

31 October 2021

Fund Objective

To outperform (after deduction of costs) the Numis Smaller Companies Index (excluding Investment Companies) by at least 2% per annum over rolling five-year periods.

The manager believes this is an appropriate target given the investment policy of the Fund and the approach taken by the manager when investing. In addition, the manager believes an appropriate performance comparison for this Fund is the Investment Association UK Smaller Companies Sector.

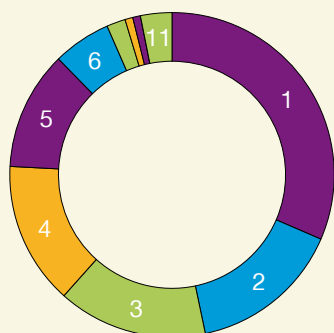
There is no guarantee that this objective will be achieved over any time period and actual investment returns may differ from this objective, particularly over shorter time periods.

Key Information

Fund Managers	Steve Vaughan / Charlie Broughton
Launch Date	01 November 1993
Fund Size	£339.93m
IA Sector	UK Smaller Companies
Active Share	95%*
Annual Turnover	9%

*Relative to Numis Smaller Companies Index (ex. Inv.Companies).
Source: Baillie Gifford & Co, Numis.

Sector Analysis of Total Assets



1	Consumer Discretionary	31.5%
2	Health Care	15.2%
3	Industrials	14.9%
4	Technology	14.2%
5	Financials	11.8%
6	Consumer Staples	5.8%
7	Energy	1.9%
8	Real Estate	0.8%
9	Basic Materials	0.8%
10	Consumer Services	0.0%
11	Cash	3.1%

Relative to FTSE sectors.

A negative cash position may sometimes occur due to obligations awaiting settlement.

Performance

Periodic Performance

	6 Months	1 Year	3 Years (p.a.)	5 Years (p.a.)
Class B-Acc (%)	-0.8	27.8	13.8	9.8
Index (%)*	3.4	44.5	10.7	9.2
Target (%)**	4.5	47.4	12.9	11.4
Sector Average (%)***	4.7	47.6	15.1	14.1
Sector Ranking	46/50	48/49	32/47	37/45

Performance source; StatPro, FE, Numis, total return in sterling.

*Numis Smaller Companies Index (ex. Inv. Companies).

**Numis Smaller Companies Index (ex. Inv. Companies) +2%.

***IA UK Smaller Companies Sector.

Investment Proposition

The Fund is actively managed, investing principally in smaller companies in the UK, and typically holds in the region of 40-80 stocks. We invest in companies with strong earnings per share and cashflow growth characteristics, which we believe is consistent with achieving attractive overall returns. We adopt a long-term approach and, as a result, portfolio turnover is low.

Top Ten Holdings

Holdings	% of Total Assets
1 YouGov	5.5
2 Genus	3.4
3 Kainos	3.2
4 Victoria	3.0
5 Alpha FX	2.9
6 dotdigital	2.9
7 4imprint	2.7
8 Fevertree Drinks	2.5
9 Burford Capital	2.5
10 Abcam	2.4
Total	31.0

Total may not sum due to rounding.

Charges and Yield

	Initial Charge	Ongoing Charge	Historic Yield
Class B-Inc (%)	0.00	0.67	0.00
Class B-Acc (%)	0.00	0.67	0.00

The ongoing charge figure is at the latest annual or interim period.

Annual Discrete Performance

	30/09/16-30/09/17	30/09/17-30/09/18	30/09/18-30/09/19	30/09/19-30/09/20	30/09/20-30/09/21
Class B-Acc (%)	12.3	8.2	-19.6	18.6	37.7
Index (%)*	20.2	1.4	-4.1	-9.6	45.9
Target (%)**	22.6	3.4	-2.1	-7.8	48.8
Sector Average (%)***	25.0	10.8	-7.1	-0.4	51.1

Additional Fund Information

The Fund is a sub-fund of the Baillie Gifford UK & Balanced Funds ICVC (Investment Company with Variable Capital) which is an umbrella Open-Ended Investment Company. Its Authorised Corporate Director ('ACD') is Baillie Gifford & Co Limited.

The yields quoted are historic yields based on distributions paid by the Fund in the previous 12 months as a percentage of the mid-market share price, as at the date shown. Investors may be subject to tax on their distributions. The disruption caused by the Coronavirus to global economies, markets and companies could reduce the distributions paid by the Fund in the future.

