

FACTSHEET • APRIL 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

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Key Information

Total Assets	£58.3m
Minimum Investment	£50,000
Launch Date	29 August 2014
ISAable	Yes
No. of Holdings	29
Market Cap Range	£57m - £1,273m
Weighted Average Market Cap	£495m

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	-0.06	2.44
3 months	-0.38	1.67
6 months	12.65	11.93
1 year	-6.38	-5.93
2 years	-14.88	-23.94
3 years	-25.30	-38.25
5 years	-2.80	-16.43
Since Launch#	94.66	9.97

Cumulative performance data as at 30/04/2024

*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 (%)
30/04/2024	-6.38	-5.93
28/04/2023	-9.07	-19.15
29/04/2022	-12.24	-18.81
30/04/2021	41.68	59.01
30/04/2020	-8.17	-14.89


 **ARC Peer Group Analysis/Rankings (as at 31/03/2023)**

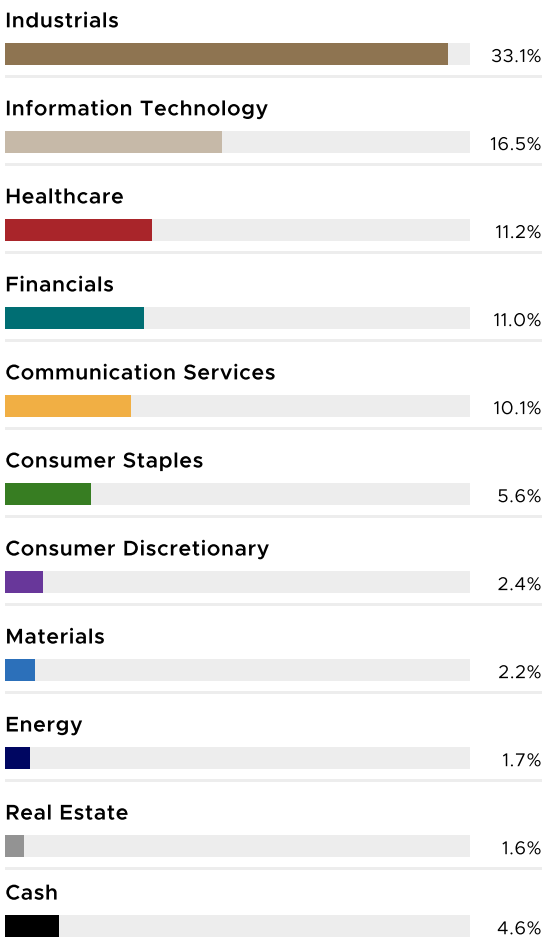
Percentiles and Return %	Last quarter	1 year	3 year	5 years	112 months
25th Percentile	-0.26	2.57	-10.32	11.17	55.64
50th Percentile	-2.48	-0.50	-21.90	-3.00	36.80
75th Percentile	-4.37	-5.22	-27.36	-8.35	19.27
Amati Model Portfolio	-4.37	-1.67	-20.57	2.41	94.73

Percentiles and Return %	2023	2022	2021	2020	2019
25th Percentile	-0.26	0.01	-22.69	23.28	4.63
50th Percentile	-2.48	-3.04	-24.28	18.97	3.45
75th Percentile	-4.37	-5.56	-27.87	13.40	-1.16
Amati Model Portfolio	-0.99	-3.20	-26.26	19.46	5.88

Source: ARC Research Ltd PCI as at 31/03/2024

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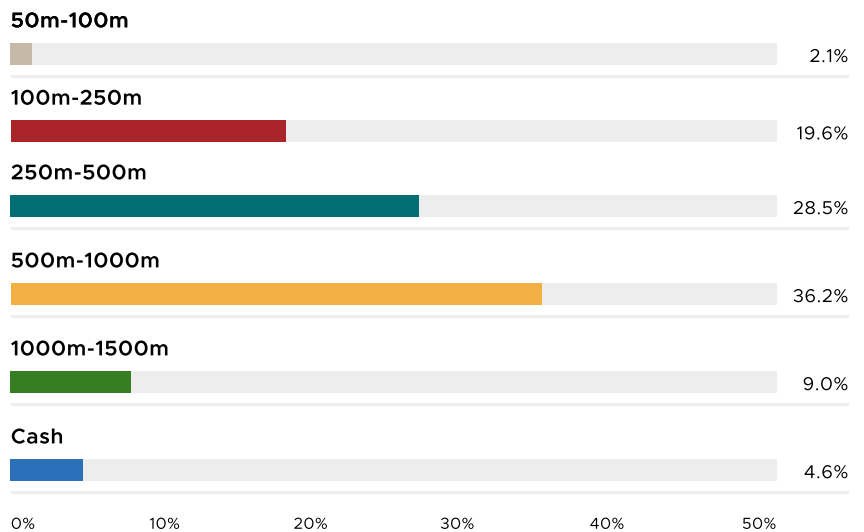
 **Sector Weightings**



0% 5% 10% 15% 20% 25% 30% 35%

Source: Amati Global Investors as at 30/04/2024

 **Market Cap (£)**



Source: Amati Global Investors as at 30/04/2024

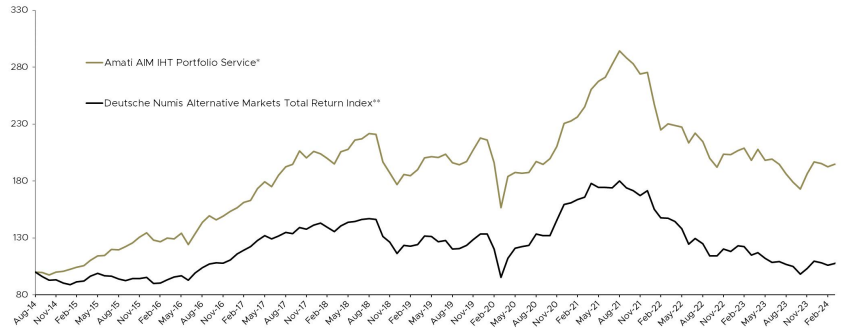
Geographical Distribution by Revenue



- **United Kingdom** 58.0%
- **Europe (ex UK)** 15.2%
- **North America** 16.7%
- **Rest of the World** 10.1%

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

Performance vs Benchmark



Source: Amati Global Investors as at 30/04/2024

*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.

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Investment Report

Please [click here](#) for audio

There has been a quiet but persistent change in momentum occurring within the UK market in recent months. In late October last year, the first indication of an improving inflationary picture emerged, prompting a reset of interest rate expectations. From a likelihood of ongoing increments, the consensus view changed to a lower peak with the prospect of early cuts. Whilst inflation has proved to be a bit stickier than hoped, nevertheless, sentiment towards interest rates has remained dovish. The market had to absorb a technical recession in the UK at the end of 2023, but the UK macro picture is now improving in terms of confidence and activity indicators, with hopes building of a coming upgrade to GDP forecasts. With investor appetite for smaller companies being positively influenced by the prospect of lower interest rates and a better domestic economic outlook, this segment of the market is now showing decent outperformance against larger stocks over the last six months. More recently the overall UK market has finally begun outperforming international markets, notably the US, including Nasdaq. Who would have thought that? The missing piece of the jigsaw remains positive fund flows into UK equities but it feels like this headwind may also be close to dissipating which, if true, could lead to a liquidity-driven squeeze in the asset class.



Written by
David Stevenson

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.