

# ScotGems plc

30 November 2021

## Investment Objective

The investment objective for ScotGems ("The Company") is to provide shareholders with long-term capital growth.

The Company seeks to achieve its objective by investing in a diversified portfolio of Small Cap Companies. The Company's portfolio will consist primarily of companies that are incorporated or listed in emerging markets or listed on developed market exchanges where a majority of their activities take place in emerging markets. The Company will invest across a range of sectors. Small Cap Companies are defined as those with a market cap of less than \$2.5bn at the time of investment. The ScotGems portfolio is concentrated, typically comprising 30-50 holdings in normal market circumstances.

## Manager Profile

Stewart Investors is a team of investment professionals who manage portfolios on behalf of clients in Asia Pacific, Emerging Markets, Latin American, Worldwide, and Sustainable equity strategies. The team consists of members based in Edinburgh, London, Singapore and Sydney.

The Manager's investment philosophy is founded on the principle of responsible stewardship, and a belief that investment ought to have a social purpose, this being the efficient allocation of clients' assets to high quality companies at sensible prices. The Manager has a long term investment approach and has been invested in some companies for over twenty years. This entails responsibilities as well as normal shareholders' rights and involves engaging extensively on environmental, labour and various governance issues. The investment style is inherently conservative, focusing on the downside risks as well as on the upside potential of any investment. Capital preservation is deemed as important to the Manager as capital growth.

## Company Information

Company Launch Date	26 June 2017
Total Net Assets (£M)	50.0
Number of holdings	41
Share Price (p)	74.25
NAV - cum income	92.51
(Discount) / Premium %	(19.74)
Sedol	BYT2554
ISIN	GB00BYT25542
Annual Management Fee	1.00%
Ongoing Charges*	1.50%

\*Calculated at the financial year end, includes management fees and all other operating expenses but excludes transaction, and certain other, costs. Please see Key Investor Document for full costs and charges information. Ongoing charges have been capped by the Investment Manager at 1.5%. The Company currently has no gearing and no unlisted investments.

## Annual Performance (% in GBP) to 30 November 2021

Period	12 mths to 30/11/21	12 mths to 30/11/20	12 mths to 30/11/19	12 mths to 30/11/18	12 mths to 30/11/17
NAV	13.8	-3.5	-9.2	-1.6	-
Share Price	9.6	-2.9	-20.9	-3.3	-
MSCI AC World	20.4	11.4	12.1	5.1	-
MSCI Emerging Markets	3.6	14.7	5.8	-3.6	-
MSCI Emerging Markets Small Cap	23.9	13.9	2.0	-9.0	-

## Cumulative Performance (% in GBP) to 30 November 2021

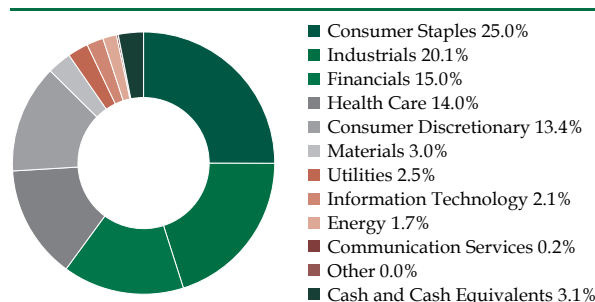
Period	Since Inception <sup>1</sup>	5 yrs	3 yrs	1 yr	YTD	6 mths	3 mths
NAV	-5.6	-	-0.3	13.8	7.7	-0.1	-1.8
Share Price	-27.0	-	-15.8	9.6	2.8	-3.9	0.3
MSCI AC World	61.8	-	50.4	20.4	17.8	10.5	2.3
MSCI Emerging Markets	26.8	-	25.8	3.6	-1.2	-4.2	-3.2
MSCI Emerging Markets Small Cap	36.7	-	43.8	23.9	17.7	4.6	-0.9

The Company's investment policy was amended by shareholder resolution on 9th December 2019. <sup>1</sup>Since inception share price return is calculated by Lipper from a closing mid-price of 102p on the day of launch, not the IPO price.

