



IM Matterley Equity Fund

November 2011

Matterley

Fund Managers

Chris Evans— Chris has over 40 years of experience in private client stockbroking and fund management. He has spent the last 25 years at Charles Stanley and has been running the Equity fund in both its current and original form since 1996.

Chris Harris— Chris graduated from Southampton University in 1998 and joined Charles Stanley as a graduate trainee. He has worked alongside Chris Evans for more than 10 years.

Commentary

During November the Equity Fund recorded a fall of 2.5% against a drop of just 0.3% in the benchmark FTSE 350 Share Index. Our peers in the (IMA) UK All Companies sector recorded an average fall of 4.2% for the month. (Source: Financial Express Analytics, as at 30th November 2011, total return, £pounds sterling, net income reinvested). The performance figures were distorted as our Fund is priced at 12.00p.m. each working day while the index is calculated following the close of business some four hours later. On November the 30th the market rose nearly 2.5% in the interim thanks to a rally fuelled by news that the Chinese government had cut the reserve requirements on their banks thereby releasing funds. This was interpreted as a gesture to ease pressure on the Euro.

November had, until that point, repeated the pattern we have seen so often this year; financial news dominated by the problems in Europe while monthly economic statistics from Europe and USA merely pointed to a state of hope deferred. At the beginning of the month the rate of interest required to finance the Italian debt rose sharply to crisis levels, and the Premier, Mr. Berlusconi having lost a vote of confidence resigned. The good news was that he was replaced by Mario Monti a highly respected figure.

Portuguese debt was downgraded to junk status while in the UK George Osborne's autumn statement saw him reduce the growth forecast for the UK economy from 2.5% forecast in March to a more modest 0.7%. Although the UK equity market was down on the month there were no particular trends; for example, in the Pharmaceutical sector AstraZeneca recorded a rise of 1.6% on the month while Glaxo slipped by 0.25%. Utilities like National Grid and Scottish & Southern Energy improved as investors tended to favour safe boltholes. We were impressed by the interim management statement from AMEC in the middle of the month and, as a result, started to buy the shares. We made no other changes.

Fund Facts at 30/11/11

Fund Objective & Policy

The investment objective of the IM Matterley Equity Fund is to generate capital growth from a portfolio consisting predominantly of companies which form the FTSE 350 Index. There may be occasions when we choose to hold collective investment schemes and a high level of bonds, government securities, cash and money market instruments.

Price :

Retail Acc 137.33p

Retail Income 123.61p

Yield :

Retail Acc 1.8%

Retail Income 1.8%

Launched 13/03/2006

IMA Sector UK All Companies

Base Currency GBP

Benchmark FTSE 350

Fund Size £7.6m

ACD IFDS Managers Limited

Depository State Street Trustees Limited

Auditors Deloitte LLP

Performance	6 mth	3 yr	30/11/10-30/11/11	30/11/09-30/11/10	30/11/08-30/11/09	30/11/07-30/11/08	30/11/06-30/11/07	Since inception*
IM Matterley Equity	-4.7	58.9	8.8	15.2	26.7	-24.9	8.6	37.3
Quartile Ranking	1	1	1	2	3	1	1	1
(IMA) UK All Companies	-11.2	46.9	-2.2	13.3	32.5	-34.9	4.7	6.3
FTSE 350 Index	-7.3	47.5	2.8	11.5	28.8	-31.8	9.0	15.6

Source: Financial Express Analytics at 30th November 2011. Total Return, Sterling, net income reinvested. *Fund inception date 13/03/2006. The figures refer to the past. Past performance is not a reliable indicator to future results.

IM Matterley Equity Fund

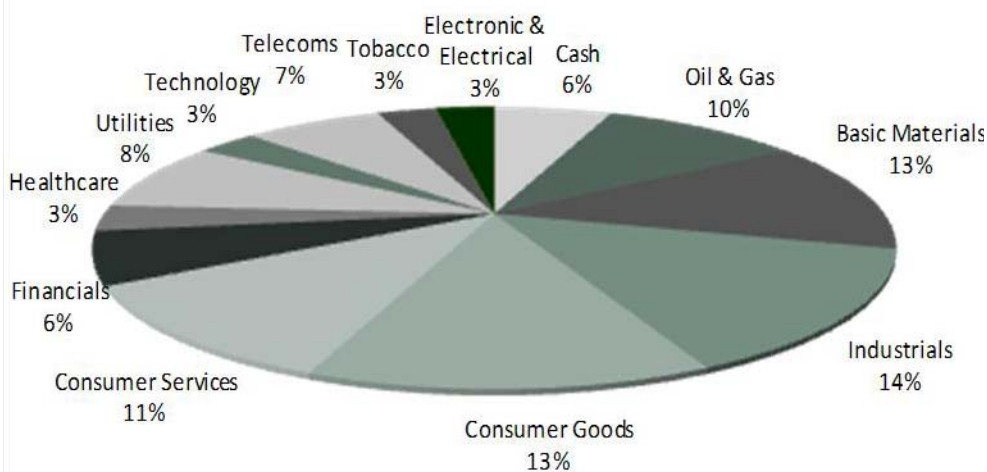
Portfolio Statistics

As at 30th November 2011. Source: Matterley. Figures subject to rounding.

Top 10 Holdings

	(%)
Unilever	3.2
British American Tobacco	3.0
BG Group	2.9
GlaxoSmithKline	2.7
Tate & Lyle plc	2.7
BHP Billiton	2.7
Pearson	2.7
Vodafone	2.7
Diageo	2.6
Royal Dutch Shell 'B'	2.6

Fund Sector Weightings



Initial Charge Up to 5%
0% charge for Charles Stanley clients

Annual Management Charge 1.25%

Minimum Initial Investment £1,000

Identification

SEDOL
Retail Accumulation B09DHH5
Retail Income B09CC44

Dealing Information

Dealing Time Daily at 12 noon
Main Dealing Desk IFDS (UK) Ltd
Address IFDS Managers Ltd – Matterley
PO BOX 10818
Chelmsford
CM99 2BL
Telephone 0844 9310031

ISA and SIPP Applications

Contact the Matterley team

Tel: 0207 149 6129

Email: info@matterley.com

Fund Availability

Please see www.matterley.com

Matterley is a division of Charles Stanley

Disclaimer

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