

Monthly Fund Update: February 2025
Important information: Financial Promotions have been replaced with Fund Updates, due to the termination of the fund

Thesis Unit Trust Management Limited (Tutman) as the authorised fund manager (AFM) confirmed on 30th October 2023 that a decision had been made to terminate the Funds. The termination of the Funds formally commenced from 1st December 2023. This decision was made following consultation with the Funds' Depositary (NatWest Trustee and Depositary Services Limited) and Property Investment Manager (Hearthstone Asset Management Limited).

A copy of the formal Investor Notice sent to investors on 30th October can be downloaded from www.homeinvestor.fund. This gives more background on the decision to terminate, an initial capital distribution from available cash, and the expected timescales to complete the sale of the portfolio.

Fund prices will continue to be calculated and published daily, and we will provide regular updates on progress via this document and on the website www.homeinvestor.fund.

Fund v. Performance Comparator to 28/02/2025

Cumulative total return (%) over period:

Discrete total return (%) 12 months ending:

	1m	3m	6m	1y	3y	5y
Feeder	-0.17	-0.71	-0.78	-1.84	-0.93	3.09
C Gross Acc	-0.10	-0.53	-0.61	-1.27	0.24	4.82
C Gross Inc	-0.30	-0.77	-0.89	-1.44	-0.50	-
D Net Acc	-0.11	-0.65	-0.64	-1.47	-0.44	3.85
D net Inc	-0.23	-0.98	-0.81	-1.57	-1.79	-
E Gross Acc	-0.16	-0.59	-0.65	-1.25	0.61	5.34
E Gross Inc	-0.25	-0.71	-0.76	-1.35	-0.12	-
F Net Acc	-0.09	-0.53	-0.55	-1.26	-0.01	4.52
G Net Inc	-0.20	-0.60	-0.86	-1.42	-0.51	4.06
ONS UK House Price Index	-0.09	-0.20	2.83	4.65	9.34	25.56

	Dec 19	Dec 20	Dec 21	Dec 22	Dec 23	Dec 24
Feeder	1.33	0.87	3.03	3.29	-1.73	-1.57
C Gross Acc	1.70	1.04	3.23	3.60	-1.41	-1.00
C Gross Inc	-	-	3.24	3.62	-1.97	-0.99
D Net Acc	1.44	0.99	3.02	3.34	-1.61	-1.10
D net Inc	-	-	3.05	2.99	-2.56	-0.94
E Gross Acc	1.81	1.10	3.39	3.67	-1.21	-0.85
E Gross Inc	-	-	3.37	3.73	-1.82	-0.87
F Net Acc	1.63	1.05	3.25	3.41	-1.48	-1.07
G Net Inc	1.55	1.06	3.21	3.46	-1.81	-1.05
ONS UK House Price Index	0.74	4.58	6.62	11.06	-2.09	3.08

Performance based on prevailing single price*, net of charges, in GBP assuming income and capital distributions reinvested net or gross of basic rate income tax according to share class. Source of data: Hearthstone Asset Management Limited 28/02/2025. ONS latest release 19/02/2025 is shown above as next release is not due until 26/03/2025.

*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.

Portfolio Facts at 28/02/2025

Fund asset allocation	Top 10 property holdings	Property portfolio metrics
Cash (Capital and Income) 4.05%	Holding Units Valuation	Flats 68
Property - North West 13.15%	Quadrant Court, Wembley, London HA9 20 £5,945,000	Terraced 48
Property - North East 0.00%	The Limes, Nottingham, NG8 17 £4,195,000	Semi 41
Property - Yorks & Humber 2.39%	Crocketts Lane, Smethwick, B66 12 £3,030,000	Detached 5
Property - South East 21.14%	Wickhurst Green, Horsham, RH12 8 £2,780,000	
Property - South West 9.07%	Whittingham Place, Preston, PR3 13 £2,730,000	Total number of properties 162
Property - Wales 0.00%	Spectrum, Blackfriars Road, Manchester M3 17 £2,685,000	
Property - Scotland 0.88%	King Georges Park, Rowhedge, CO5 6 £1,850,000	
Property - East of England 10.27%	Rea Road, Northfield, Birmingham. B31 11 £1,605,000	Average property valuation £253,512
Property - East Midlands 10.55%	Pandora Close, Locks Heath, SO31 4 £1,482,500	
Property - West Midlands 12.11%	Portland View, Bristol, BS2 4 £1,150,000	
Property - London 16.38%		

* See commentary below.

