

# STONEHAGE FLEMING GLOBAL GROWTH PORTFOLIO FUND



**UNCONSTRAINED  
GLOBAL UNIVERSE**



**STRATEGICALLY  
MANAGED ASSET  
ALLOCATION**



**LONG TERM  
HORIZON**



**BLEND OF PASSIVE,  
FACTOR AND ACTIVE  
EXPOSURE**



**DEEP INVESTMENT  
RESOURCE**



**HIGH CONVICTION  
INVESTORS**

## FUND INFORMATION

Total Net Assets (Millions GBP)	48.4
Benchmark <sup>1</sup>	See footnote below
Fund Type	UCITS OEIC
Fund domicile	UK
Base currency	GBP
Fund launch	26 October 2011
Number of holdings	18
Income paid	Quarterly
Yield	0.8% <sup>2</sup>
Type of payment	Dividend
Payment date	February, May, August, November
Dealing	Daily
Custodian	Northern Trust Company
Administrator	Northern Trust Global Services
Manager	Stonehage Fleming Investment Management Limited

## 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. The return may increase or decrease due to currency fluctuations. For a full list of risks applicable to this fund, please refer to the Prospectus.

## PORTFOLIO MANAGER



**Graham Wainer**

Graham is CEO and Head of Stonehage Fleming Investment Management in London. He is also Chairman of the Investment Committee. Prior to joining the Group, Graham was GAM's Group Head of Investments – Multi Asset

Class Solutions and Chairman of GAM's Investment Advisory Board where he had overall responsibility for the firm's discretionary mandates and related co-mingled funds.

## DEPUTY PORTFOLIO MANAGER



**Peter McLean CFA**

Peter is a Director of Stonehage Fleming Investment Management and a member of the Investment Committee, responsible for the management of our multi-asset investment offering. His main focus is on global economic and market dynamics, and their implications for the deployment of client capital across portfolios.

## INVESTMENT OBJECTIVE

The objective is to achieve capital growth in real terms over the longer term.

## INVESTMENT STRATEGY

- We construct globally orientated portfolios of long term investment ideas.
- We blend passive, factor and active market exposure targeting a robust multi-asset solution.
- We are conviction investors with all investments carefully assessed for purpose and clarity.

## FUND PERFORMANCE %

	3m	YTD	12m	3yrs p.a.	Since Fund Inception p.a.
Growth Fund	-5.2	-4.4	-2.9	5.5	5.1
Fund Benchmark	-3.6	-0.4	1.1	11.1	10.7

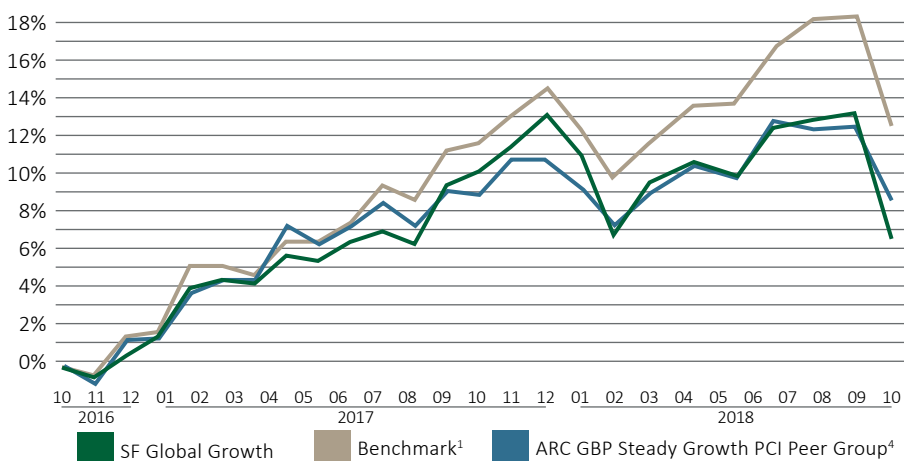
## DISCRETE ANNUAL FUND PERFORMANCE %

	Oct 17 - Oct 18	Oct 16 - Oct 17	Oct 15 - Oct 16	Oct 14 - Oct 15	Oct 13 - Oct 14
Growth Fund	-2.9	9.8	10.1	3.1	-0.9
Fund Benchmark	1.1	11.4	21.8	5.2	8.3

Source: For all performance is Stonehage Fleming Investment Management Limited as at 31 October 2018. Total return (with dividends reinvested) is net of fees.

