

Class F Shares - Institutional Net - 30 September 2023

TM home investor fund is the UK's first Financial Conduct Authority regulated residential Property Authorised Investment Fund (PAIF).

This factsheet is for information only. It is not designed to provide advice on the suitability of an investment for your personal financial situation. Investors should read the Key Investor Information Document or Prospectus which are available on www.homeinvestor.fund or by contacting info@hearthstone.co.uk.

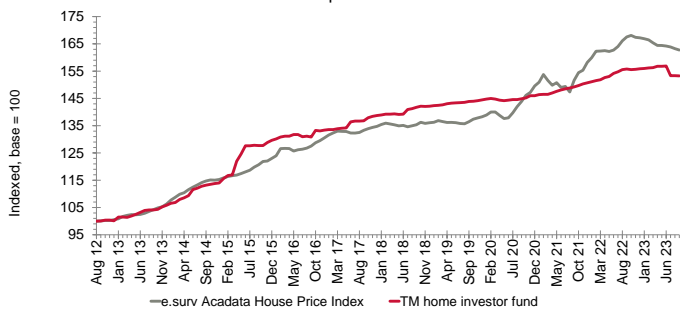
Investment Objective Summary

The Fund invests in private rented sector housing across mainland UK regions and aims to capture UK house price growth and provide an element of income return. The property investment manager, Hearthstone Asset Management Limited, uses quantitative asset allocation and qualitative regional stock selection to build a portfolio of assets reflecting the distribution of UK mainland housing stock which are let under assured shorthold tenancies (AST's) and corporate lets. Investment returns comprise capital growth and rental income. The e.surv Acadata House Price Index is used for performance comparisons only. It is not a target benchmark and the fund is not constrained by it. This index has been chosen as a comparator benchmark as it is based upon actual sales completed and is mix-adjusted.

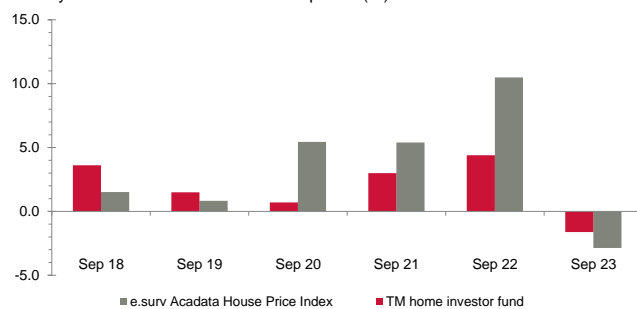
Please see the Key Investor Information Document or Prospectus for the full Investment Objective and Policy wording, and on the choice of performance comparator.

Fund v. Performance Comparator

Cumulative total return since share class inception



Discrete year until end of latest calendar quarter (%)



Cumulative total return (%) over period:

	1m	3m	6m	1y	3y	5y
TM home investor fund	-0.07	-2.32	-1.94	-1.62	5.78	8.11
e.surv Acadata House Price Index	-0.31	-0.89	-1.60	-2.87	13.11	20.26

Discrete total return (%) 12 months ending:

	Sep 19	Sep 20	Sep 21	Sep 22	Sep 23
TM home investor fund	1.49	0.70	2.99	4.39	-1.62
e.surv Acadata House Price Index	0.83	5.44	5.39	10.49	-2.87

Performance of Class F Shares - Institutional Net Accumulation Class, launched 03/08/2012. Prevailing single price*, net of charges, in GBP with income reinvested net of basic rate income tax. Performance of other classes may vary. Source of all data: Financial Express 30/09/2023 and e.surv 30/09/2023 unless stated otherwise.

*On 09-04-2015, the fund switched to a swinging single pricing basis with the prevailing single price used for performance calculation. Prior to that date, the fund was dual priced, with performance calculated on a bid-to-bid basis.

Important: You may get back less than the amount invested. Past performance is not necessarily a guide to future performance and future returns are not guaranteed. Tax treatment depends on the individual circumstances of each investor and may be subject to change in future.

Property Investment Manager's commentary

Thesis Unit Trust Management Limited (Tutman) as the authorised fund manager (AFM) of the Funds has, as of Monday 31st July 2023, obtained the agreement of the Funds' Depositary, NatWest Trustee and Depositary Services Limited, to suspend dealing in the Funds, effective from 10:30pm on 31st July 2023 until further notice. The investor notice and Q&A document can be downloaded from www.homeinvestor.fund, and further updates will be posted there as they become available.

CBRE Limited, the Standing Independent Valuer, reduced valuations on 24 of the Fund's properties in September by a total of £170,000 but rental income offset this reduction. The property portfolio valuation is down 0.7% over 12 months whilst the e.surv Acadata index shows a fall of 2.9% in house prices over the same period; the portfolio is generating a potential gross yield of 5.1%. The Fund has been priced at Bid-basis since 3rd July 2023 (a one-off reduction of -2.5%) as vacant properties are being marketed to raise cash, and this step was taken to protect remaining investors from the costs of property disposals. One sale completed in September for £215,000 and, at the time of writing, £429,500 has so far completed in October, another £1.7m of sales are under offer, and a further £2.2m being marketed for sale.

