

The Heriot Global Fund

Monthly Factsheet as at 31 August 2020

DUNDAS
GLOBAL
INVESTORS

Key Facts

Fund Size	£136.7m
Trailing 12 Month Yield	1.2%
7 Day Fund Liquidity^A	100%
Number of Holdings	66
Average Market Cap	\$164bn
Median Market Cap	\$57bn
Active Share[*]	86%

All data as at 31/08/2020.

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

^ABasis: 25% of trailing 20 day average daily volume

^{*}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

There were no new investments or full sales made during the month. The top five contributors to the Fund's return in August were *Apple*, *Microsoft*, *Sysmex*, *Tomra Systems* and *Kose*. The five biggest detractors were *bioMerieux*, *Diageo*, *Grifols*, *IPG Photonics* and *Keyence*.

August saw six new dividend declarations. *Novo Nordisk*, the global leader in diabetes treatments, raised its interim dividend 8.3%. Also providing shareholders with an increase were Asian life insurer *AIA Group* and consumer products supplier *International Flavors & Fragrances*. Global drinks giant *Diageo* held its final dividend at last year's level whilst Singaporean lender *DBS Group* cut its quarterly dividend by 45.5% and gave shareholders the option to receive it in cash or shares. Finally, UK-listed *Prudential*, which last year spun out its asset management business *M&G plc* to shareholders as it focuses on the high growth market for Asian life insurance, announced a new capital allocation policy aligned to this business strategy and a declared a US Dollar denominated interim dividend.

General Information

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

Performance



Source: FE Analytics 20/03/2013 to 31/08/2020

	Cumulative	3 Months	6 Months	1 Year	3 Years	5 Years	Since launch**
Heriot Fund A Acc		4.7%	12.7%	12.7%	45.5%	116.8%	124.4%
MSCI ACWI		6.5%	9.9%	6.0%	24.6%	86.8%	113.3%
IA Global		6.2%	11.3%	6.7%	24.3%	75.9%	99.0%
Quartile		3	2	1	1	1	2

	Annualised	1 Year	3 Years (p.a.)	5 Years (p.a.)	Since launch** (p.a.)
Heriot Fund A Acc		12.7%	13.3%	16.7%	11.5%
MSCI ACWI		6.0%	7.6%	13.3%	10.7%
IA Global		6.7%	7.5%	12.0%	9.7%
Quartile		1	1	1	2

Source: FE Analytics as at 31/08/2020. 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

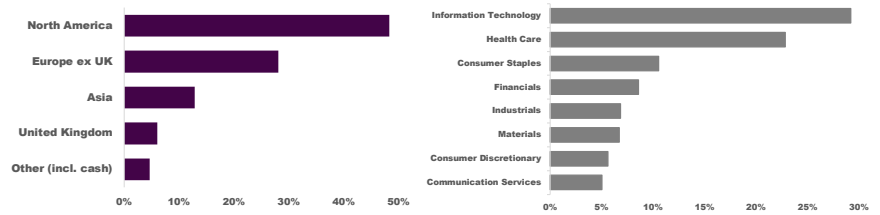
Top 10 Holdings

% of Portfolio

Microsoft	3.2
PayPal	2.7
Lonza	2.5
Accenture	2.2
Costco Wholesale	2.1
Abbott Laboratories	2.0
W. W. Grainger	1.9
Apple	1.9
ASML	1.9
Reckitt Benckiser	1.9
TOTAL	22.2

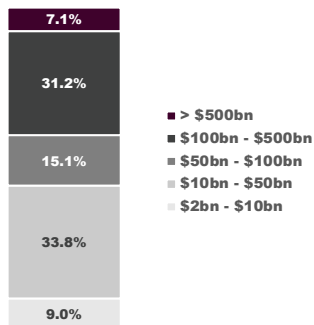
Source: T. Bailey Fund Services Limited as at 28/08/2020

Regional and Sector Exposure



Source: T. Bailey Fund Services Limited as at 28/08/2020

USD Market Cap Exposure



Source: Bloomberg as at 31/08/2020

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 [^] estimated transaction costs	ISIN	SEDOL
		Annual Charge (AMC)	Other Costs & Charges*			
A Acc	£10,000	0.65%	0.08%	0.04%	GB00B99M6Y59	B99M6Y5
A Inc	£10,000	0.65%	0.08%	0.04%	GB00B835GN22	B835GN2

*as at 31/05/2020. Updated annually by T.Bailey Fund Services Limited and published in September.

[^]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

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
True Potential Elevate

Dundas Partners LLP ("Dundas") is authorised and regulated by the UK Financial Conduct Authority ("FCA").

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.

The MSCI ACWI is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. The MSCI® information contained herein: (1) is provided "as is," (2) is proprietary to MSCI and/or its content providers, (3) may not be used to create any financial instruments or products or any indexes and (4) may not be copied or distributed without MSCI's express written consent. MSCI disclaims all warranties with respect to the information. Neither MSCI nor its content providers are responsible for any damages or losses arising from any use of this information.

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