

Rathbone Heritage Fund

Investment objective

We aim to deliver a greater total return than the Consumer Price Index (CPI) measure of inflation + 3%, after fees, over any rolling 10-year period by investing with our valuation-linked cash management mechanism. Total return means the return we receive from the value of our investments increasing (capital growth) plus the income we receive from our investments (dividend payments). We use the CPI + 3% as a target for our fund's return because we aim to grow your investment above inflation.

We also compare our fund against the FTSE World Index so that you can see how global stock markets have performed.

Investment strategy

This is a stock-picking fund, which means we invest in a small number of global stocks. We specialise in choosing good companies rather than making broad bets on which industries or countries will offer better returns.

When choosing investments we use our own trinity of risk framework: price, business and financial. We look for businesses that offer good value and make strong and consistent profits with high quality earnings - those that are backed by real cash rather than accounting contrivance. Companies shouldn't have more debt than they can handle.

We buy these companies because we believe they should grow steadily over many years. A healthy cash flow - earnings backed by cash - allows them to invest back into their businesses driving this future growth, and any cash left after this can be returned to shareholders so they can invest in opportunities elsewhere.

Management



Carl Stick
Fund Manager

Managed by Carl Stick and team

Fund ratings



Fund facts

Manager
Rathbone Unit Trust Management Limited
Trustee
NatWest Trustee and Depositary Services
Date launched/launch price
25 March 2013/100p
Size of fund
Mid-market: £11.57m
Unit price
Income (Inc): 174.86p
Accumulation (Acc): 199.27p
Historical distribution yield
Inc: 1.04% / Acc: 1.02%
Total no. of holdings
37
35 (equity)
2 (UK Treasury)
Initial charge
None
MiFID II charges
Ongoing charges figure (OCF) as at 30.04.2021
0.90%
Transaction costs
0.10%
Total MiFID II charges
1.00%
The MiFID II charges include the ongoing charges figure (OCF) and transaction costs. PRIIPs compliant*
Minimum initial investment
£1,000
Minimum additional investments
£500

20 largest holdings

Data as at 31.10.21	%
Microsoft	3.15
Linde	2.92
ASML	2.76
JPMorgan Chase	2.67
AIA	2.65
Lloyds Banking Group	2.60
Bunzl	2.57
WPP	2.51
Reckitt Benckiser Group PLC	2.43
DCC	2.38
Cadence Design System	2.33
Roche Holding	2.31
Adobe Systems	2.30
Big Yellow Group	2.30
WABTEC	2.28
Sampo	2.27
Lockheed Martin	2.23
Novartis	2.22
Aptiv	2.16
Edwards Lifesciences	2.12

Distributions per unit

Year paid	2016	2019
Final	1.13p	1.15p
Interim	0.68p	1.21p
Year paid	2017	2020
Final	1.08p	0.98p
Interim	0.88p	0.95p
Year paid	2018	2021
Final	1.00p	0.86p
Interim	0.96p	1.33p (est)

Historic distributions based on Inc units

	Ex div	Payment
Interim	01 Nov	31 Dec
Final	01 May	30 Jun

Year end 30 April

Dealing/valuation

Forward daily: 9.00am-5.00pm
Valuation point: 12.00 midday
Dealing/valuation: 0330 123 3810
Information line: 020 7399 0399

Fund codes

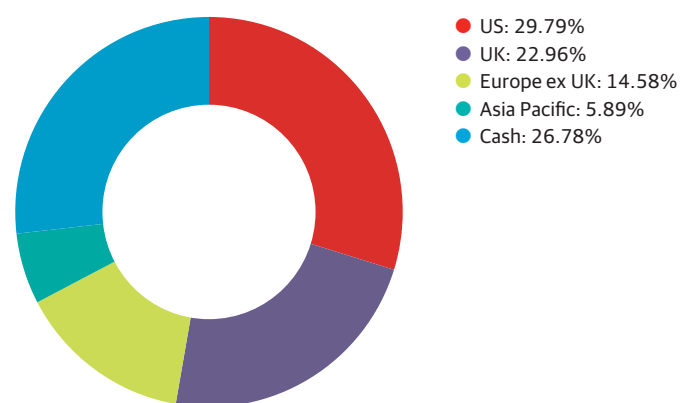
Sedol (Inc): B6SCP82
Sedol (Acc): B8CJW04
ISIN (Inc): GB00B6SCP824
ISIN (Acc): GB00B8CJW049

Product availability

Third party availability — all major platforms.