Rental growth remains strong at an average of 6% over the 12 months to the end of September, which is above the latest ONS rental index of 5.5%. Rent reviews of the Fund's existing tenancies have been broadly in line with the ONS at an average 5.4% but vacated properties have been relet at 8.0% above previous rents.

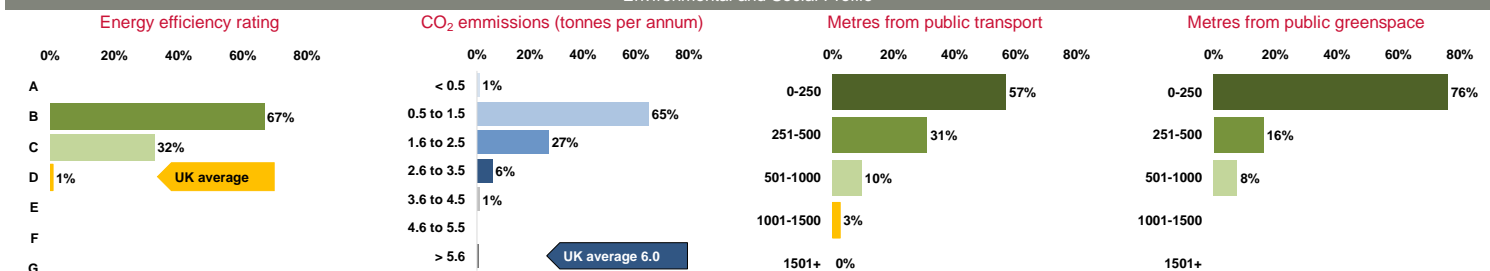
* The Standing Independent Valuer (SIV) attached a material valuation uncertainty clause to the Spectrum flats in Manchester in April 2021 following a failed EWS1 (external wall safety) assessment. These assessments were introduced by the government to improve fire safety of high-rise buildings including external cladding. As of the end of February there was no clarity as to potential cost and timing of any remedial works, or whether this may require funding from leaseholders, the clause remains in place. Consequently, the SIV states less certainty and a higher degree of caution should be attached to its valuation of these units, and that it may take longer than the usual 3-6 month marketing period should a decision be made to sell them individually. However, the original developer of the flats has recently signed the Government's Buildings Safety Repairs pledge and stated its intent to work with the site's Residents Management Company to agree a schedule of remediation works. All residents are aware of the situation and additional fire safety measures have been implemented. The 17 flats held by the fund, of which 12 are in a building below 18 metres, are part of a larger development of c. 600 apartments. Since a Material Valuation Uncertainty clause has been attached to these properties, the 30th June 2022 financial statements were qualified.

Portfolio Facts

Fund asset allocation		Top 10 property holdings		Property portfolio metrics		
Cash or equivalent	8.31%	Holding	Units	Valuation	Flats	86
Property - North West	9.56%	Quadrant Court, Empire Way, London HA9	22	£7,385,000	Terraced	66
Property - North East	0.00%	Wickhurst Green, Horsham, RH12	13	£4,510,000	Semi	58
Property - Yorks & Humber	3.66%	The Limes, Nottingham, NG8	18	£4,280,000	Detached	12
Property - South East	21.48%	Crocketts Lane, Smethwick, B66	13	£3,285,000	Total number of properties	222
Property - South West	9.74%	Whittingham Place, Preston, PR3	13	£2,910,000	Average property valuation	£263,662
Property - Wales	0.00%	*Spectrum, Blackfriars Road, Manchester M3	17	£2,785,000	Average tenant stay	35 months
Property - Scotland	2.64%	King Georges Park, Rowhedge, CO5	8	£2,705,000	1 year ave. occupancy (% of income)	95.64%
Property - East of England	11.29%	Rea Road, Northfield, Birmingham. B31	14	£1,905,000		
Property - East Midlands	9.43%	Portland View, Bristol, BS2	6	£1,750,000		
Property - West Midlands	10.14%	Willow Grange, Doncaster, DN4	8	£1,670,000		
Property - London	13.74%					

* See commentary above.

Environmental and Social Profile



All charts show the property portfolio by percentage of property units. Values may not total 100% due to rounding. Sources: Hearthstone and Department for Levelling Up, Housing and Communities, 30 September 2023

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Costs and charges

Entry charge:	1.00%	Please contact <i>Hearthstone</i> for current terms
Exit charge:	0.00%	and discounts on institutional classes
Annual charges ('OCF')*:	1.32%	

* Ongoing Charges Figure (OCF) is based on estimated annual expenses, and includes the Annual Management Charge of 0.75%. The OCF may vary from year to year.

