

TM STONEHAGE FLEMING OPPORTUNITIES FUND

PREVIOUSLY KNOWN AS TM CAVENDISH OPPORTUNITIES FUND



ACTIVELY
MANAGED



STOCK PICKING
APPROACH



LONG-TERM
INVESTMENT HORIZONS



NAVIGATING TO INVESTMENTS
WITH CLEAR STRATEGIES



GROWTH
MINDSET

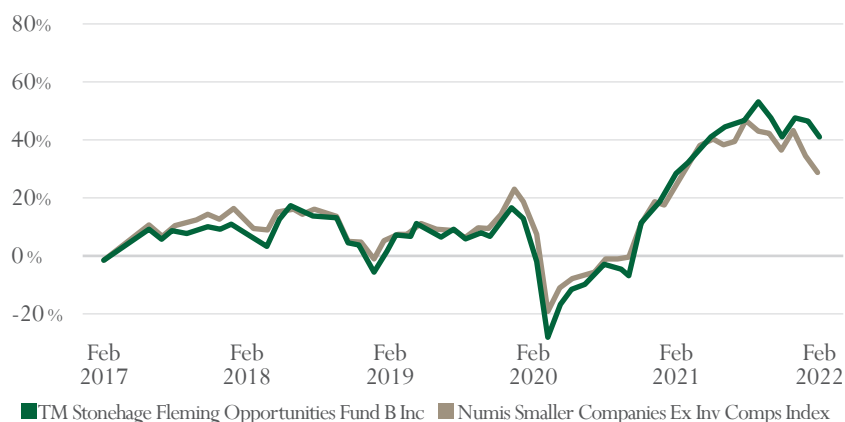
INVESTMENT OBJECTIVE

The fund aims to achieve long-term capital growth.

INVESTMENT POLICY

The Fund aims to invest in equities falling mainly under the following categories: smaller companies which offer long-term growth; companies which offer recovery prospects; and companies in sectors which are perceived to be unduly depressed. There is no geographical restriction but in practice the fund will be mainly invested in the UK.

PORTFOLIO PERFORMANCE



STANDARDISED FUND PERFORMANCE (%)

Performance	3m	6m	YTD	1yr	3yrs	5yrs
TM Stonehage Fleming Opportunities Fund B Inc	1.1	-3.6	-3.6	10.3	34.8	41.0
Numis Smaller Companies Ex Inv Comps Index	-5.5	-12.2	-10.0	3.5	21.3	29.0
IA UK Smaller Companies Peer Group Percentile	40	45	41	46	9	11

DISCRETE 12 MONTH PERFORMANCE (%)

12 months to 28 February	2022	2021	2020	2019	2018
TM Stonehage Fleming Opportunities Fund B Inc	10.3	32.1	-7.5	0.7	3.9
Numis Smaller Companies Ex Inv Comps Index	3.5	16.2	0.8	-2.2	8.7
IA UK Smaller Companies Peer Group Percentile	46	3	97	40	72

CALENDAR YEAR PERFORMANCE (%)

Performance	YTD	2021	2020	2019	2018	2017
TM Stonehage Fleming Opportunities Fund B Inc	-3.6	27.5	-0.7	24.7	-15.6	13.9
Numis Smaller Companies Ex Inv Comps Index	-10.0	21.9	-4.3	25.2	-15.4	19.5

Source: Morningstar as at 28/02/22, % 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 Stonehage Fleming Investment Management Limited as at 28 February 2022. Total return (with dividends reinvested) is net of fees.

The fund can invest in a broad range of shares including AIM shares and smaller companies. Some of these investments carry a higher risk of failure and may be less liquid than shares listed on other exchanges. These shares may also be harder to sell quickly because of this lower liquidity. AIM shares and smaller company shares may also experience greater price volatility which could affect also the value of the fund.

KEY FACTS

Launch Date	15 February 1988
IA Sector	UK All Companies
Fund Size	£116.3m
Dealing Frequency	Daily

FEES

Initial Charge	Up to 5.00%
Ongoing Charges Figure (OCF) ²	0.67%
Annual Management Charge	0.60%

² 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.

