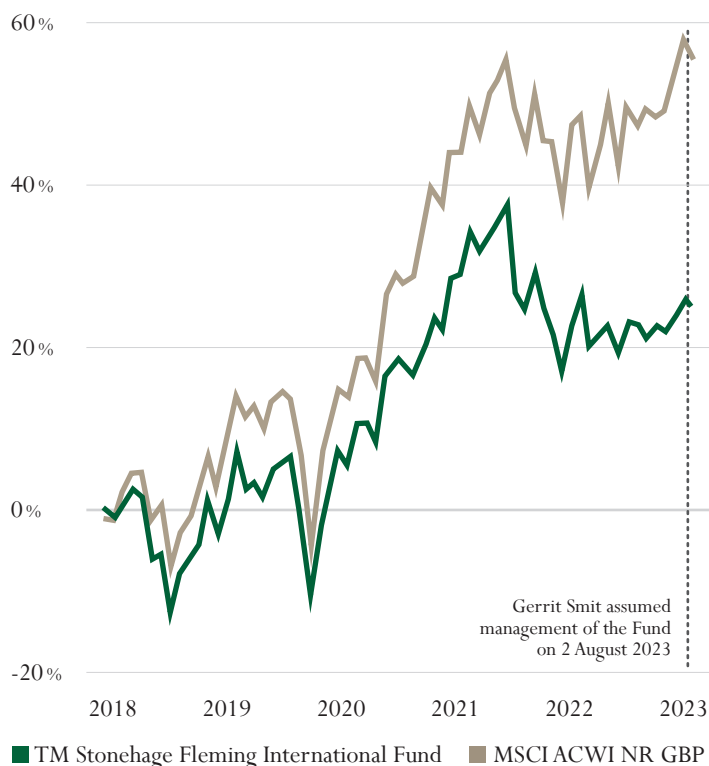
RISK DISCLOSURE

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.

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

FIVE YEAR PERFORMANCE



STANDARDISED PERFORMANCE %

	1m	YTD	1yr	3yr	5yr
TM Stonehage Fleming International Fund	-0.6	4.8	-0.7	13.6	22.4
MSCI ACWI NR GBP	-1.3	9.7	4.6	30.3	46.6

CALENDAR YEAR PERFORMANCE %

	YTD	2022	2021	2020	2019	2018
TM Stonehage Fleming International Fund	4.8	-13.1	16.1	11.8	21.2	-11.1
MSCI ACWI NR GBP	9.7	-8.7	19.6	13.0	21.7	-3.9

TM STONEHAGE FLEMING INTERNATIONAL FUND

TOP TEN HOLDINGS (% OF FUND)

Alphabet	7.3
Microsoft	6.6
Visa	5.8
Cadence	5.0
Accenture	4.9
Zoetis	4.5
EssilorLuxottica	4.0
S&P Global	3.9
Verisk Analytics	3.7
L'Oreal	3.7
TOTAL	49.3

SECTOR BREAKDOWN (% OF FUND)

Technology	25.8
Health Care	22.3
Discretionary	13.3
Financials	11.8
Staples	10.3
Communication	7.3
Industrials	3.7
Materials	2.2
Cash	3.8
TOTAL	100.0

PORTFOLIO MANAGER



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.

REGIONAL BREAKDOWN (% OF FUND)

United States	75.9
Continental Europe	16.7
Asia Pacific	3.9
Cash	3.5
TOTAL	100.0

ESTIMATED REGIONAL REVENUES⁸ (% OF FUND)

North America	47.9
Emerging Markets	23.6
Continental Europe	21.8
Japan	2.9
Other	3.8
TOTAL	100.0

PORTFOLIO CHARACTERISTICS

Average Market Cap (Billions USD)	354.6
Number of Holdings	29
Operating Margin	30.6%
Return on Invested Capital	19.7%
Net Debt/EBITDA ¹	0.7
Expected 3 Year Revenue Growth (p.a.)*	9.1%
Expected 3 Year EPS ² Growth (p.a.)*	14.3%
Expected 3 Year DPS ³ Growth (p.a.)*	7.7%
Dividend Yield (Gross) ^{4,5}	1.0%
Price/Earnings Ratio ⁵	28.0
Free Cash Flow Yield ⁵	3.5%
PEG Ratio ^{6,7}	2.6

SECTOR BREAKDOWN

Source: Northern Trust International Fund Administration Services (Ireland) Ltd. and Stonehage Fleming Investment Management Limited.

