

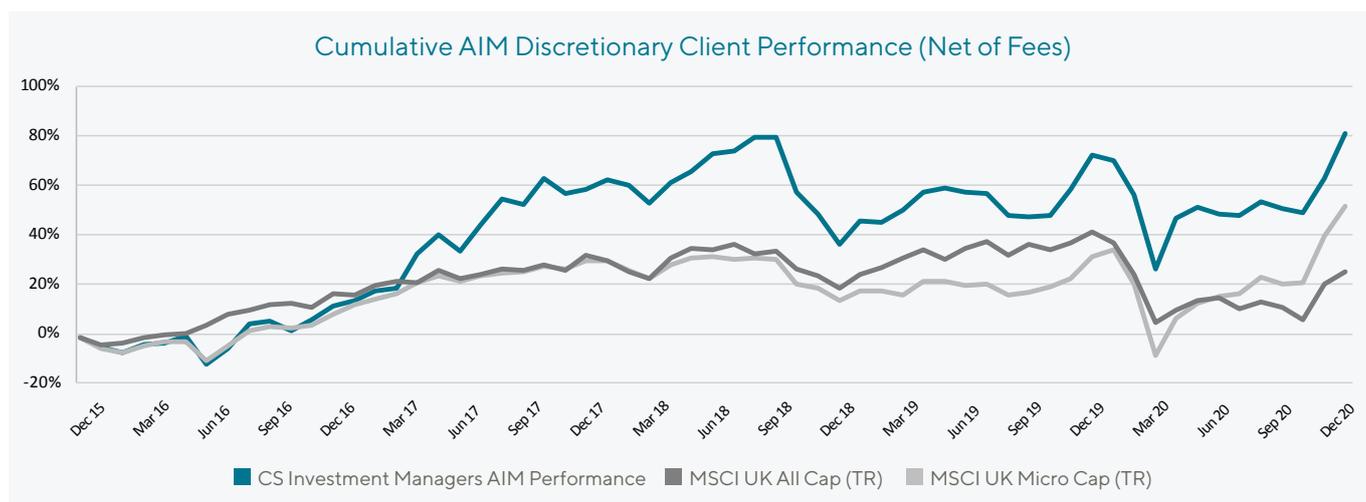
Global stock markets continued to climb the wall of worry in the final quarter of 2020. The Covid-19 vaccines were weighed up against the risk of growth in infections from the new variant of the virus. In the UK, the clouds of almost five years of Brexit uncertainty started to lift, following the Christmas Eve trade agreement with the EU. The relief saw smaller companies outperform: the MSCI UK Micro Cap index rose by 25.5% compared with the more internationally exposed MSCI UK All Cap's 12.5% gain. Meanwhile, our AIM IHT service produced a return of 19.8%.

During the final quarter of 2020 we continued to see several pockets of market euphoria continue to emerge in financial markets. For example, in AIM, several unprofitable hydrogen companies reached new all-time highs, producing spectacular returns, with some shares more than doubling in value. This is not an area we believe merits investment at this moment, due to excessively high valuations coupled with weak financial metrics, which we believe present the potential for significant downside risk.

The stocks within our AIM IHT service which provided the most upside during the period, were those which have been exposed to Brexit or perceived to be "Coronavirus victims". This included names such as Xpediator, a freight forwarding company and City Pub Group, which both returned 47%

respectively during the period. We continue to believe that domestically focussed UK companies are undervalued at present and that as investors get more comfortable with the European trade deal, we should see additional upside in this area over the coming period.

We continue to maintain a balance between structural growth companies in the AIM service, and those which are more exposed to a recovery in economic activity and a reduction in social restrictions. This provides us with a "core" holding in companies which continue to operate normally, irrespective of the pandemic, as well as companies which stand to benefit over the coming period from an eventual return to some form of "normality".



Total Return	CS Investment Managers Discretionary AIM Clients	MSCI UK All Cap Total Return	MSCI UK Micro Cap Total Return
3 Months	19.8%	12.5%	25.5%
1 Year	5.0%	-11.3%	15.3%
3 Years	13.8%	-5.2%	16.8%
5 Years	81.1%	26.0%	52.2%



CS Investment Managers Discretionary AIM Clients	MSCI UK All Cap Total Return	MSCI UK Micro Cap Total Return
Monthly Volatility 6.0%	Monthly Volatility 4.0%	Monthly Volatility 5.3%

Top 10 Holdings	%	Sector	Overall Sector Breakdown as at 31 December 2020
Ideagen	6.5	Software and Computer	
Keywords Studios	6.1	Support Services	
Sureserve Group	5.8	Support Services	
Gamma Communications	5.4	Telecommunications	
GB Group	5.0	Software and Computer	
Applegreen	5.0	General Retailers	
Caretech	4.7	Healthcare Equipment	
Begbies Traynor	4.3	Support Services	
Renew Holdings	4.0	Construction & Materials	
Smart Metering Systems	3.9	Support Services	

Source: CS Managers Ltd and MSCI. Data as at 31/12/20. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an 'as is' basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively the 'MSCI Parties') expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com)

Performance figures are indicative, drawn from stylised aggregate portfolios constructed from the combined discretionary portfolios managed by CS Investment Managers and Charlotte Square, Investment Managers. The figures are calculated on a monthly basis, net of fees and other charges and adjusted for contributions and withdrawals. Performance of individual portfolios may vary due to factors such as the portfolio size, stock selection and timing of investment transactions.

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AIM Investments can be illiquid in nature and carry a higher degree of risk than other securities and are not, therefore, suitable for some investors. The AIM Portfolio should be regarded as a higher risk, long term investment managed on a discretionary basis. We would strongly recommend seeking independent tax and financial advice before taking any action.