Geographical split

Data as at 31.10.21



I-class fund performance

Data as at 31.10.21

Rathbone Heritage Fund
UK Consumer Price Index +3%
FTSE World Index

Discrete performance, to previous quarter. 12 months ending:	Sep 21	Sep 20	Sep 19	Sep 18	Sep 17
Rathbone Heritage Fund	15.03%	2.11%	1.89%	4.63%	9.49%
UK Consumer Price Index +3%	6.32%	3.20%	4.83%	5.68%	5.96%
FTSE World Index	24.00%	5.24%	7.93%	14.16%	15.43%

Data using prices as at 31.10.2021. Price performance based upon bid to bid prior to 21.01.19 and single price (mid) thereafter.

UK Consumer Price Inflation figures quoted with a one month lag.

Past performance should not be seen as an indication of future performance. The value of investments and the income from them may go down as well as up and you may not get back your original investment.

Investment team



Kate Pettem
Research Analyst

Kate works within the team as an investment analyst. Kate has over 30 years of investment experience, both as a fund manager and an analyst, focussing for much of that time on North American equities.



Siyuan Lin
Global Equity Analyst

Siyuan works within the investment team as a global equity analyst with specific reference to Asian markets. She joined Rathbones in April 2013.



Neil Smith
Research Assistant

Neil Smith is a research assistant, he works within the investment team to provide in-depth investment analysis with a focus on sustainable investment.

Sector breakdown

Data as at 31.10.21	%
Technology	13.79
Telecommunications	0.00
Health care	8.35
Financials	16.46
Real estate	2.30
Consumer discretionary	9.69
Consumer staples	3.84
Industrials	14.68
Basic materials	4.11
Energy	0.00
Utilities	0.00
Cash and cash equivalents	26.78

You should know

Important information

Copies of the Prospectus, the Key Investor Information Document (KIID), the Supplementary Information Document (SID), and application forms may be obtained, free of charge, from Rathbone Unit Trust Management Limited.

Emerging markets are volatile and may suffer from liquidity problems. Changes in rates of exchange between currencies may cause the value of investments to decrease or increase.

Details of tax levels and reliefs may change in the future. The value of any tax relief depends on individual circumstances. If you have doubts about your tax position, or the suitability of this investment, you should seek professional advice.

To meet the investment objective, the fund may also invest, at the Manager's discretion, in other transferable securities, approved money market instruments, warrants, cash and near cash, deposits and units in collective investment schemes. Use may be made of stocklending, borrowing, hedging and other investment techniques permitted by the FCA rules.

As the Manager's annual fee is taken from capital, this will mean that capital may be eroded or growth restricted to the extent of the charge and that, while there may as a result be a reduction in liability for Capital Gains Tax, there will be some increase in Income Tax liability for tax paying unitholders. All other income expenses are paid out of the fund's income.

Derivatives and forward transactions may be used by the fund for investment purposes as well as for the purposes of efficient portfolio management (including hedging). The use of derivatives for investment purposes may increase the volatility of the fund's Net Asset Value and may increase its risk profile.

Information notes

[^]The OCF includes an Annual Management Charge. From April 2018, the ongoing charges figure has been calculated according to PRIIPs regulations, which came into effect on 1 January 2018. Holdings are based on six monthly audited accounts. Changes to fund holdings within this period may result in higher or lower ongoing charges.

Source performance data FE fundinfo, price performance based upon bid to bid prior to 21.01.19 and single price (mid) thereafter. I-class Data using prices as at 31.10.2021. Launch date 25 March 2013. UK Consumer Price Inflation figures quoted with a one month lag.

Rathbone Unit Trust Management has achieved a Bronze Rating in the Equity – Global Blend sector by Citywire for their rolling risk-adjusted performance, across all management teams in the sector, over the period 30.06.2014-30.06.2021.