

OUR FOUR FUNDAMENTAL QUALITY
PILLARS - IDENTIFYING
GLOBAL BEST IN CLASS BUSINESSES



INVESTMENT OBJECTIVE

To achieve long-term growth in capital and income in a focused portfolio of high quality listed businesses from around the world.

INVESTMENT PHILOSOPHY

We invest in best in class businesses for their quality, strategic competitive edge and value.

FUND COMMENTARY

On a macro basis, world capital markets experienced a rather uneventful, but still a constructive month. US interest rates continued to drift lower and major share indices maintained a positive trend. Perceptions remain that US inflation is under control and that the Federal Reserve can start cutting their target rate towards the end of the year. US employment statistics and consumer sentiment are clearly cooling whilst, importantly, their balance sheet and debt service ratios remain sound.

More consumer companies are starting to indicate softening demand and have lowered their outlooks, particularly those exposed to low income consumers. The 'no landing' camp for the US economic outlook has become quiet, with a 'soft landing' view now more general. A more defensive stance has returned to investors' sentiment. Against this, the outlook for technology, and specifically for AI-related businesses, remains strong with vast opportunities for growth.

Following this comment, the three best contributors to our Fund's June performance again are from this category, both in terms of their absolute performances and relative contributions to overall performance. Amazon is trading at a record level, benefitting from its margin recovery theme. Adobe has experienced a strong recovery following its recent results and outlook announcements, alleviating some scepticism around their competitive position on the AI front. ASML and Cadence Design Systems – our semiconductor exposure – are also delivering.

The three worst contributors to performance over the month all have been in the global consumer space. Nike has been the largest detractor, delivering a soft earnings report and a particularly dampened outlook. L'Oréal announced a slower overall beauty market, with specific reference to China. This also directly affects Estée Lauder.

We have started building out a new position in the Industrial sector. It is a less cyclical type of business when compared to others in the same industry. We have not yet reached our target weight and will be building out the position in due course.

Data sourced from Bloomberg

Opinions expressed represent the view of SFIM at the time of preparation. They are subject to change and should not be interpreted as investment advice.

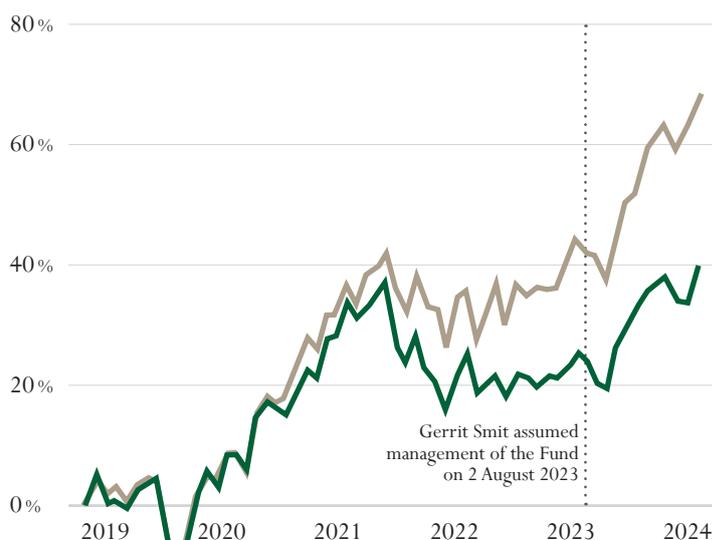
RISK DISCLOSURE

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. The return may increase or decrease due to currency fluctuations. Performance figures are net of fees and charges. The Fund may hold a relatively small number of stocks as compared to many other funds. This may make the Fund's performance more volatile than would be the case if it had a more diversified investment portfolio. For a full list of risks applicable to this fund, please refer to the Prospectus.

INVESTMENT STRATEGY

- Invest for sustainable growth
- Fundamental research driven
- Particular focus on quality of management, balance sheet strength, return on invested capital, free cash flow, ability to grow dividends each year
- Bottom-up approach to identify exceptional businesses
- Global orientation, with emerging market exposure
- High conviction concentrated portfolio
- Predominantly larger capitalisation businesses, also consider exceptional medium-sized ones
- Buy to hold and disciplined selling
- No benchmark orientation, no active trading, no leverage, no hedging

FIVE YEAR PERFORMANCE



■ TM Stonehage Fleming International Fund ■ MSCI ACWI NR GBP

STANDARDISED PERFORMANCE %

	1m	YTD	1yr	3yr	5yr
TM Stonehage Fleming International Fund	4.5	8.4	14.7	10.2	39.9
<i>Annualised</i>	-	-	-	3.3	6.9
MSCI ACWI NR GBP	2.9	12.4	20.1	28.0	67.7
<i>Annualised</i>	-	-	-	8.6	10.9

CALENDAR YEAR PERFORMANCE %

	2023	2022	2021	2020	2019
TM Stonehage Fleming International Fund	9.0	-13.1	16.1	11.8	21.2
MSCI ACWI NR GBP	15.1	-8.7	19.6	13.0	21.7

TOP TEN HOLDINGS (% OF FUND)

Alphabet	9.0
Microsoft	8.1
Cadence	5.8
Amazon	5.8
ASML	5.0
Edwards Lifesciences	4.3
EssilorLuxottica	4.3
S&P Global	4.1
Visa	3.8
Verisk Analytics	3.7
TOTAL	53.8

SECTOR BREAKDOWN (% OF FUND)

Technology	26.3
Health Care	22.3
Financials	13.1
Discretionary	12.5
Communication	9.0
Staples	7.5
Industrials	3.7
Materials	3.6
Cash	2.1
TOTAL	100.0

PORTFOLIO MANAGER



GERRIT SMIT

Gerrit Smit is Head of the Equity Management team. He has overall responsibility for its Portfolio Management and Equity Research functions. The team invests for sustainable growth with a particular focus on quality of management, balance sheet strength, cash flow generation and the ability to grow dividends each year.

