

# The Heriot Global Fund

Monthly Factsheet as at 30 June 2020

DUNDAS  
GLOBAL  
INVESTORS

## Key Facts

<b>Fund Size</b>	£131.6m
<b>Trailing 12 Month Yield</b>	1.2%
<b>7 Day Fund Liquidity<sup>A</sup></b>	100%
<b>Number of Holdings</b>	66
<b>Average Market Cap</b>	\$142bn
<b>Median Market Cap</b>	\$55bn
<b>Active Share<sup>*</sup></b>	84%

All data as at 30/06/2020.

Sources: T.Bailey Fund Services Limited, Bloomberg, MSCI.

<sup>A</sup>Basis: 25% of trailing 20 day average daily volume

<sup>\*</sup>compared to the MSCI All Country World Index

## Fund Objective

The aim of the Fund is to provide capital appreciation over the long term (five years or more) by investing in dividend growth companies. To deliver this, the Fund invests in a portfolio of between 60 and 100 listed global equities. The companies selected have high levels of profitability and cash generation, consistent re-investment, low levels of debt and prudent governance. To the extent that the Fund is not fully invested in listed equities, investments may be made in cash-like instruments but these are not intended to be more than 10% in aggregate of the Fund's value.

## Portfolio Comment

No new stocks were added to the Fund's portfolio during the month. UK based life insurer and investment manager *Legal & General* and global aviation trainer *CAE* were sold in full. The top five contributors to the Fund's return in June were *Microsoft*, *PayPal*, *ASML*, *Apple* and *AIA*. The five biggest detractors were *Sonova*, *International Flavors & Fragrances*, *Ross Stores*, *Coloplast* and *Stryker*.

June was a quiet month for new dividend declarations. US-listed *WR Berkley*, the specialist property and casualty insurer which was added to the portfolio in March, announced a 9.1% increase to its quarterly cash dividend. Of the 66 companies currently held within the Fund, eleven have either made dividend revisions, deferrals or cancellations due to the current COVID-19 related business uncertainty, with the majority of the portfolio's holdings increasing or continuing to pay dividends as normal.

## General Information

<b>Investment Manager</b>	Dundas Global Investors
<b>Portfolio Managers</b>	Investment Team
<b>Fund Type</b>	UK OEIC
<b>Launch Date</b>	20 March 2013
<b>Base Currency</b>	GBP
<b>Accumulation Shares</b>	Dividends Reinvested
<b>Income Shares</b>	Dividends Paid Out
<b>Initial Charge</b>	n/a
<b>Annual Management Charge (AMC)</b>	0.65%
<b>Authorised Corporate Director</b>	T. Bailey Fund Services Limited
<b>Depository</b>	NatWest Trustee and Depository Services Ltd
<b>Auditor</b>	Deloitte LLP
<b>Dealing (Pricing)</b>	Daily (8am)
<b>IA Sector</b>	Global
<b>Dividend Ex Dates</b>	End May & November
<b>Dividend Payment</b>	End January & July

## Performance



Source: FE Analytics 20/03/2013 to 30/06/2020

	Cumulative	3 Months	6 Months	1 Year	3 Years	5 Years	Since launch**
<b>Heriot Fund A Acc</b>		16.7%	5.7%	14.2%	42.1%	85.3%	118.6%
<b>MSCI ACWI</b>		19.6%	0.5%	5.2%	25.7%	74.0%	106.9%
<b>IA Global</b>		19.3%	1.0%	5.4%	23.6%	63.1%	92.2%
<b>Quartile</b>		3	2	1	1	1	2

	Annualised	1 Year	3 Years (p.a.)	5 Years (p.a.)	Since launch** (p.a.)
<b>Heriot Fund A Acc</b>		14.2%	12.4%	13.1%	11.3%
<b>MSCI ACWI</b>		5.2%	7.9%	11.7%	10.5%
<b>IA Global</b>		5.4%	7.3%	10.3%	9.4%
<b>Quartile</b>		1	1	1	2

Source: FE Analytics as at 30/06/2020. Total Return in GBP, Bid to Bid. Tax UK Net. Past performance is not a reliable indicator of future results. The value of your investment and the income derived from it can go down as well as up and you may not get back the money you invested. \*\*Since Fund launch on 20/03/2013.

