

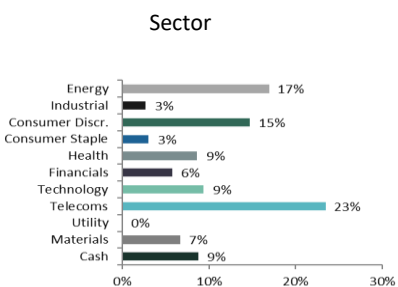
PERFORMANCE COMMENTARY

The Fund was up 0.5% in November as markets continued to be choppy, bouncing between concerns over growth, trade wars, oil prices and the rate of central banks monetary tightening. For reference, the MSCI World was up 1.2% in sterling terms.

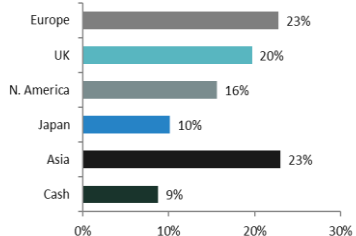
In our portfolio, Texwinca recovered strongly this month, after last month's weakness. As per our comments last month, Texwinca is a very interesting investment on the back of "low valuations (6x our view of Sustainable Earnings), a history of producing robust profits and cash flows, and well over 50% of the market cap in cash and financial assets." Telecommunication companies continued to perform well, with KPN, Swisscom and China Mobile amongst the top performers. We continue to find them appealing investments as low risk exposure to the attachment that consumers have to their smartphones. On the back of this, the telcos generate robust cash flows, and pay attractive dividends. Sky New Zealand also had a second positive month in a row.

Neopost was weaker this month, after its strong run in September and October. The market's moods will swing as Neopost's business strategy takes time to play out, but the investment case is very strong at these valuations. Equinor's share price was hurt by the drop off in the oil price but our long-term views of the quality of its assets is undiminished. Tesco was weak on concerns about UK domestic-focused stocks with the travails of Brexit. Our meeting this month with the CFO reinforced our view that the company is again making rational financial decisions regarding its portfolio of businesses and the long-term interests of the company. Although the market is undoubtedly competitive, a Tesco that focuses on the basics is well positioned to thrive.

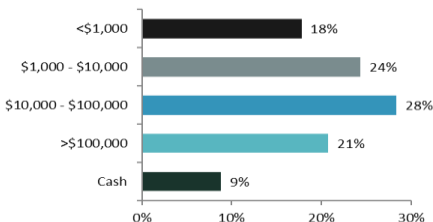
FUND POSITIONING



Region



Market Cap (\$m)



TOP 10 HOLDINGS

| TOP 10 HOLDINGS | % FUND |
|----------------------|---------------|
| NEWMONT MINING | 5.6% |
| M1 | 5.0% |
| NEOPOST | 5.0% |
| CHINA MOBILE | 4.7% |
| EQUINOR | 4.6% |
| BP | 4.4% |
| ROYAL DUTCH SHELL | 4.3% |
| TEXWINCA | 4.0% |
| SKY NEW ZEALAND | 3.9% |
| GLAXOSMITHKLINE | 3.7% |
| Total Top Ten | 45.2% |
| 20 other holdings | 46.0% |
| Cash | 8.8% |
| Total | 100.0% |