Portfolio transaction costs: **0.02%** of average fund value for the year to 30/09/2023.

Please note that past performance on the first page is shown *after* charges
CHARGES TO CAPITAL: Charges for the income share class only, insofar as possible, are taken from capital. Whilst this may increase the level of income distributed, capital may be eroded if growth is less than charges taken.

Minimum investment

(May not apply for investment via online platforms or wraps)

Initial:	£100,000
Additional:	£100,000
Monthly:	n/a

Fund Price and Yield at 30 September 2023

	<u>Accumulation Class</u>	<u>Income Class</u>
Fund price (Bid-pricing basis):	£ 1.519	£1.519
Yield: *	1.06 %	1.06 %

* net of basic rate income tax. Income class yield is estimated, based on historical yield of the Accumulation class.

Past five years distributions (pence per share):

	0.44	0.00
2023		
2022	1.48	0.00
2021	0.86	0.00
2020	1.17	0.00
2019	1.86	0.00

Distribution dates: **Annual: 31 Oct**
Interim: 28 Feb, 31 May, 30 Nov

Investment ratios

Annualised over last 36 monthly prices. Source: *Financial Express Analytics*.

Volatility (Accumulation class):	1.57 %
Maximum drawdown (Accumulation class):	-2.32 %

How to invest

This share/unit class is available on the platforms listed below. Other classes may be available on different platforms.

Adviser/Wealth Manager platforms:

7IM
 AJ Bell
 Pershing
 Raymond James
 Wealthtime

Direct to consumer (non-advised) platforms:

AJ Bell

Environmental, Social, Governance (ESG)

Signatory of:



Key fund information

Fund name:	TM home investor fund (a subfund of the TM Hearthstone ICVC)
Performance comparator:	e.surv Acadata House Price Index
Fund launch date:	25/07/2012
Share class launch date:	03/08/2012 (Accumulation Class) 20/04/2020 (Income Class)
Fund size (Bid-pricing basis):	£62.54 million
Primary asset class:	UK Residential Property
Structure:	OEIC with PAIF Tax Status
Pricing frequency:	Daily
Subscription frequency:	Daily
Redemption frequency:	1st business day of calendar quarter (3 months prior notice)
Dealing time:	22:30 London, UK
Settlement:	T+4

Fund Codes

Class:	Class F Shares - Institutional Net	
	<u>Accumulation Class</u>	<u>Income Class</u>
Sedol:	B54N2C5	BLHXV83
ISIN:	GB00B54N2C52	GB00BLHXV832
Citicode:	112J	QZF7
MEXID:	8TIDEN	

MiFID category: **Non-complex**

Management & Administration

Fund Manager:	Stuart Springham, MRICS
Chief Investment Officer:	Andrew Smith, FRICS
Investment Committee:	Cedric Bucher Andrew Smith, FRICS Stuart Springham, MRICS Darren Stent

Property Investment Manager and Distributor: **Hearthstone Asset Management Limited
29 Throgmorton Street
London
EC2N 2AT
020 3301 1330
info@hearthstone.co.uk
www.homeinvestor.fund**

Authorised Corporate Director: **Thesis Unit Trust Management Limited
Exchange Building, St Johns Street,
Chichester, West Sussex,
PO19 1UP
01243 531234
www.tutman.co.uk**

Dealing and administration: **TM Hearthstone ICVC
Thesis Unit Trust Management Limited
Sunderland
SR43 4AZ
0333 300 0375**

Depository: **NatWest Trustee & Depository Services Limited**

Independent valuer: **CBRE Limited**

Auditor: **Grant Thornton UK LLP**

Fund ratings

FE Risk Score

17

FE Risk Scores define risk as a measure of volatility relative to that of the UK leading 100 shares which has a risk rating of 100, and cash having a rating of zero.

Important information

This financial promotion has been approved under Section 21 of the Financial Services and Markets Act 2000 by Thesis Asset Management Limited. Residential property values are affected by factors such as interest rates, economic growth, fluctuations in property yields and tenant default. Property investments are relatively illiquid compared to bonds and equities, and can take a significant amount of time to trade. Tax treatment depends on the individual circumstances of each investor and may be subject to change in future.

Hearthstone Investments Ltd is the parent company of the *Hearthstone Investments Group*. Regulated business is carried out by *Hearthstone Asset Management Limited*. *Hearthstone Asset Management Limited* is an appointed representative of *Thesis Asset Management Limited* which is authorised and regulated by the Financial Conduct Authority (114354). *Hearthstone Investments Ltd* (06379066) and *Hearthstone Asset Management Limited* (07458920) are both registered in England and Wales. The registered office for both companies is c/o Waterstone Company Secretaries Ltd Suite LG:03, Bridge House, 181 Queen Victoria Street, London, EC4V 4EG.

Thesis Unit Trust Management Limited is the Authorised Corporate Director. Authorised and regulated by the Financial Conduct Authority (186882).