## MANAGER PERFORMANCE HIGHLIGHTS

The fund was originally launched on 26 October 2011, however November 2016 marked a change in portfolio management, with Graham Wainer, SFIM CEO & Head of Investments, managing the fund.



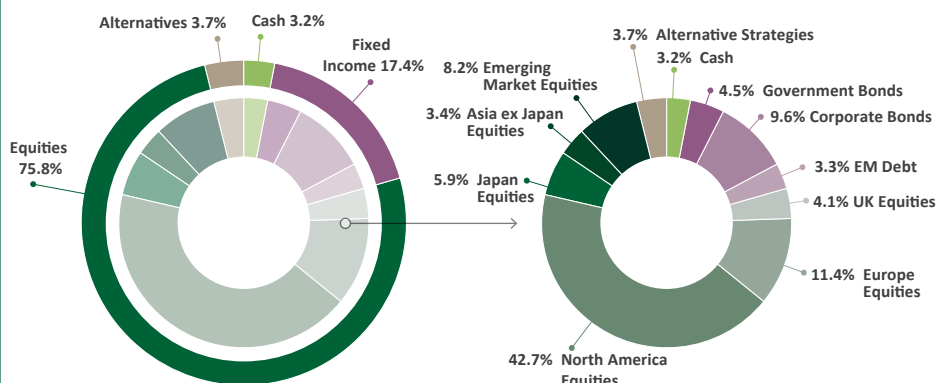
## GBP A (inc) share class details

ISIN	GB00B3VQ4K51
Inception date	26 October 2011
Max initial charge	5.00%
Max exit charge	5.00%
Ongoing charge (OCF) <sup>3</sup>	0.99%
Min initial investment (GBP)	50,000
Registered for sale	UK

<sup>1</sup> MSCI. The MSCI index has been customised as requested by Stonehage Fleming Investment Management Limited (SFIM). Such data may not be reproduced or re-disseminated and may not be used to create any financial instruments or products or any indices. Such data is provided without any warranties of any kind. Neither MSCI nor any of its suppliers have any liability in connection with such data. Prior to 3 April 2017, the benchmark was 25% JPM Global Government Bond Index (GBP hedged)/75% MSCI World Index. From the 3 April 2017 the benchmark is 25% Barclays Global Aggregate/75% MSCI AC World (40% GBP Hedged). <sup>2</sup> Net figure based on dividends paid in the year to 31 October 2018. <sup>3</sup> Effective from 3 April 2017. The OCF is the 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 cost. <sup>4</sup> ARC Peer Group Index performance figures are net of management fees and withholding taxes. Asset Risk Consultants Limited (ARC) Private Client Indices ("PCI") are based on historical information and past performance is not indicative of future performance. PCI are computed using a complex calculation and the results are provided for information purposes only and are not necessarily an indicator of suitability for your specific investment or other requirements. ARC does not guarantee the performance of any investment or portfolio or the return of an investor's capital or any specific rate of return. ARC accepts no liability for any investment decision made on the basis of the information contained in this report.

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## PORTFOLIO COMPOSITION - LOOK THROUGH BASIS\*



\*Underlying exposures are based on the latest available data provided by underlying managers. SFIM does not accept any liability for errors or omissions that may result from this data.

