

TM STONEHAGE FLEMING UK BALANCED INCOME FUND

PREVIOUSLY KNOWN AS TM CAVENDISH UK BALANCED INCOME FUND



**ACTIVELY
MANAGED**



**SUSTAINABLE
INCOME FOCUS**



**MULTI-
ASSET**



**LONG-TERM
OPPORTUNITIES**



**POUND STERLING
PORTFOLIO**

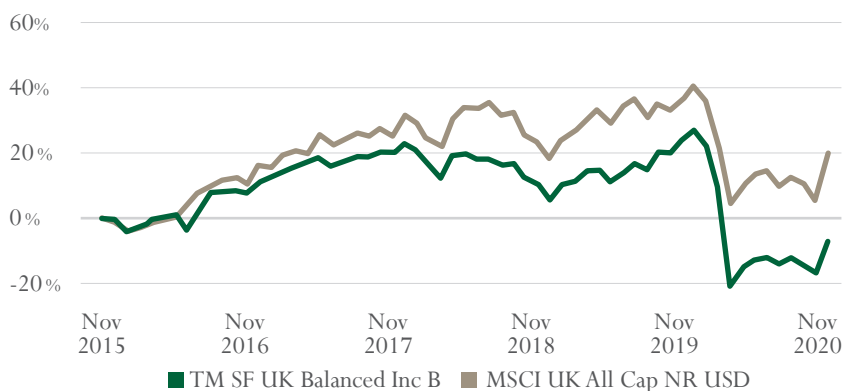
INVESTMENT OBJECTIVE

The objective of the UK Balanced Income Fund is to provide income and growth.

INVESTMENT POLICY

The Fund will be a diversified portfolio invested predominantly in UK equities typically from the FTSE 350 and in a range of fixed interest stocks such as government and public securities, debentures and corporate bonds. The Fund will not be restricted in the choice of fixed interest stocks in terms of duration or rating. If considered appropriate the Fund may also invest in other markets as specified in the Prospectus and in other assets including other transferable securities, cash and near cash, deposits and money market instruments. Derivative instruments may be used to manage exposure to risk, reduce cost, or for the generation of income.

PORTFOLIO PERFORMANCE



STANDARDISED FUND PERFORMANCE (%)

Performance	3m	6m	YTD	1yr	3yrs	5yrs
TM SF UK Bal Inc B	5.7	6.1	-27.0	-25.1	-22.6	-7.4
MSCI UK All Cap NR USD	6.5	5.9	-14.6	-11.9	-4.4	19.2

DISCRETE 12 MONTH PERFORMANCE (%)

12 months to 30 November	2020	2019	2018	2017	2016
TM SF UK Bal Inc B	-25.1	12.5	-8.1	11.2	7.6
MSCI UK All Cap NR USD	-11.9	10.3	-1.6	13.2	10.1

CALENDAR YEAR PERFORMANCE (%)

Performance	YTD	2019	2018	2017	2016	2015
TM SF UK Bal Inc B	-27.0	20.3	-13.9	10.4	11.5	5.1
MSCI UK All Cap NR USD	-14.6	18.3	-9.8	13.1	17.3	0.1

Source: Morningstar, % 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 30 November 2020. Total return (with dividends) is net of fees.

KEY FACTS

Launch Date	17 May 2010
Net Income Yield ¹	3.9%
Fund Size	£18.5m
Dealing Frequency	Daily

¹Net figure based on dividends paid over the past 12 months.

FEES

Initial Charge	Up to 5.00%
Ongoing Charges ²	0.61%
Annual Management Charge	0.50%

² Includes the Annual Management Charge.

MINIMUM INVESTMENT

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

PORTFOLIO MANAGER



PETER MCLEAN

Peter is a Director for Stonehage Fleming Investment Management with responsibility for the day-to-day management of the TM Stonehage Fleming UK Balanced Income Fund, TM Stonehage Fleming Global Balanced Fund and TM Stonehage Fleming Global Growth Fund.

Peter joined the Group in 2010 and became a member of the Investment Committee in 2016, focusing on multi-asset portfolio management. He is a CFA Charterholder.