Property Investment Manager's commentary

The independent valuer, CBRE Limited, reduced its valuation of the property portfolio by £30,000 at the end of February, valuing 6 properties down and none up. This puts the annual change in the Fund's property valuations at -0.54% to the end of February. As the next release of the ONS UK House Price Index is not due until 26th March, to avoid delaying the publication of this update the data from the 19th February release is shown in the tables above.

5 property sales completed in February for a total of £1.3 million and 10 have completed so far in March for a total of £3.19 million. This brings the total number of completed sales to 66 since the Fund started the termination process. Currently, a further 11 properties are scheduled to complete by the end of March. This number is expected to increase further as many buyers are keen to complete ahead of the changes to Stamp Duty Land Tax which takes effect on 1st April. The Fund's Depositary has completed final compliance checks on 29 sales and commenced checks on another 9 which are potential March completions. We now have 88 property sales in conveyancing and another 51 on the market for a total of c. £34.5 million.

Using the November 2023 CBRE valuations as a reference, properties have completed or are sold subject to contract (SSTC) 0.99% below that valuation. We continue to conduct our own local due diligence when marketing properties for sale, and to apply our asset management experience with the aim of realising the best value for investors from these sales. Alongside the ongoing programme of vacant possession disposals, we are also exploring some bulk sales where the Fund owns clusters of apartments/houses in one location.

£4.5 million of cash was distributed to investors at the end of February, bringing the total capital distributed since the termination began to £19.3 million which is just under 31% of the Fund's November 2023 valuation. With the current pipeline of property sales, we expect to be able to make another distribution at the end of May.

* The 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 there is currently 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 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 2024 financial statements were qualified.

Latest Portfolio Disposal Progress to 20/03/2025

Property disposals and Liquidity			Capital distributions since 01/12/2023				
	Value	Number	Calculation date	Payment date	Total distribution	This distribution*	Distributed to date*
Properties owned at 01/12/2023	£57,470,000	218	04/12/2023	12/12/2023	£5,700,000	9.14%	9.14%
Sales completed since 01/12/2023	£19,086,600	66	09/05/2024	31/05/2024	£3,100,000	4.97%	14.11%
Properties remaining at 20/03/2025	£38,187,500	152	11/09/2024	30/09/2024	£3,000,001	4.81%	18.92%
On the market	£10,042,000	51	12/11/2024	29/11/2024	£3,000,001	4.81%	23.73%
Sold Subject to Contract	£23,912,050	88	12/02/2025	28/02/2025	£4,500,005	7.21%	30.94%
	Value	Number					
Capital cash held at 01/12/2023	£5,861,154						
Net property sales since 01/12/2023	£18,073,312	66					
Capital distributed to date	£19,300,007						
Capital cash at 20/03/2025	£3,264,511						

* Distributions as a percentage of the £62.37m bid-value of the Fund on 30/11/2023
See overleaf for the latest distribution rates in pence per share.

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Fund Codes

Share class	Sedol	ISIN	Citicode	MEXID
Feeder	B95V2K4	GB00B95V2K41	I3HL	8TRES
Class C Acc	B95VYK8	GB00B95VYK84	I3HM	8THEAP
Class C Inc	BLHXV50	GB00BLHXV501	QZF4	-
Class D Acc	B960879	GB00B9608795	I3HM	8TCLEA
Class D Inc	BLHXV61	GB00BLHXV618	QZF5	-
Class E Acc	B6X90Z0	GB00B6X90Z05	112I	8TSIDE
Class E Inc	BLHXV72	GB00BLHXV725	QZF6	-
Class F Acc	B54N2C5	GB00B54N2C52	112J	8TIDEN
Class G Inc	B76WFY7	GB00B76WFY75	112K	8TDENT

