

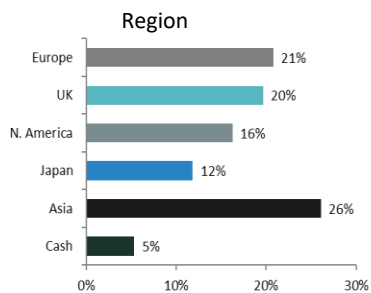
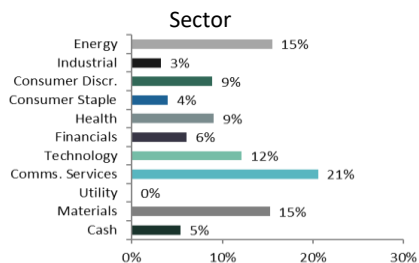
PERFORMANCE COMMENTARY

Global stock markets recovered in November on positive vaccine developments. With strong rebounds for stocks that had been hardest hit earlier in the year, the Fund was up 8.6%. Quadiant, which provides mail and client communication solutions for SMEs, was the largest contributor to performance with the stock up 33%. While earnings have been hurt by the pandemic, the company continues to deliver a double digit free cash flow yield and trades on c. 7x our view of Sustainable Earnings. Our energy companies also had strong months, most notably Shell up 34% and BP up 28%, as the market eyes a return to “business as usual” and a recovery of oil demand.

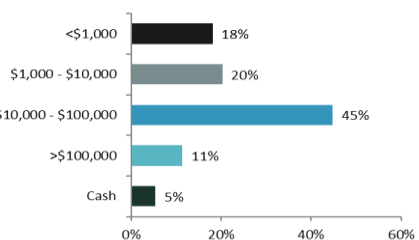
Having been the strongest performers in the Fund over the year to date, our gold miners retreated by an average of 8% during the month. As we have discussed in detail before, we remain positive on the long term performance of these companies, as they have only recently come out of the headwinds of a long gold bear market. In particular, they offer protection against a range of hardships, including any return to inflation. The share prices during the month reflect the short term “risk on” sentiment rather than the longer term value of the businesses. We remain very happy holders.

We have also added a new position to the Fund, Stella International, a Hong Kong based footwear manufacturer. The company is a market leader in high quality shoes for luxury brands with exposure to the fast growing athleisure shoe trend, and a solid balance sheet with no debt gives it a solid grounding. Despite impressive resilience and cost flexibility during shown during the difficult trading conditions of 2020, volatile markets gave us an opportunity to buy at c. 11x our view of Sustainable Earnings. Alongside additions to existing holdings, cash now stands at 5.3%.

FUND POSITIONING



Market Cap (\$m)



TOP 10 HOLDINGS

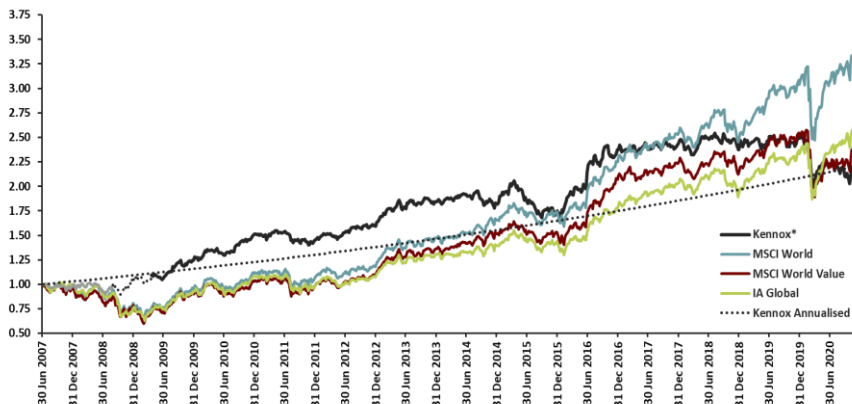
TOP 10 HOLDINGS	% FUND	PERFORMANCE (net of fees)*
NEWMONT CORP	7.4%	Inception (9/7/2007) 120%
ROYAL DUTCH SHELL	5.1%	UK Launch (30/4/2009) 103%
NEWCREST MINING	4.5%	5 Years 24%
SINGAPORE TELECOM	4.4%	4 Years -4.1%
QUADIANT	4.4%	3 Years -8.4%
CHINA MOBILE	4.3%	2 Years -11%
EQUINOR	4.3%	1 Year -10%
BP	4.1%	TESCO -12%
TESCO	4.0%	YTD
FUKUDA DENSHI	3.9%	3 Month 2.4%
<b>Total Top Ten</b>	<b>46.4%</b>	<b>1 Month 8.6%</b>
18 other holdings	48.3%	Annualised:
Cash	5.3%	Inception 6.1%
<b>Total</b>	<b>100.0%</b>	<b>UK Launch 6.3%</b>