MINIMUM INVESTMENT

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

FUND MANAGER



PAUL MUMFORD

Paul Mumford has extensive investment experience. Having worked initially as an Analyst for Norris Oakley Brothers and later as a smaller companies expert at R Nivison, he moved to fund management in 1988 when he joined Glenfriars. He then joined Cavendish Asset Management at the group's formation in 1994. The acquisition of Cavendish Asset Management was made by Stonehage Fleming in July 2020. Paul is the co-manager of the TM Stonehage Fleming Aim Fund and the TM Stonehage Fleming Opportunities Fund.



NICK BURCHETT

Nick Burchett began his career in 1983 at Strauss Turnbull and subsequently joined W.I. Carr in 1990 which later became Investec Wealth & Investment after a number of mergers and acquisitions. During this period Nick dealt extensively with Paul Mumford on the analysis of UK equities, markets and execution factors. This partnership made a compelling proposition and after 27 years at Investec he joined Cavendish Asset Management in November 2017 to jointly manage the funds. The acquisition of Cavendish Asset Management was made by Stonehage Fleming in July 2020. Nick is the co-manager of the TM Stonehage Fleming Aim Fund and the TM Stonehage Fleming Opportunities Fund.

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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	3221110
ISIN CODES:	
Class B Share	GB0032211103
LIPPER IDS:	
Class B Share	60009019

SECTOR ALLOCATION (%)*

Energy	22.7
Industrials	17.4
Information Technology	13.8
Health Care	9.7
Communication Services	7.9
Financials	7.2
Consumer Discretionary	7.0
Real Estate	6.7
Materials	3.0
Consumer Staples	2.8
Cash	1.6

Source: Thesis Unit Trust Management Limited and Stonehage Fleming Investment Management as at 28 February 2022.
Third parties whose data may be included in this document do not accept any liability for errors or omissions.

TOP TEN HOLDINGS (%)*

Serica Energy Plc	7.1
Lok'nStore Group Plc	4.4
M&C Saatchi Plc	3.4
Bango Plc	3.1
Senior	3.0
Enquest Plc	2.9
Eagle Eye Solutions Group Plc	2.6
Kistos Plc	2.6
STV Group	2.6
Inspspec Group Plc	2.5

PORTFOLIO COMMENTARY

Russian forces entered the Ukraine on 24th February, and not without surprise, London stocks declined overall by the month-end. During the period, the Numis Smaller Companies Index (ex. Investment Companies) retreated by 4.5% and the value of the TM Stonehage Fleming Opportunities Fund declined by a smaller amount of 3.4%. This followed a stock market fall in January when the fund substantially outperformed. The overweight position in the energy sector, where share prices reflected the strength in strong oil and gas prices, was a positive factor.

We reduced our holding in Capricorn Energy ahead of it returning capital to shareholders via a tender offer and share buyback. Part of the proceeds were used to add to our holding in Chemring. The share price had fallen back to an attractive level despite the company producing encouraging results. The Ukrainian conflict is likely to increase demand for the company's defence products. We also added to Standard Chartered when the share price dipped back on results. It is a good recovery situation where the directors' are positive on the longer term outlook.

There were several headwinds being created in some areas of the market. Most striking was the rise in inflation where some commentators forecast it could reach 7% in the short term. One of the principle factors for this is the sharp rise in energy prices. Oil prices had a sharp rise and the increase in gas prices was even

more spectacular. The situation in the Ukraine has added to uncertainty, with sanctions on Russian exports causing oil and gas prices to push toward record levels. We have a good exposure, with the emphasis in the North Sea natural gas producers. Other commodity prices, from grain, metals such as aluminium and even gold, have also pushed to higher levels. Otherwise, the rise in the cost of living and ending of restraints should also give rise to wage inflation.

As a defensive measure, there has been a two-fold increase in UK interest rates where our companies have positive cash balances. On the positive front COVID restrictions have now been lifted and the new Omicron strain is less severe, particularly to the large part of the population which has been fully vaccinated. However, hospital waiting lists are lengthy and our exposure to the healthcare area should bring further opportunities. Cost savings sought by many companies should be beneficial to our technology holdings.

Overall, we expect the outlook for companies to be positive and see good recovery in share prices as we enter the results season. In summary, the current year is seen as one of opportunity and where the fund is well placed for growth in its asset value.

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. The Fund only invests in UK assets but is allowed to hold shares on overseas exchanges. This would occur in the event of a company delisting from the London stock market and would not be expected to be material. Hence, there would be limited foreign exchange risk.

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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