

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 may qualify for business relief. Risk is diversified by investing in a broad range of companies that have very different business exposures.

QUARTERLY COMMENTARY July—September 2020

In a flat equity market, it is pleasing to see a strong quarterly return for the IHT portfolio. This was driven by two positions in the portfolio confirming the importance of a concentrated focused approach.

Diurnal, the Wales based pharmaceutical company became only the third AIM-listed company to receive approval from the US Food & Drug Administration (FDA) for a drug. If you want to see how beneficial this drug is to children, please visit their website. It is nice to think your investments are not only going up in value but helping children too!!

Mirriad Advertising rallied strongly as management reaffirmed that their technology continues to attract attention from major US companies. We await the contract but are not sure whether to hold our breath given the management have a bit of a record on being confident!!

On the downside, Tekmar, the North East based company that supplies subsea protection for cables coming from windfarms saw the departure of their CEO. We expect to see significant growth from this company and are not too concerned by this market development.

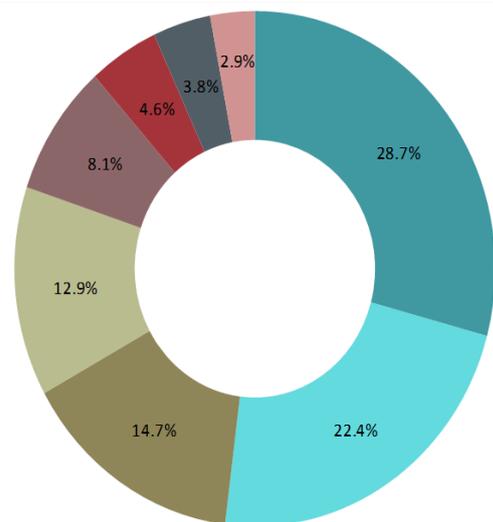
New additions to the portfolio included Inspirational Healthcare, a company specialising in neonatal intensive care and Benchmark Group, which develops products to improve animal health and nutrition. New management inspire confidence.

Top Ten Holdings

Name	Portfolio
Mirriad Advertising	9.4%
Diurnal Group PLC	8.3%
Ceres Power Holdings	7.5%
Proactis Holding	5.9%
Blackbird PLC	5.5%
Team17 Group Plc	5.3%
Avacta Group Plc	5.2%
Zoo Digital Group	4.9%
Creo Medical Group	4.8%
Ixico Plc	4.6%

Top Ten Holdings 24.8%

Sector Weights



- Health Care
- Information Technology
- Communication Services
- Industrials
- Cash
- Consumer Staples
- Materials
- Energy

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
2.28%	6.86%	52.88%	25.11%	82.27%

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%
2020	4.80%	-14.14%	-17.51%	24.56%	12.47%	2.13%	-2.03%	6.64%	2.28%				13.46%

Key Facts

Inception Date:	01-Jun-16
Annualised Rate of Return:	14.56%
Best Month:	24.56% Apr-20
Worst Month:	-17.51% Mar-20
No of Holdings:	20
Risk Grade:	High
Std Dev:	0.85%

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

TIME TO LOOK AT THE BIG PICTURE?