'Acc' = Accumulation share class, 'Inc' = Income share class

Key fund information

Fund name:	TM home investor fund (a subfund of the TM Hearthstone ICVC)
Performance comparator:	ONS UK House Price Index
Fund launch date:	25/07/2012
Fund size (Bid-pricing basis):	£42.01 million at 28/02/2025
Primary asset class:	UK Residential Property

Management & Administration

Investment Committee:	Cedric Bucher Andrew Smith, FRICS Darren Stent
Property Investment Manager and Distributor:	Hearthstone Asset Management Limited 704-5, Salisbury House 29 Finsbury Circus, London EC2M 5SQ 020 3301 1330 info@hearthstone.co.uk https://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

Month-end share price

Share class	ISIN Code	Price	Pricing basis
Feeder	GB00B95V2K41	£ 1.0030	Bid
Class C Acc	GB00B95VYK84	£ 1.0390	Bid
Class C Inc	GB00BLHXV501	£ 0.9546	Bid
Class D Acc	GB00B9608795	£ 1.0100	Bid
Class D Inc	GB00BLHXV618	£ 0.9434	Bid
Class E Acc	GB00B6X90Z05	£ 1.0610	Bid
Class E Inc	GB00BLHXV725	£ 0.9687	Bid
Class F Acc	GB00B54N2C52	£ 1.0310	Bid
Class G Inc	GB00B76WFY75	£ 0.8929	Bid

Income Distributions

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

Income is reinvested into the Fund for Accumulation share classes and made as a cash distribution for Income share classes. The latest published income distributions are:

Share class	ISIN Code	Accounting date	Pence per share	Payment date
Feeder	GB00B95V2K41	31/12/2024	0	28/02/2025
Class C Acc	GB00B95VYK84	31/12/2024	0	28/02/2025
Class C Inc	GB00BLHXV501	31/12/2024	0.0005	28/02/2025
Class D Acc	GB00B9608795	31/12/2024	0	28/02/2025
Class D Inc	GB00BLHXV618	31/12/2024	0.0033	28/02/2025
Class E Acc	GB00B6X90Z05	31/12/2024	0	28/02/2025
Class E Inc	GB00BLHXV725	31/12/2024	0.0005	28/02/2025
Class F Acc	GB00B54N2C52	31/12/2024	0	28/02/2025
Class G Inc	GB00B76WFY75	31/12/2024	0	28/02/2025

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

Capital Distributions

Whilst the Fund is winding down and properties sold, capital distributions will be made to investors. It is intended these distributions are made on the income distribution dates shown above if the Fund has more than 5% liquid cash. The latest published capital distribution rates and dates are shown below.

Share class	ISIN Code	Calculation date	Pence per share	Payment date
Feeder	GB00B95V2K41	13/02/2025	9.8241	28/02/2025
Class C Acc	GB00B95VYK84	12/02/2025	11.1848	28/02/2025
Class C Inc	GB00BLHXV501	12/02/2025	10.1927	28/02/2025
Class D Acc	GB00B9608795	12/02/2025	10.8841	28/02/2025
Class D Inc	GB00BLHXV618	12/02/2025	10.0725	28/02/2025
Class E Acc	GB00B6X90Z05	12/02/2025	11.4170	28/02/2025
Class E Inc	GB00BLHXV725	12/02/2025	10.3421	28/02/2025
Class F Acc	GB00B54N2C52	12/02/2025	11.0956	28/02/2025
Class G Inc	GB00B76WFY75	12/02/2025	9.6153	28/02/2025

A table of share prices pre- and post-accounting date for these capital distributions are available on the www.homeinvestor.fund website.

Important information

This document is for information only as the Fund is now closed pending termination and properties are being sold in order to distribute the proceeds to investors. 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 Bridgehouse Company Secretaries Ltd Suite 2.06, 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).