

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

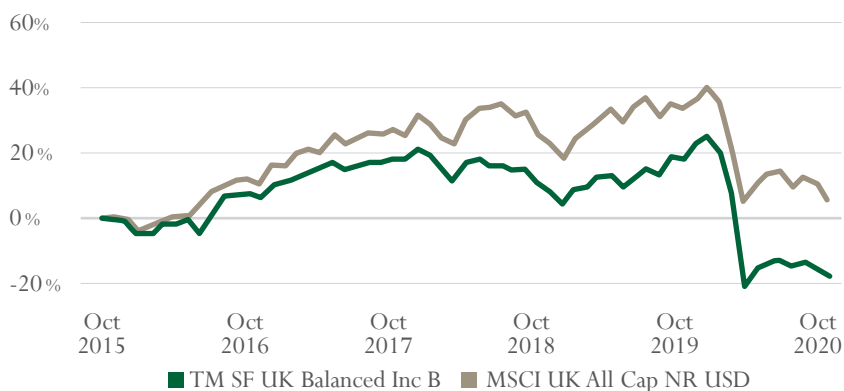
INVESTMENT OBJECTIVE

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	-3.4	2.1	-34.4	-30.4	-30.7	-17.8
MSCI UK All Cap NR USD	-3.8	-3.4	-24.5	-20.5	-17.0	5.8

DISCRETE 12 MONTH PERFORMANCE (%)

12 months to 31 October	2020	2019	2018	2017	2016
TM SF UK Bal Inc B	-30.4	6.7	-6.6	10.7	7.2
MSCI UK All Cap NR USD	-20.5	6.0	-1.5	13.3	12.4

CALENDAR YEAR PERFORMANCE (%)

Performance	YTD	2019	2018	2017	2016	2015
TM SF UK Bal Inc B	-34.4	20.3	-13.9	10.4	11.5	5.1
MSCI UK All Cap NR USD	-24.5	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 31 October 2020. Total return (with dividends) is net of fees.

KEY FACTS

Launch Date	17 May 2010
Net Income Yield ¹	4.3%
Fund Size	£17.0m
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**

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RISK ANALYSIS

Alpha	-22.68	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 31/10/2020.
Beta	1.07	
R-Squared	0.68	
Standard Deviation	19.42	
Sharpe Ratio	-0.55	

ENQUIRIES AND DEALING

0333 300 0355

(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	30.8
Consumer Staples	14.4
Consumer Discretionary	11.0
Materials	9.8
Utilities	7.4
Health Care	6.4
Industrials	6.0
Energy	3.9
Communications Services	1.5
Information Technology	1.4
Funds	6.9
Cash	0.5

TOP TEN HOLDINGS (%)

BlueBay Global High Yield Bond Fund Q (Dist) GBP	3.7
Electricite de France 6% Perp Call 29/01/2026	3.6
Hastings Group Holdings Plc	3.6
Halfords Group Plc	3.6
Reckitt Benckiser Group Plc	3.4
AstraZeneca Plc	3.3
Direct Line Insurance Plc	3.3
Unilever Plc	3.1
GlaxoSmithKline Plc	3.0
J Sainsbury Plc	3.0

Source: Thesis Unit Trust Management Limited and Stonehage Fleming Investment Management Limited as at 31 October 2020. Third parties whose data may be included in this document do not accept any liability for errors or omissions.

PORTFOLIO COMMENTARY

The TM Stonehage Fleming UK Balanced Income fund returned -2.9% in October, whilst the MSCI UK All Cap NR USD Index returned -4.3%.

Rising COVID-19 cases in Europe and US hampered sentiment, and global equities slipped towards the end of the month on tightening restrictions. The impending US election also contributed to market volatility. Brexit uncertainty continued to hamper UK equities, along with reimposed restrictions. However, the UK was not the worst performing region, as sentiment in Europe ex-UK was particularly impacted by nationwide restrictions.

It was a mixed month for the portfolio, with divergence evident across and within sectors. Consumer Discretionary was the top sector contributor in the portfolio, lifted by Halfords continuing to outperform. Utilities

and Communications Services exposures held up well. Consumer Staples detracted, with gains from J Sainsbury failing to offset poor performance from the Tobacco holdings. The impacts of the pandemic continued to weigh on returns of Industrials and meant the sector was also a notable detractor. Healthcare exposure also struggled in the month, with US election uncertainty acting as a headwind.

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.

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