



# AIM INHERITANCE TAX PORTFOLIO

## Quarterly Factsheet

### INVESTMENT OBJECTIVE

Mole Valley Asset Management’s AIM Inheritance Tax Portfolio aims to provide clients with long term capital appreciation whilst sheltering their investments from Inheritance Tax by investing in AIM listed companies that qualify for business property relief. Risk is diversified by investing in a broad range of companies that have very different business exposures.

### QUARTERLY COMMENTARY (Oct - Dec 2018)

Against an extremely challenging market background, where the overall Aim index fell by nearly 20% in 2018, including over 20% in the final quarter, there were few places to hide for a 20 stock Aim portfolio.

There was a fairly indiscriminate sell off towards the year end, as negative concerns, led by global trade wars, rising US interest rates and Brexit, all weighed down on investor sentiment.

In the circumstances, the portfolio showed relative resilience with a material outperformance of the overall Aim market. The 2018 winners were led by Creo Medical, focused on surgical endoscopy, following a successful fund raise, as well as Burford Capital, one of the market leaders in legal finance. The performance was boosted also by the prudent exit of several stocks, where we locked in substantial gains at inflated valuations, including Fever-Tree and IG Design.

As a consequence of the disposals and market shake out, the IHT portfolio finished the year sitting on some funds to reinvest when the right opportunities emerge, holding only 18 stocks.

### PERFORMANCE AND FUND STATISTICS

	1m	3m	6m	1y	Since Inception
	-2.91%	-17.04%	-15.75%	-8.25%	63.22%

  

Top Ten Holdings		Sector Weights	
Name	Portfolio		
Burford Capital	9.74%	Consumer Discretionary	
Creo Medical Gro	6.77%	Industrials	
Angling Direct P	5.88%	Health Care	
Tekmar Group Plc	5.39%	Information Technology	
Gear4music Holdi	5.34%	Financials	
Osirium Technolo	4.93%	Consumer Staples	
Young Brew-A	4.63%	Materials	
Everyman Media G	4.50%		
Sigmaroe Plc	4.45%		
James Halstead	4.42%		
Top Ten Holdings	56.04%		

  

Inception Date:	6/1/2016	
Annualised Rate of Return:	20.87	%
Best Month:	13.04	Jul-16
Worst Month:	-9.87	Oct-19
No of Holdings:	18	
Risk Grade:	High	
Std Dev:	0.63%	

The value of your investments and the income from them may go down as well as up. Existing IHT tax legislation may change to the detriment of your investment. There is no guarantee that individual companies on AIM will continue to qualify for Business

# MONTHLY PERFORMANCE HISTORY

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016						-8.60%	13.04%	7.63%	6.84%	1.83%	4.97%	3.81%	31.85%
2017	6.93%	3.37%	1.35%	6.80%	9.93%	-0.63%	4.78%	1.13%	-0.85%	0.28%	-6.06%	4.34%	34.92%
2018	-0.45%	-2.43%	5.30%	1.85%	4.75%	-0.21%	2.28%	0.87%	-1.51%	-9.87%	-5.32%	-2.91%	-8.25%

Performance is a composite made from grouping together each individual client IHT portfolio. All client portfolios hold the identical stocks but weightings will differ depending on start date. On *start date* each client has their own individual portfolio which will begin with an approximate 5% weighting in each of the twenty MVAM IHT portfolio stocks. At time the portfolios may hold some cash when we are between investments

## BENEFITS

- Inheritance Tax planning
- Clear reporting
- Easy access to your money

## RISKS

- Tax rules may change. Inheritance Tax exemption not guaranteed
- Focussed portfolio
- Money invested in small

## FEES

- No entry or exit fees
- Fees 1% + VAT
- Dealing fees of 0.3% fee plus £5 admin fee

## ABOUT MVAM

Mole Valley Asset Management offer innovative and bespoke investment services to private clients and intermediaries. A highly experienced team, investing client savings directly into the markets, aided by proprietary screening and original research. We always remember that it's your money.

## PORTFOLIO MANAGEMENT TEAM

CRAIG HARPER



JOHN BAILLIE



ANDREW HOLDER



[www.mvam.com](http://www.mvam.com)

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