## TOP 5 ACTIVE STRATEGIES

Strategy	% of Portfolio
Stonehage Fleming Global Best Ideas	8.1
Orbis Global Equity Fund	7.4
Lyrical Fund	6.2
BlueBay Global Investment Grade Corporate Bond Fund	5.4
Pimco Income Fund	5.4

## TOP 5 PASSIVE/FACTOR STRATEGIES

Strategy	% of Portfolio
iShares Core S&P 500 UCITS ETF	12.3
Vanguard S&P 500 UCITS ETF GBP	11.7
Vanguard Emerging Markets Stock Index Fund	6.2
iShares Core Euro Stoxx 50 UCITS ETF	4.9
Vanguard Global Bond Index Fund	3.9

Source: Factset, Bloomberg, Northern Trust Global Services Limited. Source of all performance data: Northern Trust Global Services Ltd, Stonehage Fleming Investment Management Ltd calculations.

## PORTFOLIO COMMENTARY

Global equities suffered their second drawdown of the year in October, declining 5.4% in Sterling terms. US Treasury yields moved sharply higher at the beginning of the month following reports of very strong economic activity within the US service sector. The rise in yields, combined with concerns that earnings and GDP growth may have now peaked, led to a sharp repricing of equities, which was felt most acutely in the growth-sensitive Technology sector. Defensive sectors of the equity market, Gold and German Bunds outperformed as investors sought out safe-haven assets.

Within the portfolio, our Fixed Income allocation underperformed the benchmark as the BlueBay Global Investment Grade Corporate Bond Fund detracted. Our exposure to Emerging Market Debt via Blackrock's strategy proved to be a good diversifier, ending the month in positive territory despite the risk-off sentiment. Within equities, our quality oriented managers held up better during the month. The SF Global Best Ideas Fund outperformed Global Equities as did Findlay Park, who benefited from an elevated cash position within their portfolio. Unfortunately, Lyrical and Orbis both underperformed the broader market.

## ACTIVE MANAGERS IN FOCUS

The portfolio blends a mix of active, passive and factor strategies. Approximately 50% of the portfolio is invested in active managers where our conviction is the strongest. Below we outline two examples.

### Man GLG Japan Core Alpha Equity

This strategy invests into large and mega cap Japanese equities with the aim of outperforming the TOPIX Index. The Fund is managed by Stephen Harker, who has over 30 years' experience investing into Japanese equities, and two supporting portfolio managers. The portfolio typically consists of 50 to 70 stocks and has a slight bias towards Value, whereby the Fund rotates out of stocks which have performed strongly and into names that are temporarily out of favour. The Fund is currently overweight Banks, Automakers and Real Estate names whilst remaining underweight Healthcare, Consumer Staples and Tech.

### Lyxor/Sandler US Equity Fund

Sandler is a broad market US long/short specialist with over 20 years' experience running this strategy. Portfolio construction is more dynamic than peers in terms of both stock selection and the management of net exposure; the latter is calibrated by their views of the top down environment, with special consideration given to the credit cycle. The strategy does have a Growth bias, which we feel the manager has the ability to moderate when the environment becomes less constructive. This should also contribute as a diversifier for the Value leaning characteristics of much of our existing US exposure.

## IMPORTANT INFORMATION

Derivatives may be used for efficient portfolio management. The fund invests in assets which are dominated in other currencies; hence changes in relevant exchange rate will affect the value of the investment.

The Global Growth Portfolio Fund ("the Fund") is a UCITS sub-fund of the Stonehage Fleming Global Multi Asset Umbrella Fund, which is a UCITS scheme that is authorised and regulated in the UK by the Financial Conduct Authority (reference number 541432). The Stonehage Fleming Global Multi Asset Umbrella Fund is an open-ended investment company with variable capital, incorporated in England and Wales under registered number IC000898. Registered office: 15 Suffolk Street, London, SW1Y 4HG.

The funds Authorised Corporate Director is Stonehage Fleming Investment Management Limited (SFIM), which is authorised and regulated by the Financial Conduct Authority (reference number 194382). Registered office: 15 Suffolk Street, London, SW1Y 4HG. Registered in England with Company number 4027720.

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 Stonehage Fleming Investment Management Limited (SFIM) at 15 Suffolk Street, London, SW1Y 4HG; or by phoning 0207 0870000 between 9am and 5pm Monday to Friday; or on SFIM's website at [www.stonehagefleming.com/investments](http://www.stonehagefleming.com/investments).

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