

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**

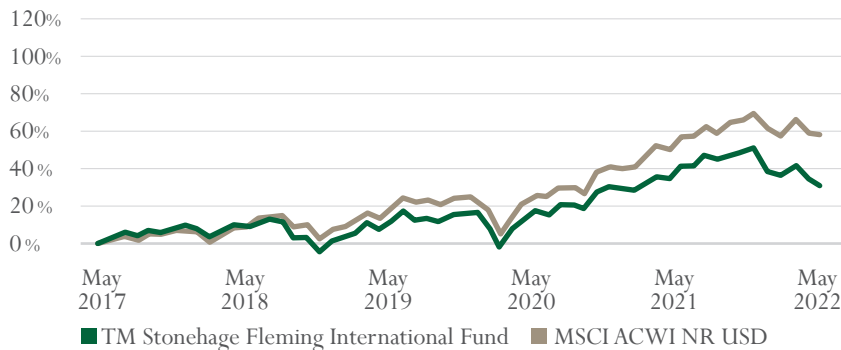
**INVESTMENT OBJECTIVE**

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)	£413.0
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	-2.64	-10.14	-11.51	-0.61	25.34	30.66
MSCI ACWI NR USD	0.18	-4.84	-6.32	5.14	39.42	57.63
Peer Group Percentile	85	84	87	49	27	31

**DISCRETE 12 MONTH PERFORMANCE (%)**

12 months to 31 May	2022	2021	2020	2019	2018
TM SF International Fund	-0.61	19.21	5.78	-3.07	7.55
MSCI ACWI NR USD	5.14	23.36	7.49	4.21	8.50
Peer Group Percentile	49	61	18	86	24

**CALENDAR YEAR PERFORMANCE (%)**

Performance	YTD	2021	2020	2019	2018	2017
TM SF International Fund	-11.51	16.05	11.74	21.24	-11.11	14.67
MSCI ACWI NR USD	-6.32	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 for May 2022 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 Morningstar Direct as at 31 May 2022. 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**

<b>ENQUIRIES AND DEALING</b>	
0333 300 0375	
(press 1 for Enquiries, press 2 for Dealing)	
<b>DEALING:</b>	
Thesis Unit Trust Management Limited, PO Box 3733, Royal Wootton Bassett, Swindon, SN4 4BG	
<b>SEDOL CODES:</b>	
Class B Share	B0JX3Z5
<b>ISIN CODES:</b>	
Class B Share	GB0032211095
<b>LIPPER IDS:</b>	
Class B Share	65009655

**SECTOR ALLOCATION (%)\***

Information Technology	20.5
Consumer Discretionary	13.7
Financials	11.5
Consumer Staples	10.4
Health Care	9.9
Communication Services	9.6
Industrials	8.8
Energy	4.6
Materials	4.0
Real Estate	1.3
Cash and ETFs	5.7

\*As of COB 31 May 2022 rather than the Valuation Point of 12pm  
Source: Stonehage Fleming Investment Management Limited

**TOP TEN HOLDINGS (%)\***

Microsoft Corp	2.7
JP Morgan	2.5
Alphabet Inc C	2.4
Devon Energy	2.4
Thermo Fisher Scientific Inc	2.3
Adobe Systems	2.3
L3Harris Technologies Inc	2.3
Visa Inc	2.2
ITC Ltd	2.2
Pioneer Natural Resources	2.2

**PORTFOLIO COMMENTARY**

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

- B share class units fell in value by 2.00%
- This performance was against a fall of 0.26% in the MSCI ACWI NR USD
- Fund and Index performance data sourced from Morningstar

Market action in May saw a sell-off early in the month followed by a rally in the latter part leading the MSCI World Index to end the month where it started. The decline was caused by the same factors as in recent months namely the outlook for inflation. Currently, most developed countries are experiencing elevated levels of CPI. This is being pushed higher by energy and food prices driven by a combination of the Russia Ukraine war, China lockdowns and continued supply chain issues. The latest reported inflation rate in the US is 8.6%, in Europe it is 8.1% and 9% in the UK. These are all at multi decade highs. Central banks have started to act aggressively in raising interest rates to try to curb these inflationary pressures. This has been reflected in rising Government bond yields globally which are acting as a headwind to equity market performance.

The Chinese equity markets performed relatively well in May. The end of the 2 month lockdown in Shanghai boosted confidence that the economy has passed its worse and should now be on a recovery path. In addition, the PBOC has provided monetary and fiscal support in an effort to kick-start the economy. The two property stocks held in the Fund contributed positively as did AIA Group.

**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.

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For details of the Funds investment policy, please see the Investment Objective and Policy section of the Fund Prospectus Document.

Consumer stocks were under pressure this month. Concerns mounted that the rising cost of living would weigh on growth as consumers start to hold back on spending. The oil price rallied during the month and the Fund benefitted from its, now inline, weighting to the Energy sector. Financials also contributed positively with both JP Morgan and Fifth Third enjoying a strong rally. It was value in general that performed well whilst the quality growth companies continued to struggle as bond yields rose yet again.

The latest earnings season in the US actually turned out better than expected in terms of reported earnings with just shy of a 5% earnings surprise and a 2% sales beat. 76% of corporates surprised positively whilst only 21% surprised negatively. However, there are emerging concerns about inventory overbuild as the consumer tightens their wallet which was highlighted by two profit warnings from Target, the low-end retailer. The strong US Dollar may also have an impact on the 40% of S&P revenues which come from abroad, serving as a headwind to second quarter company results.

The global tightening theme continues to play out with the ECB the latest central bank to announce the lift-off in interest rates from next month. There is a risk that central banks go overboard and extinguish economic recoveries that are underway. Financial markets are concerned that slowing growth with high inflation will lead to stagflation which can be destabilising for economies. Markets are likely to remain volatile with the inflation trajectory monitored keenly.

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](http://www.fundlistings.com).

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