

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

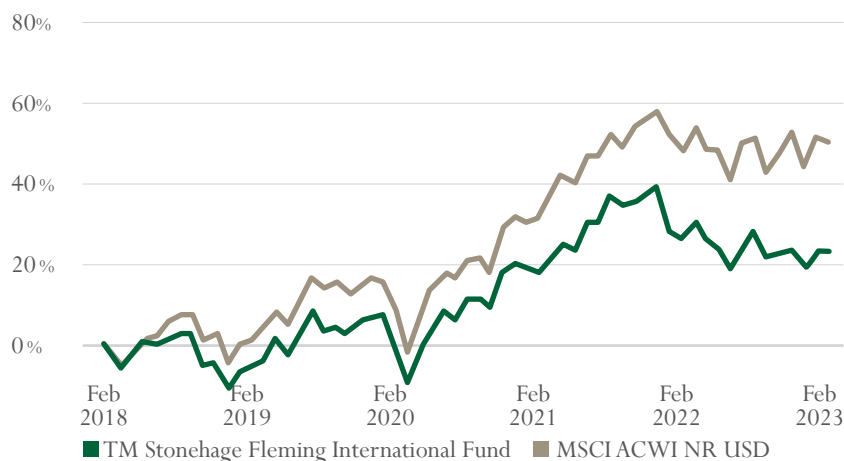
INVESTMENT OBJECTIVE

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	-0.08	-2.98	2.45	-2.04	22.58	24.19
MSCI ACWI NR USD	-1.63	-0.69	3.43	1.67	35.91	51.02

DISCRETE 12 MONTH PERFORMANCE (%)

12 months to 28 February	2023	2022	2021	2020	2019
TM SF International Fund	-2.04	7.00	16.95	6.37	-4.76
MSCI ACWI NR USD	1.67	12.34	19.00	8.18	2.72

CALENDAR YEAR PERFORMANCE (%)

Performance	YTD	2022	2021	2020	2019	2018
TM SF International Fund	2.45	-13.09	16.05	11.74	21.24	14.67
MSCI ACWI NR USD	3.43	-8.08	19.63	12.67	21.71	-3.78

Source: Morningstar Direct, % 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 Morningstar Direct as at 28 February 2023.
Total return (with dividends) is net of fees.

KEY FACTS

Launch Date	6 July 1994
IA Sector	Flexible Investment
Fund Size (m)	£393.5
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

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.

TM STONEHAGE FLEMING INTERNATIONAL FUND

PREVIOUSLY KNOWN AS TM CAVENDISH INTERNATIONAL 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	GB0032211095
LIPPER IDS:	
Class B Share	65009655

SECTOR ALLOCATION (%)*

Information Technology	19.6
Financials	15.1
Industrials	12.8
Consumer Discretionary	12.0
Health Care	10.9
Consumer Staples	7.8
Communication Services	5.6
Energy	3.6
Materials	3.4
Real Estate	1.1
Cash and ETFs	8.0

*As of COB 28 February 2023 rather than the Valuation Point of 12pm
Source: Stonehage Fleming Investment Management Limited

TOP TEN HOLDINGS (%)*

LVMH Moët Hennessy Louis Vuitton	3.0
Microsoft Corp	2.7
AXA SA	2.6
JP Morgan Chase	2.6
Visa Inc A	2.5
Grupo Financiero Banorte	2.4
Thermo Fisher Scientific Inc	2.3
L3Harris Technologies Inc	2.3
Deere & Co	2.2
United Health Group Inc	2.2

PORTFOLIO COMMENTARY

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

- B share class units fell in value by 0.33%
- This performance was against a fall of 1.23% in the MSCI ACWI NR USD
- Fund and Index performance data sourced from Morningstar

Markets were weak during February, with the MSCI ACWI down almost 3% in USD terms (down 1.2% in GBP). Positive sentiment running into the new year fizzled, as US CPI was higher than expected at 6.4%. Compounding this, the US labour market showed no sign of weakening, with the 3.6% unemployment rate still at multi-decade lows. Bond yields rose in response, with US 10 year treasury yields rising to 3.9% by month end. A higher for longer interest rate environment is now expected by the market. Equity markets suffered from this increase in the discount rate and the realisation that inflation remains sticky. Countering this, China posted more positive economic data, with manufacturing and non-manufacturing PMIs moving into expansionary territory. This is a positive signal for growth globally.

The rise in bond yields supported the outperformance of the Fund's Financials names. JPMorgan and Grupo Banorte, the Mexican bank, were notably strong. Health Care also contributed positively, with Lonza and Edwards Lifesciences both rebounding following strong Q4 results. IT was the lagging sector, driven (as in 2022) by the yield induced derating. Techtronic Industries was the worst performer during the period following a short seller report suggesting accounting

practices have overinflated profits. The fund continues to hold Techtronic Industries with the view that the short seller report is somewhat overstating the issues. We await further information and are keeping it under review.

The fund switched into L'Oréal from Estée Lauder during the month. L'Oréal has a higher exposure to R&D based 'Active' Products, which command huge brand loyalty and are performing extremely well. The fund also switched from Air Products to Linde, the air gas company. Linde continues to deliver Praxair best practice across the group following their merger and has potential to drive margin expansion as a consequence, where its peers are struggling with cost inflation. The fund also bought Infosys, the Indian IT consulting firm, which was attractively valued and offers exposure to the continued upgrade and adoption of technology amongst its client base. The fund trimmed JPMorgan, following strong performance and added to Zoetis following more upbeat results.

Markets continue to be finely balanced with the trends in inflation, employment and bond yields being the key areas of debate amongst investors. Whether the Federal Reserve can engineer a 'Goldilocks' landing is critical and it is likely they marginally overtighten rather than the reverse in order to avoid a potential resurgence in inflation, which would be extremely damaging. On the positive side, Covid supply chain related inflationary pressures are abating and this is helping bring down CPI despite the high employment and Ukraine war effect. The fund continues to be positioned cautiously to reflect these risks but has cash on hand for rapid deployment should the outlook improve.

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.

© Stonehage Fleming Investment Management Limited 2023.