



FACTSHEET • MARCH 2024

Amati AIM IHT Portfolio Service

Fund Objective

The Service operates on the basis of a Model Portfolio of AIM-quoted stocks, which provides the template for the discretionary management of portfolios held by clients of wealth managers and other intermediaries. The stocks chosen for the Model Portfolio are those that to the best of our knowledge are likely to qualify for Business Property Relief ("BPR"), and as such could potentially provide up to 100% inheritance tax relief after a holding period of two years (subject to the final determination of HMRC). Dividends received from portfolio companies are reinvested.

Contact Details

Investment Manager

Amati Global Investors Ltd
8 Coates Crescent
Edinburgh
EH3 7AL

T: +44 (0) 131 503 9115

F: +44 (0) 131 503 9110

E: info@amatiglobal.com

W: www.amatiglobal.com

Key Information

Total Assets	£58.1m
Minimum Investment	£50,000
Launch Date	29 August 2014
ISAable	Yes
No. of Holdings	29
Market Cap Range	£48m - £1,333m
Weighted Average Market Cap	£509m

Shares must have been held for at least two years and must continue to be held as shares meeting the requirements of BPR legislation, until the death of the donor, so it is advisable to ensure that the client's will clearly identifies which beneficiary is to inherit the shares.

Standardised portfolio, based on Amati's Model Portfolio template

Tax relief can be restricted where a portfolio company owns 'excepted' assets not used for the purposes of the trade

Shareholdings must be in companies whose businesses are not wholly, or mainly, that of dealing in securities; land & buildings; or the making and holding of investments. For further information, please visit our IHT page [here](#).

Investment Team



Dr Paul Jourdan
CEO & Fund Manager



David Stevenson
Director & Fund Manager



Dr Gareth Blades
Analyst



Scott McKenzie
Fund Manager

Ratings & Signatories



Charges

Investment Management Fee Annual 1% plus VAT on portfolio value, paid monthly in arrears
No initial charges
No additional platform or manager fees for dealing

Administration and Custody Charges Annual 0.3% on portfolio value, subject to a £120 minimum and a £3,000 maximum, paid quarterly in arrears
Annual £35 nominee fee
No additional charge for the ISA wrapper
HMRC-approved probate valuations £25

Other charges Advisory charges as agreed between the client and their financial adviser

Cumulative Performance

	AIM IHT Return (%)*	Index Return (%)**
1 month	1.18	1.26
3 months	-0.99	-2.19
6 months	8.82	2.22
1 year	-1.67	-6.57
2 years	-15.46	-27.17
3 years	-20.55	-35.27
5 years	2.43	-13.49
Since Launch#	94.77	7.35

Cumulative performance data as at 31/03/2024

*Amati AIM IHT Model Portfolio dividends reinvested, net of AMC, platform fees and trading costs, excluding advisory charges

**Deutsche Numis Alternative Markets Total Index Return
#29 August 2014

Past performance is not a reliable indicator of future performance.

Discrete Annual Performance

	Fund Return (%)	Benchmark Return (%)
31/03/2024	-1.67	-6.57
31/03/2023	-14.03	-22.05
31/03/2022	-6.02	-11.12
31/03/2021	56.73	74.16
31/03/2020	-17.74	-23.26