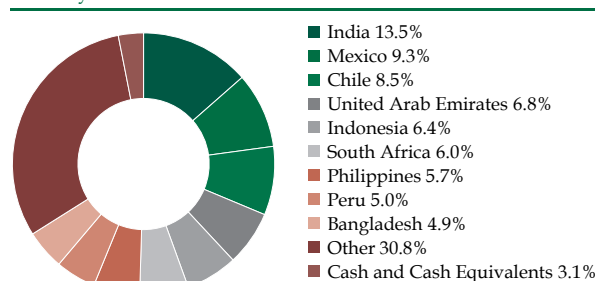
## Ten Largest Holdings

Stock name	%	Stock name	%
Quinenco	5.9	Philippine Seven	3.7
Integrated Diagnostics	4.6	Brac Bank	3.7
Orascom Construction	4.0	Corporativo Fragua	3.7
Tata Consumer Products	3.9	Bank OCBC NISP	3.7
Youngone Holding	3.8	Reunert	3.7

## Sector Breakdown



## Country Breakdown



**These figures refer to the past. Past performance is not a reliable indicator of future results.**

All performance data is as at 30 November 2021. The NAV performance data is on a net basis after deducting all fees (e.g. investment management fee) and costs (e.g. transaction and custody costs) incurred by the Company. The NAV includes dividends reinvested on a net of tax basis. The comparator indices shown are MSCI AC World Index, MSCI Emerging Markets and MSCI Emerging Markets Small Cap Net Index, on an income reinvested net of tax basis. Sources: i) Lipper for Company share prices returns; ii) Company Administrator and Bloomberg for NAV performance data.



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## Risk Warnings

This document is a financial promotion for ScotGems plc (the "Trust") only for those people resident in the UK for tax and investment purposes.

- **The value of investments and any income from them may go down as well as up and are not guaranteed. Investors may get back significantly less than the original amount invested.**
- **Currency risk** : the Company invests in assets which are denominated in other currencies; changes in exchange rates will affect the value of the Company and could create losses. Currency control decisions made by governments could affect the value of the Company's investments.
- **Emerging market risk**: Emerging markets tend to be more sensitive to economic and political conditions than developed markets. Other factors include greater liquidity risk, restrictions on investment or transfer of assets, failed/delayed settlement and difficulties valuing securities.
- **Smaller companies risk**: the Company invests in smaller company shares which can be more unpredictable and more difficult to sell than those of larger company shares.
- **Concentration risk**: the Company invests in a relatively small number of companies which may be riskier than a Company that invests in a large number of companies.
- **The Company's share price may not fully reflect net asset value.**

Reference to specific securities (if any) is included for the purpose of illustration only and should not be construed as a recommendation to buy or sell. Reference to the names of any company is merely to explain the investment strategy and should not be construed as investment advice or a recommendation to invest in any of those companies.

For an overview of the terms of investment, risks and costs and charges please refer to the Key Information Document and Investor Disclosure Document.

**If you are in any doubt as to the suitability of the Company for your investment needs please seek investment advice.**

## Important Information

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The distribution or purchase of shares in the Company, or entering into an investment agreement with Stewart Investors may be restricted in certain jurisdictions.

ScotGems plc ("Company") is an investment trust, incorporated in England and Wales with registered number 10755475, whose shares have been admitted to the Official List of the London Stock Exchange plc. The Company is an alternative investment fund for the purposes of the Alternative Investment Fund Managers Directive. The Company has appointed First Sentier Investors (UK) Funds Limited as its alternative investment fund manager, and First Sentier Investors International IM Limited has been appointed as investment manager. Further information is available from Client Services, Stewart Investors, 23 St Andrew Square Edinburgh, EH2 1BB or by telephoning 0800 587 4141 between 9am and 5pm Monday to Friday or by visiting [www.scotgems.com](http://www.scotgems.com). Telephone calls with Stewart Investors may be recorded.

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