



# AIM Inheritance Tax Portfolio



## 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

While the AIM market started the quarter positively, rising 1.5% in July, the market came crashing back down in August and September. This volatility has been a familiar story for the AIM in recent times and has seen our portfolio go from significant highs to underperforming the market.

As a result of this, we have seen another poor quarter from the AIM-IHT portfolio, with the market continuing to discount small companies to far below the valuations we saw several months ago. Several of the AIM companies have fallen sharply, with investors moving away from low-liquidity investments, in favour of larger-cap stocks. We have several companies which continue to deliver good news and perform well as businesses, but which have become significantly discounted due to their size and liquidity, making them companies which represent excellent value. We are awaiting a market upturn, at which point we would expect the companies in our AIM portfolio, and across the entire AIM market, to shoot back up to what we see as their true value.

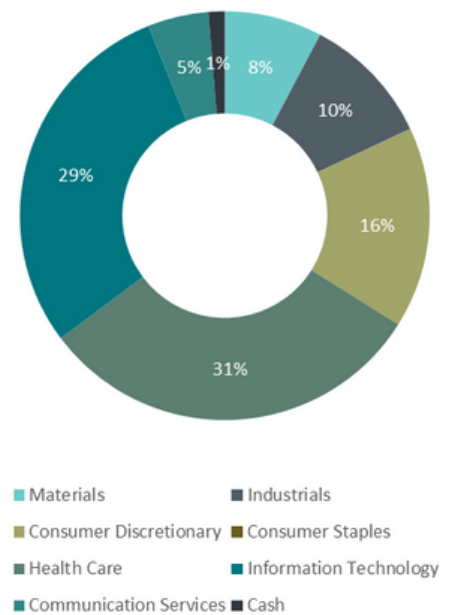
Whilst most companies have taken a hit, there have been some success stories. Hvivo, the clinical trial company, had strong earnings and posted good results from one of their trials, leading the share to rise steadily over the quarter. DX group, the logistics company, also had some good news, causing the share to rise more than 30% over the quarter.

## July - September 2023

### Top five holdings

- Sigmaroc Plc
- Invinity Energy Systems Plc
- Kooth Plc
- Corero Network Security Plc
- Feedback Plc

### Sector Weights



The value of your investments and income from them may go down as well as up.

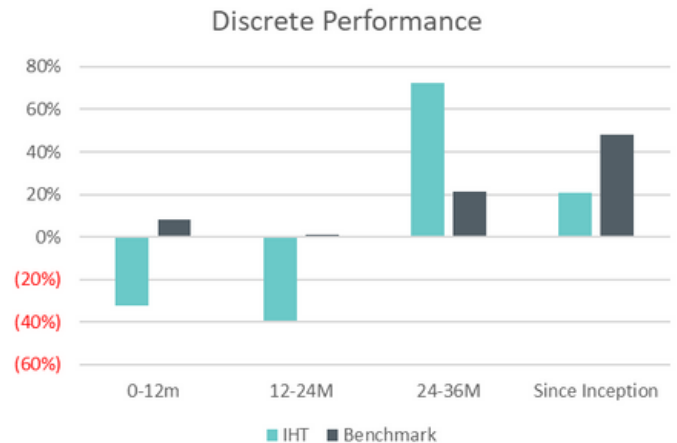
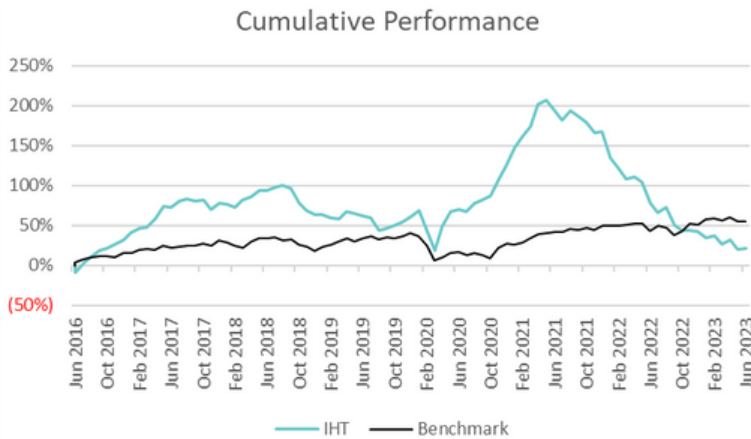
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# Performance

Cumulative Performance					
	3m	6m	1Y	3Y	Since Inception (01/06/2016)
IHT	-11.62%	-15.35%	-29.06%	-41.51%	6.61%
Benchmark	1.37%	1.50%	13.78%	27.81%	57.08%

Discrete Performance				
	0-12m	12-24m	24-36m	Since Inception (01/06/2016)
IHT	-29.06%	-47.56%	57.46%	6.61%
Benchmark	13.78%	(4.46%)	27.81%	57.08%



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 3.33% weighting in each of the 30 MVAM IHT stocks. Occasionally the portfolios may hold some cash when we are between investments. Past Performance does not indicate future performance. Our benchmark is the Vanguard FTSE UK All Share Index Unit Trust. All performance is net of fees.

## Benefits

- Experienced, successful team
- Consistent, repeatable strategy
- No leverage and no derivatives

## Risks

- Focussed portfolio
- Money invested in equities
- No hedging of currency

## Fees

- No entry or exit feed
- Fees of 1.25% including VAT
- Dealing fees of 0.4%

## About MVAM

Mole Valley Asset Management offers innovative and bespoke investment services to retail clients and intermediaries. We have 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



Duncan Sanford



Craig Harper



Aidan McCormack

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