PERFORMANCE (net of fees)*

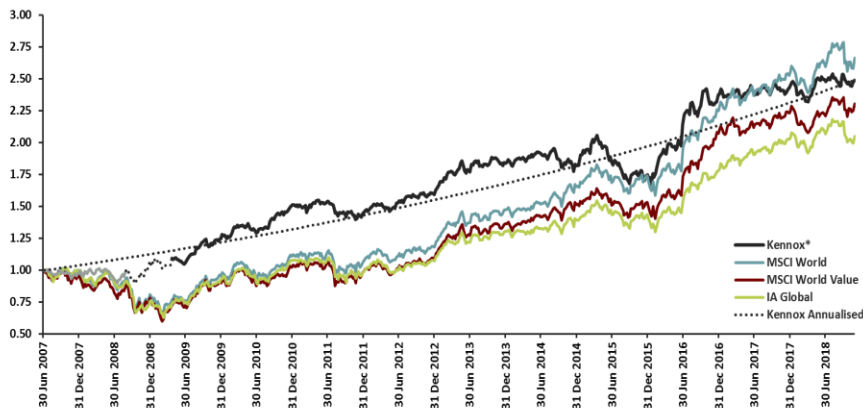
| | |
|-----------------------|--------|
| Inception (9/7/2007) | 148.8% |
| UK Launch (30/4/2009) | 129.4% |
| 5 Years | 34.6% |
| 4 Years | 35.0% |
| 3 Years | 39.8% |
| 2 Years | 8.3% |
| 1 Year | 3.4% |
| YTD | 2.3% |
| 3 Month | 0.3% |
| 1 Month | 0.5% |
| Annualised: | |
| Inception | 8.3% |
| UK Launch | 9.0% |

INVESTMENT TEAM

Charles L. Heenan CFA & Geoff Legg

Charles and Geoff have worked together as an investment team since the inception of the portfolio in July 2007. Both focus exclusively on the management of the Fund. They are fully aligned with investors, each having 100% of his investment in equities in the Fund.

RELATIVE PERFORMANCE



We focus on long-term, absolute performance, not on short-term relative returns.

We are not benchmarked.

Comparisons to the MSCI World, MSCI World Value and IA Global indices are for illustrative purposes only.

We would expect that Fund weightings (geographic, sector and market cap) may vary considerably from those of the MSCI and IA indices.

| SINCE INCEPTION | Annualised Return | Sharpe ratio Annualised ⁺ | Best Month | Worst Month | Volatility ⁺ |
|------------------------------|-------------------|--------------------------------------|--------------|--------------|-------------------------|
| Kennox (net of fees)* | 8.3% | 0.6 | 13.8% | -6.5% | 12.2% |
| MSCI World Value | 7.6% | 0.4 | 10.2% | -11.5% | 16.9% |
| MSCI World | 9.0% | 0.4 | 9.0% | -10.7% | 18.0% |
| IA Global Sector | 6.5% | 0.3 | 9.0% | -12.6% | 16.5% |

| ANNUAL DISCRETE | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 (9/7/07) |
|------------------------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|-------------|---------------|
| Kennox* (net of fees) | 2.5% | 35.8% | -4.0% | -1.1% | 15.5% | 10.0% | -4.0% | 21.1% | 16.0% | 9.8% | -2.1% |
| MSCI World Value | 7.7% | 35.1% | 1.4% | 11.0% | 25% | 11.2% | -4.4% | 13.7% | 15% | -18.2% | -4.3% |
| MSCI World | 12.3% | 29.1% | 5.4% | 12.2% | 24.9% | 11.3% | -4.5% | 16.4% | 18.1% | -18.8% | -0.4% |
| IA Global Sector | 13.9% | 23.9% | 2.9% | 7.0% | 21.8% | 9.7% | -9.3% | 15.8% | 23.0% | -24.3% | -0.1% |

Track Record Description & Methodology

* The portfolio was launched in July 2007 ("Inception") in Australia as the Contrarian Global Value Fund. The Kennox investment team ran that fund from launch until September 2008. The Kennox Strategic Value Fund was launched in April 2009, comprising 19 of the 20 positions that existed in the Australia fund. We have assumed a static portfolio for the interim period.

Performance shown reflects total return of the Institutional Share class. Performance figures are generated from the accumulation shares since their launch on 29 April 2013. Prior to that performance figures are taken from an alternative share class, adjusted to reflect a 1.0% management fee throughout.

+ Sharpe Ratio is calculated as annualised return divided by the standard deviation of the excess return over the Libor 3m Bond yield.

+ Volatility is calculated as the standard deviation of the natural log returns multiplied by the square root of the periodicity of the returns.