The ongoing charges figure is based on the expenses for the financial year and may vary from year to year. It excludes the cost of buying and selling assets for the Fund although custodian transaction costs are included. Further explanation of all the charges and costs relating to this Fund can be found in the Enhanced Disclosure of Fund Charges and Costs document which is available through our website, bailliegifford.com.

Active Share is a measure of how actively managed a Fund is and is calculated by taking 100 minus the % of the Fund that overlaps with the comparative index. An active share of 100 indicates no overlap with the comparative index and an active share of zero indicates a portfolio that tracks the comparative index. We have chosen to show Active Share against the Numis Smaller Companies Index (excluding Investment Companies).

Turnover is calculated by taking the smaller figure of either total purchases or total sales for the month and dividing it by an average market value. The Annual Turnover is then calculated as the sum of the monthly turnover figures for the 12 month period.

Further Information

Any comments expressed in this factsheet should not be taken as a recommendation or advice.

This factsheet does not provide you with all the facts that you need to make an informed decision about investing in the Fund. You need to read the associated Key Investor Information Document and Supplementary Information Document and decide whether to contact an authorised intermediary.

This factsheet has been issued and approved by Baillie Gifford & Co Limited (Financial Services Register 119179), which is wholly owned by Baillie Gifford & Co (Financial Services Register 142597), both of which are authorised and regulated by the Financial Conduct Authority of 12 Endeavour Square, Stratford, London, E20 1JN.

Legal Notices

Source: London Stock Exchange Group plc and its group undertakings (collectively, the "LSE Group"). © LSE Group [year]. FTSE Russell is a trading name of certain of the LSE Group companies.

["FTSE", "Russell"] are a trade mark(s) of the relevant LSE Group companies and are used by any other LSE Group company under license. "TMX®" is a trade mark of TSX, Inc. and used by the LSE Group under license. All rights in the FTSE Russell indexes or data vest in the relevant LSE Group company which owns the index or the data. Neither LSE Group nor its licensors accept any liability for any errors or omissions in the indexes or data and no party may rely on any indexes or data contained in this communication. No further distribution of data from the LSE Group is permitted without the relevant LSE Group company's express written consent. The LSE Group does not promote, sponsor or endorse the content of this communication.

Institutional Enquiries

Tel: +44 (0)131 275 2000
email: Institutional.Enquiries@bailliegifford.com

Intermediary Enquiries

Tel: 0800 917 4752
email: crtallenquiries@bailliegifford.com

Your call may be recorded for training or monitoring purposes.

Copyright © Baillie Gifford & Co 2009.

Risk Warnings

Investment markets can go down as well as up and market conditions can change rapidly. The value of an investment in the Fund, and any income from it, can fall as well as rise and investors may not get back the amount invested.

The specific risks associated with the Fund include:

- Any value assigned to illiquid securities which are difficult to trade, such as those in smaller companies, may not accurately reflect the price the Fund might receive upon their sale.
- Custody of assets involves a risk of loss if a custodian becomes insolvent or breaches duties of care.
- Investment in smaller companies is generally considered higher risk as the market for their shares may be less liquid and more difficult to trade than that for larger companies. As a result, share price fluctuations may be greater. In addition, smaller companies may not do so well in periods of adverse economic conditions. Where such companies have business models and competitive positions which are less well established, this could result in an increased likelihood of loss for investors.
- The Fund's exposure to a single market may increase share price movements.
- The Fund's concentrated portfolio relative to similar funds may result in large movements in the share price in the short term.
- The Fund's share price can be volatile due to movements in the prices of the underlying holdings and the basis on which the Fund is priced.

Further details of the risks associated with investing in the Fund can be found in the Key Investor Information Document, copies of which are available at bailliegifford.com, or the Prospectus which is available by calling the ACD.

Target Market

This Fund is suitable for all investors seeking a Fund that aims to deliver capital growth over a long-term investment horizon. The investor should be prepared to bear losses. This Fund is compatible for mass market distribution. This Fund may not be suitable for investors who are concerned about short-term volatility and performance, seeking a regular source of income and investing for less than five years. This Fund does not offer capital protection.

Contact Us

For further information about the Fund or Baillie Gifford's range of OEICs, please contact us at the below address, call our Client Relations Team on 0800 917 2113 or 0131 275 3499 (your call may be recorded for training or monitoring purposes), visit our website at bailliegifford.com, fax us on or email crtallenquiries@bailliegifford.com.

Baillie Gifford & Co Limited

Calton Square, 1 Greenside Row, Edinburgh EH1 3AN

Telephone +44 (0) 131 275 2000

Website: bailliegifford.com