 **ARC Peer Group Analysis/Rankings (as at 31/12/2023)**

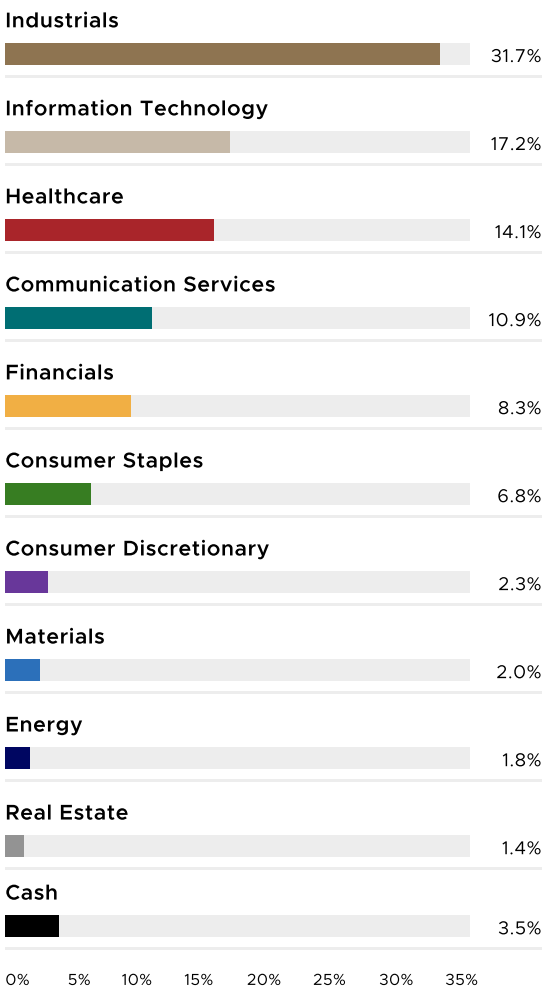
Percentiles and Return %	Last quarter	1 year	3 year	5 years	112 months
25th Percentile	11.51	-0.03	-2.22	21.60	49.70
50th Percentile	9.32	-3.20	-16.26	4.65	36.45
75th Percentile	6.42	-6.13	-23.72	-1.74	24.15
Amati Model Portfolio	9.89	-3.20	-14.73	11.11	96.67

Percentiles and Return %	2023	2022	2021	2020	2019
25th Percentile	-0.03	-22.74	23.06	5.23	27.19
50th Percentile	-3.20	-24.37	18.93	3.74	24.55
75th Percentile	-6.13	-27.91	12.91	-1.16	21.72
Amati Model Portfolio	-3.20	-26.26	19.46	5.88	23.07

Source: ARC Research Ltd PCI as at 31/12/2023

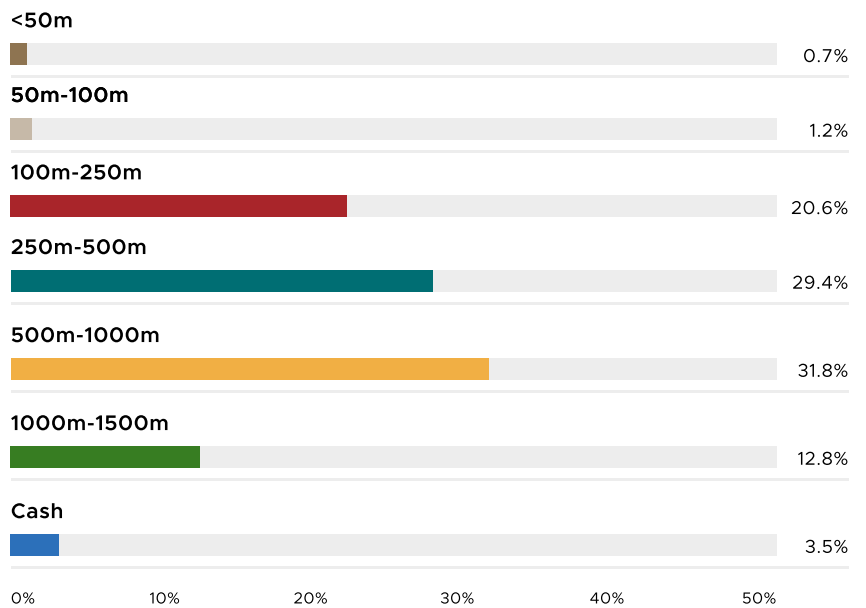
Past performance is not a reliable indicator of future performance.

 **Sector Weightings**



Source: Amati Global Investors as at 31/03/2024

 **Market Cap (£)**




Source: Amati Global Investors as at 31/03/2024

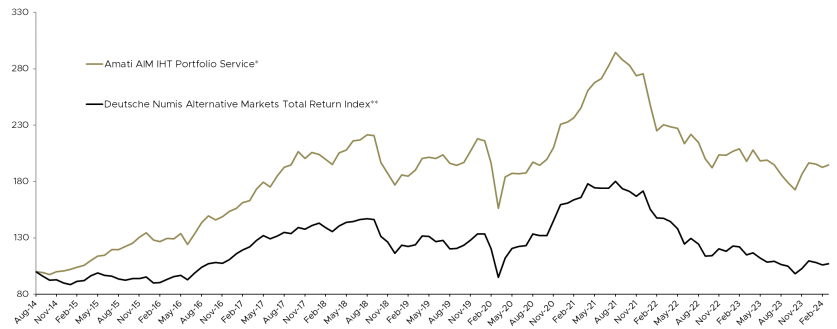
 **Geographical Distribution by Revenue**