Performance figures shown are total return with data for Kennox and the MSCI provided by Kennox/Bloomberg and IA Global data provided by Morningstar

| 3 SHARE CLASSES (Income & accumulation) | Investment Management Fee | Minimum Initial Investment | GBP (pence) | OCF | Sedol | ISIN |
|--|------------------------------|-------------------------------|----------------|-------|---------|--------------|
| Professional Income | 1.3% | £20,000 | 127.3 | 1.44% | B2R8FY9 | GB00B2R8FY91 |
| Professional Accumulation | 1.3% | £20,000 | 143 | 1.44% | B9DH0K0 | GB00B9DH0K00 |
| Institutional Income | 1.0% | £2m | 128.6 | 1.14% | B3YDJ20 | GB00B3YDJ200 |
| Institutional Accumulation | 1.0% | £2m | 147.1 | 1.14% | B8Y8GR4 | GB00B8Y8GR43 |
| Class A Income | 0.80% | £20m | 128.7 | 0.94% | B9D9Z90 | GB00B9D9Z904 |
| Class A Accumulation | 0.80% | £20m | 148.6 | 0.94% | B9B3CY8 | GB00B9B3CY80 |

FUND DETAILS

| | |
|---------------------------------|--|
| Fund Managers | Charles L. Heenan, Geoff Legg |
| Investment Universe | Listed securities on any globally recognised stock exchange, bonds and cash |
| Target Asset Allocation | 80-100% equities; 0-20% cash |
| Fund Status | UK OEIC; UCITS |
| IA Sector | Global Equity |
| Benchmark | The Fund is not benchmarked |
| Inception Date | July 2007; UK Fund launched in April 2009 |
| Fund Size | £230 Million |
| ISable Fund | Yes |
| Pricing | Daily at 1200 |
| Dilution Adjustment | A dilution adjustment may apply on orders greater than 5% of AUM |
| Performance Tracking | www.kennox.co.uk/performance |
| Income Share | Income distributed semi-annually |
| Ex-Dividend Dates | Y/E: 1 October Interim: 1 April |
| Distribution Payment Dates | Y/E: 30 November Interim: 31 May |
| Dividend Yield (net of fees) | Professional: 2.4% Institutional: 2.8% Class A: 3.0% |
| Registrar | Smith & Williamson Fund Administration Limited |
| Depository | National Westminster Bank Plc; |
| Custodian | Bank of New York Mellon |
| Auditor | KPMG |

TO DEAL IN THE FUND

All dealing is through our Transfer Agency:
Smith & Williamson Fund Administration Ltd
Tel: 0141 222 1150
Fax: 0207 131 8261
SWFAdealing@smithandwilliamson.com
206 St Vincent Street, Glasgow G2 5SG

Application forms, the Fund prospectus and KIIDs are available on our website:
www.kennox.co.uk/investing-fund

TO CONTACT KENNOX

Kennox Asset Management
28 Drumsheugh Gardens
Edinburgh, EH3 7RN

+44 (0)131 563 5440
enquiries@kennox.co.uk
www.kennox.co.uk

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The Kennox Strategic Value Fund ("Fund") should be considered a long-term investment. You should be aware that the Fund is permitted to invest in markets which are not as well developed or regulated as the UK. As such, investments in those markets may be less liquid, and may have less reliable custody arrangements. Therefore, they may be prone to above average volatility and carry more risk. Where investments are made in smaller companies, these companies' shares may be less liquid than larger companies and the price swings may therefore be greater. You should remember that the value of investments and the income derived therefrom may fall as well as rise and you may not get back the amount that you invest. Past performance is not a guide to future returns.

The Fund is denominated in £ sterling. You should be aware that if sterling appreciates or depreciates against the currencies in which investments are made, this could have an effect on the value of your investment. An investment in the Fund carries a degree of risk and retail investors should seek professional advice before investing in the Fund. Kennox has not taken any steps to ensure that the securities referred to in this document are suitable for any particular investor and no assurance can be given that the stated investment objectives will be achieved.