

# AIM INHERITANCE TAX PORTFOLIO

## Quarterly Factsheet

### INVESTMENT OBJECTIVE

Mole Valley Asset Management's AIM Inheritance Tax (IHT) 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 relief. Risk is diversified by investing in a broad range of companies that have very different business exposures.

### QUARTERLY COMMENTARY October—December 2019

After what can only be described as a poor first nine months of our investments in AIM shares it improved markedly in the final quarter. This did still leave the approach down slightly on the year in absolute terms and down versus the return of the AIM index for the first year since inception. Returns since inception of just over 60% are still very respectable and well above the benchmark index.

With environmentally aligned stocks posting strong gains in 2019 the portfolio is now led by Tekmar and Ceres Power. Tekmar provides the casings for cables that bring the power from windfarms, while Ceres Power has an interesting fuel cell which is starting to see sales in the Far East and elsewhere. Both stocks rose over 50% in the year and we expect more in 2020.

Creo Medical was a weak spot in the final month of the year as the company raised money to fund future growth. We remain very positive on the position.

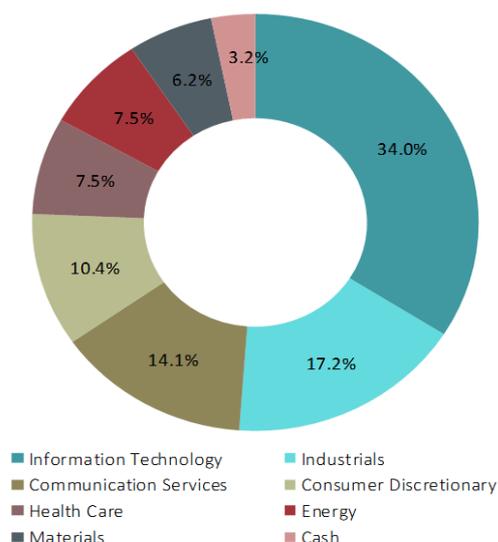
Looking into 2020 with some stability in the political situation and the effects of the demise of Woodford Investments beginning to wear off a little, we see our portfolio where recent positive news flow has gone unrewarded being poised to move higher.

#### Top Ten Holdings

Name	Portfolio
Tekmar Group Plc	7.5%
Ceres Power Hold	7.3%
Blackbird PLC	6.4%
Sigmaroc Plc	6.2%
Creo Medical Gro	5.8%
Angling Direct P	5.6%
GB Group Plc	5.5%
Team17 Group Plc	5.3%
Oxford Metrics PLC	5.1%
Pennant Intl	5.0%

**Top Ten Holdings 59.6%**

#### Sector Weights



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 Relief and thereby exemption for IHT. Eligibility is determined by HMRC at the point it is claimed.

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# PERFORMANCE

1m	3m	6m	1y	Inception
3.80%	10.27%	-1.07%	-1.58%	60.64%

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016						-8.60%	13.05%	7.63%	6.84%	1.84%	4.97%	3.81%	31.85%
2017	6.93%	3.37%	1.35%	6.80%	9.93%	-0.63%	4.78%	1.11%	-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%	-9.79%	-5.32%	-2.91%	-8.25%
2019	0.13%	-2.57%	-0.51%	5.45%	-1.52%	-1.29%	-1.46%	-10.03%	1.21%	3.14%	3.00%	3.80%	-1.58%

## Key Facts

Inception Date:	01-Jun-16
Annualised Rate of Return:	-0.83%
Best Month:	13.05% Jul-16
Worst Month:	-10.03% Aug-19
No of Holdings:	20
Risk Grade:	High
Std Dev:	0.48%

Performance is a composite made from grouping together each individual client IHT portfolio. All client portfolios hold identical stocks but weightings will differ depending on the start date. On the 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. Occasionally 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 is not guaranteed
- Focussed portfolio
- Money invested in small companies

## FEES

- No entry or exit fees
- Fees 1% + VAT
- Dealing fees of 0.3% fee plus £10 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



ANDREW HOLDER



DUNCAN SANFORD



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

TIME TO LOOK AT THE BIG PICTURE?