- **United Kingdom** 58.3%
- **Europe (ex UK)** 16.8%
- **North America** 17.9%
- **Rest of the World** 7.0%

Source: Amati Global Investors as at 31/03/2024

 **Performance vs Benchmark**




Source: Amati Global Investors as at 31/03/2024


*Amati AIM IHT Model Portfolio dividends reinvested, net of AMC, platform fees and trading costs, excluding advisory charges (re-based to 100).

**The stocks comprising the Index are aligned with the objectives of the Service, and on that basis the Index is considered an appropriate performance comparator for the Service. Please note that the Fund is not constrained by or managed to the Index.

Sources: Amati Global Investors Ltd and Deutsche Numis Securities Ltd.

Past performance is not a reliable indicator of future performance.

 **Investment Report**

Please [click here](#) for audio 

Global equity markets continued to move upwards in March as investors responded well to a generally positive results season and an improving economic growth backdrop. There was a notable improvement in the PMI surveys globally with all major economic blocs reporting an upturn in these indicators during the month. The momentum effects seen in global equities in February persisted into March with markets reaching new highs during the month in the US, Europe and Japan. The UK equity market participated fully in this upswing with only the AIM index lagging a little. Rate cut expectations remain on hold across the UK, US and Europe with no major policy announcements from central banks and broadly flat government bond yields over the month.

UK economic data overall remains pretty mixed but the shallow recession confirmed in the Q4 GDP data appears to be showing signs of reversal already, with the main business and consumer surveys suggesting some improvement and UK inflation continuing to fade. There is increasing optimism that interest rates have peaked and may start to decline in the months ahead and we are already seeing better conditions in the mortgage market along with a modest uptick in house prices and stronger activity levels. The recent Budget was accompanied by more positive forecasts from the OBR for GDP and inflation and there were some initial attempts at capital market reform with the introduction of the 'Brit ISA' and increased UK pension fund disclosure.

It has been a steady start to 2024 for UK markets but we believe that there are increasing grounds for optimism. Many of the issues which have been holding back UK capital markets (and AIM in particular) are now receiving greater attention from the Chancellor, the FCA and the LSE amongst others, and the need for change is broadly supported across the political spectrum. The ongoing selling of UK equities by domestic investors is a dispiriting trend but there are some early signs that this may diminish going forward. We have seen a significant pickup in takeover activity during March and share buybacks amongst UK listed companies are becoming ever more prevalent. These trends provide clear evidence that valuations for UK listed companies are now at extremely attractive levels, with corporates, trade and private equity buyers as well as non-UK investors all beginning to take advantage of the bargains available. We remain focussed on owning companies with strong balance sheets and proven management teams and we are increasingly confident that our portfolio returns can improve meaningfully from here.



Written by
Scott McKenzie

 **Risk Warnings**

Investment in smaller companies can be higher risk than investment in well-established blue chip companies. Portfolios investing significantly in smaller companies can be subject to more volatility due to the limited marketability of the underlying asset. Amati, in its capacity as discretionary investment manager, will select stocks which it expects to qualify for BPR, but it cannot guarantee 100% of the portfolio will be exempt from IHT after 2 years, nor that the qualification rules as set out by HMRC will not change in future in a way that affects the status of individual holdings.

Any investment in equities is subject to risk, and smaller companies can involve more risk than larger companies. Illiquidity means that buying and selling portfolio holdings may take time, and in a worst case scenario companies could be delisted from AIM making them very difficult to deal in. This investment product places your capital at risk and you may not get back the full amount invested. Tax treatment may be subject to change and depends on the individual circumstances of each investor. The availability of tax reliefs also depends on the investee companies maintaining their qualifying status. Neither past performance or forecasts are reliable indicators of future results and should not be relied upon. Unquoted or smaller company shares quoted on AIM are likely to have higher volatility and liquidity risks than other types of shares on the London Stock Exchange Official List. This content is not intended to constitute investment, tax or legal advice. Investors should consult their professional financial adviser to determine the suitability of this investment before they proceed.