**TM STONEHAGE FLEMING
UK BALANCED INCOME FUND**

PREVIOUSLY KNOWN AS TM CAVENDISH UK BALANCED INCOME FUND

RISK ANALYSIS

Alpha	-21.66	Ex-Post Risk calculations are based on 3 years' worth of monthly data points. Source: Morningstar, relative statistics calculated over 3 years using the MSCI UK All Cap NR USD Index, total return as at 30/11/2020.
Beta	1.12	
R-Squared	0.71	
Standard Deviation	20.66	
Sharpe Ratio	-0.34	

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 B52JT57

ISIN CODES:

Class B Share GB00B52JT570

LIPPER IDS:

Class B Share 68067399

SECTOR ALLOCATION (%)

Financials	26.4
Consumer Staples	13.8
Consumer Discretionary	11.4
Materials	10.6
Utilities	6.9
Health Care	6.1
Industrials	5.5
Energy	4.7
Communications Services	1.7
Information Technology	1.2
Funds	6.8
Cash	4.9

Source: Thesis Unit Trust Management Limited and Stonehage Fleming Investment Management Limited as at 30 November 2020. Third parties whose data may be included in this document do not accept any liability for errors or omissions.

TOP TEN HOLDINGS (%)

BlueBay Global High Yield Bond Fund Q (Dist) GBP	3.7
Electricite de France 6% Perp Call 29/01/2026	3.7
Halfords Group Plc	3.6
Aviva Plc	3.2
iShares Core FTSE 100 UCITS ETF LN (Dist) GBP	3.1
Reckitt Benckiser Group Plc	3.1
Unilever Plc	3.1
AstraZeneca Plc	3.0
BAE Systems Plc	3.0
GlaxoSmithKline Plc	3.0

PORTFOLIO COMMENTARY

The TM Stonehage Fleming UK Balanced Income fund returned 11.4% in November, whilst the MSCI UK All Cap NR USD Index returned 13.2%.

Encouraging vaccine results buoyed sentiment and boosted risk assets. A post-US election rally also lifted markets. There was a change in leadership, with growth/quality names that had led for much of the year underperforming cyclicals. This change in leadership was also evident regionally, with Europe ex-UK and UK equities outperforming. The dividend outlook also showed signs of recovery, with companies beginning to reinstate dividends.

The UK market's significant cyclicals exposure helped this month, with the rotation towards cyclicals resulting in the portfolio's allocation to these sectors outperforming. Financials and Materials were the top contributing

sectors. After being a drag on performance for much of the year, Energy exposure recovered strongly in the month and outperformed the rest of the equity book, with oil rebounding on an improved demand outlook. EasyJet was the top performing position as airlines surged on the vaccine news.

The only sector detractors were Utilities and Information Technology, which have comparatively lower weightings. A steepening yield curve from rising inflation expectations was a help to Financials but a hindrance to Utilities. The sole position in Technology, Sage, underperformed on results with the company highlighting the increased cloud investment's squeeze on margins.

IMPORTANT INFORMATION

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.

Stonehage Fleming Investment Management Limited, which is authorised and regulated by the Financial Conduct Authority (reference number 194382), is the appointed investment manager of the TM Stonehage Fleming Investments Funds. This fund is a UCITS sub-fund of the TM Stonehage Fleming Investments Funds. The TM Stonehage Fleming Investments Funds is an Open Ended Investment Company (OEIC) incorporated under the OEIC Regulations. The company is incorporated in England & Wales with registered number IC000195. It is a UCITS scheme as defined in COLL and is an umbrella company, for the purposes of the OEIC Regulations. It is authorised and regulated in the UK by the Financial Conduct Authority (reference number 407782).

The Authorised Corporate Director ("ACD") is Thesis Unit Trust Management Limited, which is authorised and regulated by the Financial Conduct Authority (reference number 186882). The Registered Office and Head Office of Thesis Unit Trust Management Limited is the Exchange Building, St John's Street, Chichester, West Sussex PO19 1UP. Registered in England with Company number 3508646. Please note that on 15th November 2020, Thesis Unit Trust Management Limited

replaced TUTMAN LLP as the ACD of the Company. This document constitutes a financial promotion for the purposes of Section 21 of the Financial Services and Markets Act 2000 and has been approved and issued by Stonehage Fleming Investment Management Limited. For details of the Funds investment policy, please see the Investment Objective and Policy section of the Fund Prospectus Document.

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.stonehagefleming.com/investments/funds.

The distribution or possession of this document in jurisdictions outside the United Kingdom may be restricted by law or other regulatory requirements.

© Stonehage Fleming Investment Management Limited 2020