PORTFOLIO CHARACTERISTICS

* Such forecasts are not a reliable indicator of future performance.

¹ Earnings Before Interest, Taxes, Depreciation and Amortisation. ² Earnings Per Share. ³ Dividend Per Share. ⁴ Of underlying holdings, and stated gross of withholding taxes and costs. ⁵ Estimated 12 months forward. ⁶ Price / Earnings to Growth Ratio. ⁷ Weighted portfolio Trailing P/E Ratio and EPS projections applied.

Source: Stonehage Fleming Investment Management Limited, Bloomberg.

ESTIMATED REGIONAL REVENUES

⁸ Source: Based on where underlying companies in the TM Stonehage Fleming International Fund derive their revenue.

Source: Bloomberg; Stonehage Fleming Investment Management Limited; Northern Trust Global Services SE (UK branch). Due to rounding, values may not add up to 100%.

OUTCOME OF FAIR VALUE ASSESSMENTS (2023)

- The fund meets the needs of the target market.
- The intended distribution strategy remains appropriate.
- Historically, the fund did not deliver value for money. In response, as of the 2nd August 2023, Stonehage Fleming Investment Management Limited changed the personnel managing the fund and the approach to investment selection. The fund will follow the strategy pursued by the Stonehage Fleming Global best ideas fund (GBI), and own the same quality growth business as this fund. The historic performance of GBI, together with more information on the manager, can be found at www.stonehagefleming.com/GBI

INVESTOR PROFILE

The fund is appropriate for all investor types, including those with only a basic knowledge of funds. It is compatible with investors who do not need a capital guarantee (investors must be prepared to accept fluctuations in the value of capital, including the ability to bear 100% capital loss) and are seeking capital growth. Due to the volatility of markets, investors should be willing to accept price fluctuations in exchange for the opportunity of potentially higher returns. This is a long term investment and investors should have an investment time horizon of at least 5 years. The recommended holding period does not provide any guarantee that the objective will be achieved. This product is eligible for all distribution channels (e.g. investment advice, portfolio management, non-advised sales and pure execution services).

The fund is unlikely to be appropriate for those who:

- Are looking for full capital protection or full repayment of the amount invested, and those who want a guaranteed return
- Have no risk tolerance
- Who are unwilling to accept price fluctuations (volatility) in the value of the fund
- Do not intend to invest for the long term

FUND INFORMATION

Total Net Assets	£360.1m
Comparative Index	MSCI ACWI NR GBP
Fund Type	UCITS
Fund Domicile	United Kingdom
Base Currency	GBP
Currencies Available	GBP
Inception Date	6 July 1994
Range of Holdings	20-30 stocks
Income Paid	£0.028364
Type of Payment	Dividend
Ex Dividend	16 May 2023
Payment Date	14 July 2023
Pricing	Daily, by 12pm (UK)
Dealing	Daily, by 12pm (UK)

FUND CHARACTERISTICS

Active Share ¹	84.8%
Ex Post Tracking Error	5.0%
12 Month Turnover	68.7%
Beta	0.86

GBP B (DISTRIBUTING) SHARE CLASS DETAILS

Price	£4.98
ISIN	GB0032211095
Synthetic Risk & Reward Indicator (SRRI) rating	5
Annual Management Fee	0.60%
Total Ongoing Charge (OCF ²)	0.66%
Min Initial Investment (GBP)	£50,000
Registered for Sale	UK

¹ 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. ²The OCF is the Annual 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 costs.

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. 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 that 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.tutman.co.uk/literature/

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