## Investor Profile

- Wants total return through capital and dividend growth
- Accepts the risk associated with the volatile nature of equity investments
- Plans to hold their investment for at least five years
- Favours a portfolio with defensive characteristics
- Prefers no investment in tobacco or cluster bomb manufacturers

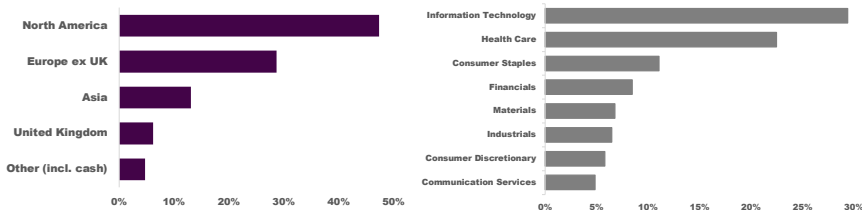
### Top 10 Holdings

% of Portfolio

Microsoft	3.2
Paypal Holdings	2.5
Lonza Group	2.4
Accenture	2.2
ASML Holding	2.0
Costco Wholesale	2.0
Analog Devices	2.0
Keyence	2.0
EssilorLuxottica	1.9
Reckitt Benckiser	1.9
<b>TOTAL</b>	<b>22.0</b>

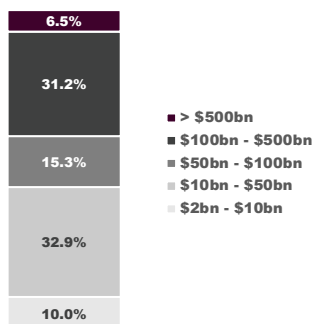
Source: T. Bailey Fund Services Limited as at 30/06/2020

### Regional and Sector Exposure



Source: T. Bailey Fund Services Limited as at 30/06/2020

### USD Market Cap Exposure



Source: Bloomberg as at 30/06/2020

### About Dundas Global Investors

- Single strategy focus
- Experienced team, independent, co-investors
- Over £1 billion institutional client assets under management
- High conviction, long-term approach
- All research conducted in-house
- Signatory to the United Nations' Principles for Responsible Investment since 2012

### Fund Attributes

- Portfolio aligned with the biggest factor driving long term equity return; sustainable dividend growth.
- Typically 60 - 75 global listed companies with high returns on equity and strong free cash flows.
- Low portfolio turnover with long-term holding periods
- Sector, region and market cap diversification built bottom-up, stock by stock
- Strong ESG scoring

### Shareclass Information

GBP	Minimum Investment	Ongoing Charge (OCF)*		EMT <sup>^</sup> estimated transaction costs	ISIN	SEDOL
		Annual Charge (AMC)	Other Costs & Charges*			
<b>A Acc</b>	£10,000	0.65%	0.09%	0.05%	GB00B99M6Y59	B99M6Y5
<b>A Inc</b>	£10,000	0.65%	0.09%	0.05%	GB00B835GN22	B835GN2

\*as at 31/05/2019. Updated annually by T.Bailey Fund Services Limited and published in September.  
<sup>^</sup>European MiFID Template ex-ante explicit and implicit costs estimated by T.Bailey Fund Services Limited.

### How to Invest

You can buy shares in the fund by visiting:

[www.tbaileys.co.uk/funds/heriot-investment-funds](http://www.tbaileys.co.uk/funds/heriot-investment-funds)

By telephoning T. Bailey Fund Services Limited: 0115 988 8272

Or via the following platforms:

AJ Bell Alliance Trust Transact  
 CoFunds Aviva Zurich Nucleus  
 Ascentric Barclays Hubwise 7IM  
 Parmenion James Hay

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 The Authorised Corporate Director of the Heriot Global Fund is T. Bailey Fund Services Limited, which is authorised and regulated by the FCA.  
 Performance shown is historical and is not indicative of future returns. Investment returns and principal value will vary, and shares may be worth more or less at redemption than at original purchase. Performance shown is as of date indicated, and current performance may be lower or higher than the performance data quoted. To obtain performance as of the most recent month end, please contact Dundas or T. Bailey Fund Services Limited. The MSCI All Country World Index ("ACWI") and Investment Association Global Sector are comparator benchmarks. Please refer to the Fund prospectus for full description.  
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