REGIONAL BREAKDOWN (% OF FUND)

United States	74.7
Continental Europe	20.1
Asia Pacific	3.1
Cash	2.1
TOTAL	100.0

ESTIMATED REGIONAL REVENUES⁸ (% OF FUND)

North America	49.0
Emerging Markets	22.6
Continental Europe	21.6
Japan	2.9
Other	4.0
TOTAL	100.0

PORTFOLIO CHARACTERISTICS

Average Market Cap (Billions GBP)	348.7
Number of Holdings	28
Operating Margin	30.7%
Return on Invested Capital	20.9%
Net Debt/EBITDA ¹	0.6
Expected 3 Year Revenue Growth (p.a.) [*]	9.3%
Expected 3 Year EPS ² Growth (p.a.) [*]	13.1%
Expected 3 Year DPS ³ Growth (p.a.) [*]	8.1%
Dividend Yield (Gross) ^{4,5}	0.9%
Price/Earnings Ratio ⁵	29.6
Free Cash Flow Yield ⁵	3.4%
PEG Ratio ^{6,7}	2.9

SECTOR BREAKDOWN

Source: Northern Trust Global Services SE (UK branch); Stonehage Fleming Investment Management Limited.

PORTFOLIO CHARACTERISTICS

^{*} Such forecasts are not a reliable indicator of future performance.

¹ Earnings Before Interest, Taxes, Depreciation and Amortisation. ² Earnings Per Share. ³ Dividend Per Share. ⁴ Of underlying holdings, and stated gross of withholding taxes and costs.

⁵ Estimated 12 months forward. ⁶ Price / Earnings to Growth Ratio. ⁷ Weighted portfolio Trailing P/E Ratio and EPS projections applied.

Source: Stonehage Fleming Investment Management Limited, Bloomberg.

ESTIMATED REGIONAL REVENUES

⁸ Source: Based on where underlying companies in the TM Stonehage Fleming International Fund derive their revenue.

Source: Bloomberg; Stonehage Fleming Investment Management Limited; Northern Trust Global Services SE (UK branch). Due to rounding, values may not add up to 100%.

OUTCOME OF FAIR VALUE ASSESSMENTS (2023)

- The fund meets the needs of the target market.
- The intended distribution strategy remains appropriate.
- Historically, the fund did not deliver value for money. In response, as of the 2nd August 2023, Stonehage Fleming Investment Management Limited changed the personnel managing the fund and the approach to investment selection. The fund will follow the strategy pursued by the Stonehage Fleming Global best ideas fund (GBI), and own the same quality growth business as this fund. The historic performance of GBI, together with more information on the manager, can be found at www.stonehagefleming.com/GBI

INVESTOR PROFILE

The fund is appropriate for all investor types, including those with only a basic knowledge of funds. It is compatible with investors who do not need a capital guarantee (investors must be prepared to accept fluctuations in the value of capital, including the ability to bear 100% capital loss) and are seeking capital growth. Due to the volatility of markets, investors should be willing to accept price fluctuations in exchange for the opportunity of potentially higher returns. This is a long term investment and investors should have an investment time horizon of at least 5 years. The recommended holding period does not provide any guarantee that the objective will be achieved. This product is eligible for all distribution channels (e.g. investment advice, portfolio management, non-advised sales and pure execution services).

The fund is unlikely to be appropriate for those who:

- Are looking for full capital protection or full repayment of the amount invested, and those who want a guaranteed return
- Have no risk tolerance
- Who are unwilling to accept price fluctuations (volatility) in the value of the fund
- Do not intend to invest for the long term

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. 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,

FUND INFORMATION

Total Net Assets	£360.1m
Comparative Index	MSCI ACWI NR GBP
Fund Type	UCITS
Fund Domicile	United Kingdom
Base Currency	GBP
Currencies Available	GBP
Inception Date	6 July 1994
Range of Holdings	20-30 stocks
Income Paid	£0.028364
Type of Payment	Dividend
Ex Dividend	16 May 2023
Payment Date	14 July 2023
Pricing	Daily, by 12pm (UK)
Dealing	Daily, by 12pm (UK)

FUND CHARACTERISTICS

Active Share ¹	86.1%
Ex Post Tracking Error	5.4%
12 Month Turnover	59.8%
Beta	0.85

GBP B (DISTRIBUTING) SHARE CLASS DETAILS

Price	£5.60
ISIN	GB0032211095
Synthetic Risk & Reward Indicator (SRRI) rating	5
Annual Management Fee	0.60%
Total Ongoing Charge (OCF ²)	0.66%
Min Initial Investment (GBP)	£50,000
Registered for Sale	UK

¹ Active Share measures how much the portfolio holdings differ from the benchmark index (MSCI World) i.e. a portfolio that is identical to the benchmark would have 0% active share. ² The OCF is the Annual Management Fee plus additional fund expenses as a percentage of the assets of the fund. This gives an indication of annual expenses. This figure may vary over time. It excludes portfolio transaction costs.

some of the information may be rendered inaccurate by changes in applicable laws and regulations that 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.tutman.co.uk/literature/

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CONTACT FOR DEALING OR APPLICATION FORM

ACD: Thesis Unit Trust Management Limited t: 0333 300 0375

Investment Manager: Stonehage Fleming Investment Management Limited e: enquiries@stonehagefleming.com www.stonehagefleming.com/gbi