

**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**

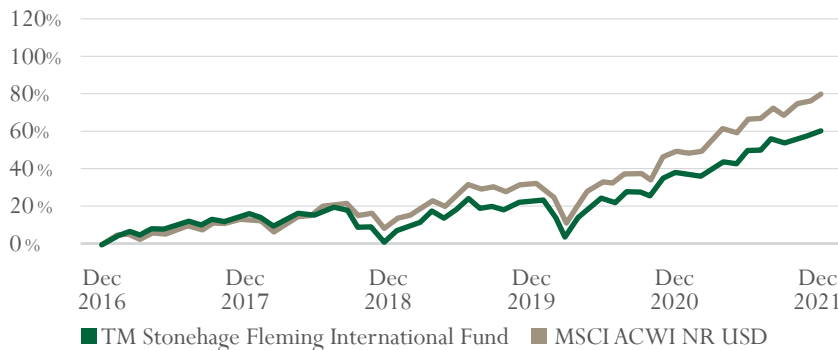
INVESTMENT OBJECTIVE

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



KEY FACTS

Launch Date	6 July 1994
IA Sector	Flexible Investment
Fund Size (m)	£485.7
Fund Type	UCITS
Dealing Frequency	Daily
Range of Holdings	50-80
Comparator Index	MSCI ACWI NR USD

FEES

Initial Charge (%)	Up to 5.00
Ongoing Charges* (%)	0.65
Annual Management Charge** (%)	0.60

*Ongoing charges (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. **Included in the Ongoing Charges figure.

MINIMUM INVESTMENT

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

STANDARDISED FUND PERFORMANCE (%)

Performance	3m	6m	YTD	1yr	3yrs	5yrs
TM SF International Fund	4.16	6.99	16.05	16.05	57.22	60.26
MSCI ACWI NR USD	6.20	7.66	19.63	19.63	64.04	78.73
Peer Group Percentile	17	8	16	16	9	19

DISCRETE 12 MONTH PERFORMANCE (%)

12 months to 31 December	2021	2020	2019	2018	2017
TM SF International Fund	16.05	11.74	21.24	-11.11	14.67
MSCI ACWI NR USD	19.63	12.67	21.71	-3.78	13.24
Peer Group Percentile	16	19	11	96	26

CALENDAR YEAR PERFORMANCE (%)

Performance	YTD	2020	2019	2018	2017	2016
TM SF International Fund	16.05	16.05	11.74	21.24	-11.11	14.67
MSCI ACWI NR USD	19.63	19.63	12.67	21.71	-3.78	13.24

Source: Morningstar Direct, % growth, total return, GBP, single price, UK net income reinvested with no initial charges. Peer Group is the Flexible Investment Sector and number of peers are 152.

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 December 2021. Total return (with dividends) is net of fees.

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 TM Stonehage Fleming International Fund and a Senior Equity Analyst for the Stonehage Fleming Global Best Ideas Equity 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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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	GB0032211095
LIPPER IDS:	
Class B Share	65009655

SECTOR ALLOCATION (%)*

Information Technology	20.0
Financials	13.8
Consumer Discretionary	13.2
Health Care	13.1
Communication Services	10.0
Consumer Staples	9.6
Industrials	7.7
Materials	5.2
Real Estate	1.4
Cash and ETFs	6.2

*As of COB 31 December 2021 rather than the Valuation Point of 12pm
Source: Stonehage Fleming Investment Management Limited

TOP TEN HOLDINGS (%)*

Microsoft Corp	2.5
Zoetis Inc	2.5
Estee Lauder	2.4
Edwards Lifesciences Corp	2.3
Alphabet Inc C	2.3
ASML Holding	2.3
Thermo Fisher Scientific Inc	2.3
LVMH Moet Hennessy Louis Vuitton	2.2
JP Morgan Chase	2.2
Adobe	2.1

PORTFOLIO COMMENTARY

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

- B share class units rose in value by 1.54%
- This performance was against a rise of 1.59% in the MSCI ACWI NR USD
- Fund and Index performance data sourced from Morningstar

December was a volatile month but the Santa rally won out, with the MSCI All Countries World Index rising 1.6%. Markets first digested the rapidly spreading Omicron variant and all the associated restrictions and subsequently discovered that the severity may be less than originally feared. Inflation continues to be a headwind, caused in the main by recovering demand in the context of covid related supply bottlenecks. Expectations are for this to ease from the second half of 2022 but the early part of the year may continue to see upward pressure. Central banks have been debating the transitory nature of this inflation and mid way through December, the US Fed announced it would raise interest rates 3 times in 2022 to counter it. Despite this hawkish tone, investors had feared worse and took comfort from the clarity. The UK has similarly implemented its first interest rate hike, to 0.25%, signalling a tightening policy phase to control inflation.

Healthcare outperformed as optimism arose that the Omicron variant was not leading to a significant pick up in severe illness and hospitalisations, thereby lessening the risk of disruption to elective procedures. Edwards Lifesciences,

UnitedHealth and Intuitive Surgical all performed well on this theme. Estee Lauder similarly performed as restrictions over socialising and travel are likely to be curtailed for less time due to the faster expected peak and then decline of infections.

Valuations in the Technology sector were under pressure during the month as bond yields continued to move higher, pushing the discount rate up on their long duration earnings. Adobe sold off after guidance for 2022 fell short of expectations.

Chinese policy remains an area of uncertainty with US listed ADRs coming under pressure during December. The entire Chinese market was weak, and AIA and Anta Sports were pulled down with it. In this context, Nike reported very strong revenues, margins and earnings globally with the exception of China. The production issues in Vietnam, again due to covid, have started easing and factories are back up to 80% output levels. This reassured investors, as demand has been exceeding supply and there is now a line of sight to satisfying that pent up demand.

The fund sold General Mills over the month as, following a sharp share price rally, better opportunities could be found elsewhere.

As we enter 2022, we expect to continue to see volatility and covid related disruption continue. However, the world is learning to live with this virus and the global economy is recovering, if on a choppy path. Digital transformation and advanced technology penetration continues to gather pace and enablers of these trends are well positioned to continue to grow in 2022 and beyond.

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 may be used for efficient portfolio management. The fund invests in assets which are denominated in other currencies; hence changes in the relevant exchange rate will affect the value of the investment.

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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