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 their investment in equities in the Fund.

RELATIVE PERFORMANCE



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

We do not track, nor are we constrained by, a benchmark.

Reference to the MSCI World, MSCI World Value and IA Global indices are for comparative purposes only.<sup>‡</sup>

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 <sup>+</sup>	Best Month	Worst Month	Volatility <sup>++</sup>
<b>Kennox (net of fees)*</b>	<b>6.1%</b>	<b>0.4</b>	<b>13.8%</b>	<b>-9.2%</b>	<b>11.5%</b>
MSCI World Value	6.8%	0.3	11.5%	-14.2%	16.9%
MSCI World	9.5%	0.5	9.4%	-10.7%	16.2%
IA Global Sector	7.4%	0.4	9.8%	-12.6%	14.8%

ANNUAL DISCRETE	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007 (9/7/07)
<b>Kennox* (net of fees)</b>	<b>4.8%</b>	<b>-2.2%</b>	<b>2.5%</b>	<b>35.8%</b>	<b>-4.0%</b>	<b>-1.1%</b>	<b>15.5%</b>	<b>10.0%</b>	<b>-4.0%</b>	<b>21.1%</b>	<b>16.0%</b>	<b>9.8%</b>	<b>-2.1%</b>
MSCI World Value	18.0%	-4.6%	7.7%	35.1%	1.4%	11.0%	25.0%	11.2%	-4.4%	13.7%	15.3%	-18.2%	-4.3%
MSCI World	23.4%	-2.6%	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	22.0%	-5.7%	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**

<sup>‡</sup> The indices are not targets for the Company, nor is the Company constrained by the indices. The ACD has selected the MSCI World Value Index, the MSCI World Index and the IA Global sector as comparators against which shareholders may compare the performance of the Company as it believes these best reflect the Company's asset allocation. For more information please see the Fund's prospectus (available online and upon request).

\* 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.



3 SHARE CLASSES (Income & accumulation)	Investment Management Fee	Minimum Initial Investment	GBP (pence)	OCF	Sedol	ISIN
Professional Income	1.3%	£20,000	107.2	1.47%	B2R8FY9	GB00B2R8FY91
Professional Accumulation	1.3%	£20,000	125.8	1.47%	B9DH0K0	GB00B9DH0K00
Institutional Income	1.0%	£2m	108.3	1.17%	B3YDJ20	GB00B3YDJ200
Institutional Accumulation	1.0%	£2m	130.2	1.17%	B8Y8GR4	GB00B8Y8GR43
Class A Income	0.80%	£20m	108.3	0.97%	B9D9Z90	GB00B9D9Z904
Class A Accumulation	0.80%	£20m	132.1	0.97%	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
Inception Date	July 2007; UK Fund launched in April 2009
Fund Size	£101 Million
Total Strategy AUM	£241 Million (Fund; Segregated mandates)
ISable Fund	Yes
Pricing	Daily at 1200
Dilution Adjustment	A dilution adjustment may apply on orders greater than 5% of AUM
Performance Tracking	<a href="http://www.kennox.co.uk/performance">www.kennox.co.uk/performance</a>
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)	Class A: 2.4% Professional: 1.9% Institutional: 2.2%
Registrar	Smith & Williamson Fund Administration Limited
Depository	NatWest Depository Services Limited
Custodian	Bank of New York Mellon
Auditor	Johnston Carmichael

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](mailto: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-in-the-fund/](http://www.kennox.co.uk/investing-in-the-fund/)

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