

The Heriot Global Fund

Monthly Factsheet as at 30 September 2020

Key Facts

Fund Size	£140.9m
Fund Yield	1.1%
7 Day Fund Liquidity^A	100%
Number of Holdings	66
Average Market Cap	\$157bn
Median Market Cap	\$56bn
Active Share[*]	86%

All data as at 30/09/2020.

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 September were *Keyence*, *Sonova*, *Systemx*, *Tecan* and *Stryker*. The five biggest detractors were *Apple*, *Alphabet*, *Microsoft*, *Prudential* and *Tomra Systems*.

September saw four new dividend declarations from the Fund's holdings. Global IT consulting firm *Accenture* and software giant *Microsoft* both announced 10% dividend uplifts while *American Express* maintained its quarterly distribution at the same level. *Close Brothers*, the UK specialist lender, broker and wealth manager, reported full year results with the board proposing a final dividend having omitted its interim payment in March. For the year to date there have been 62 new dividend announcements from the Fund's portfolio of companies: 39 increases; 10 'holds' (at the same level as the previous year); and 13 where the board has decided to cut, cancel or defer the decision on the 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



	Cumulative	3 Months	6 Months	1 Year	3 Years	5 Years	Since launch**
Heriot Fund A Acc		4.8%	22.3%	13.8%	50.8%	122.7%	129.0%
MSCI ACWI		3.4%	23.6%	5.3%	27.6%	91.3%	113.8%
IA Global		4.2%	24.3%	7.2%	26.8%	83.8%	100.2%
Quartile		2	3	1	1	1	2

	Annualised	1 Year	3 Years (p.a.)	5 Years (p.a.)	Since launch** (p.a.)
Heriot Fund A Acc		13.8%	14.7%	17.4%	11.6%
MSCI ACWI		5.3%	8.5%	13.9%	10.6%
IA Global		7.2%	8.2%	13.0%	9.7%
Quartile		1	1	1	2

Source: FE Analytics as at 30/09/2020. 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

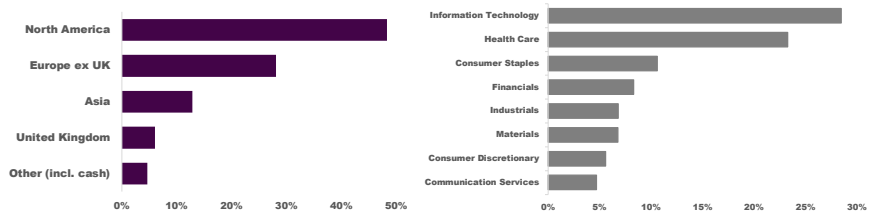
- Wants total return through capital and dividend growth
- Accepts the risk associated with the volatile nature of equity investments
- Plans to hold their investment for at least five years
- Favours a portfolio with defensive characteristics
- Prefers no investment in tobacco or cluster bomb manufacturers

Top 10 Holdings

	% of Portfolio
Microsoft	3.0
PayPal	2.6
Lonza	2.5
Costco Wholesale	2.1
Accenture	2.0
Sonova	2.0
Keyence	1.9
WW Grainger	1.9
ASML	1.9
Abbott Laboratories	1.9
TOTAL	21.7

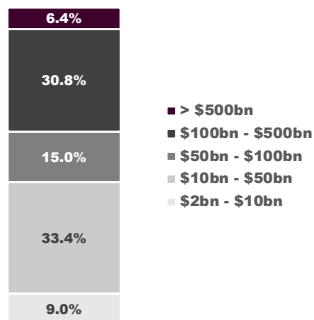
Source: T. Bailey Fund Services Limited as at 30/09/2020

Regional and Sector Exposure



Source: T. Bailey Fund Services Limited as at 30/09/2020

USD Market Cap Exposure



Source: Bloomberg as at 30/09/2020

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 ^A 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

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

^AEuropean MiFID Template ex-ante explicit and implicit estimated transaction costs.

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 Parmenton 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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