



## IM Matterley International Growth Portfolio

December 2011

Matterley

### Fund Managers

#### Shauna Bevan, Co-Fund Manager

Shauna joined Charles Stanley in 2003 and is responsible for the Charles Stanley Collectives Portfolio Service and coordinating all fund research. She has been co-manager since inception.

#### Stephen Peters, Co-Fund Manager

Stephen joined Charles Stanley in 2007 and is responsible for closed ended fund research. He is a CFA Charterholder. He has been co-manager of the fund since 1<sup>st</sup> April 2011.

### Commentary

Global markets ended a volatile final quarter of 2011 higher in the main, partially recovering earlier losses and buoyed by continued healthy corporate profits. The FTSE World ex UK Index was 1.0% higher over the course of December.

The Fund's rise of 2.2% was marginally behind the median fund in the diverse IMA Global peer group but significantly ahead of the FTSE World ex UK Index. The US market rallied into the year end with M&G American (+6.1%), Findlay Park American (+5.3%) and Cullen North American High Dividend Value Equity (+4.4%) driving portfolio returns in December. The returns for Sterling based investors were enhanced by a rising US Dollar. Pharmaceutical stocks ended the month firmly ahead of the wider index, continuing to justify our sizeable allocation to Worldwide Healthcare Trust (+6.5%). Blackrock European Dynamic's (+2.7%) focus on quality growth compounders and companies with solid free cash flows were rewarded in December. JOHCM Japan (+1.6%) was reflective of both buoyant mid and small caps and a strengthening YEN. First State Global Emerging Market Leaders' (+2.4%) focus on defensive areas of the markets, notably consumer staples, utilities and telecoms and underweights in financials and industrials made for a top quartile ranking in its peer group. The largest detractor to returns was Blackrock Gold & General (-6.8%) which eased as risk assets rallied. The gold sector's earnings for 2012 should show strong year-on-year increases with the potential for higher dividends which hopefully drives a re-rating of the shares. The increased exposure to banking stocks in Rob Burnett's Neptune European Opportunities (-0.4%) was not immediately rewarded.

The onset of a new year brings familiar challenges for policy makers and investors alike. Whilst corporate profits have proved remarkably resilient, the global macroeconomic and political picture remains cloudy and will undoubtedly lead to further volatility in risk assets. In this uncertain environment, we remain focused on our most trusted funds whilst ensuring the portfolio is well diversified across regions and investment styles.

*Source: Financial Express Analytics, Total Return, GBP, as at 31<sup>st</sup> December 2011.*

### Fund Facts at 31/12/11

#### Fund Objective & Policy

The IM Matterley International Growth Portfolio aims to achieve long term capital growth from a diversified portfolio of predominantly collective investment schemes without restrictions to any geographic or industrial sector. The portfolio may include a variety of specialist funds to target higher levels of growth.

There may be occasions when the investment manager chooses to hold direct equities, investment trusts, Exchange Traded Funds (ETFs), Exchange Traded Commodities (ETCs), bonds, government securities, cash and money market instruments.

#### Price

<b>Retail (A) Acc:</b>	105.55p
<b>Income Yield</b>	0.00%

<b>Launch date</b>	13/03/06
<b>Sector</b>	IMA Global
<b>Base Currency</b>	GBP
<b>Benchmark</b>	FTSE World ex UK
<b>Fund Size</b>	£14.2m
<b>Share Type</b>	Accumulation
<b>Minimum Investment</b>	£1,000
<b>Initial Charge</b>	Up to 5%, 0% charge for Charles Stanley clients

<b>Annual Management Charge</b>	1.25%
<b>SEDOL</b>	B09DSFO
<b>Bloomberg</b>	CFGROA LN
<b>ISIN</b>	GB00B09DSF03

### Performance

Name	3 Mth	6 Mth	31/12/10-31/12/11	31/12/09-31/12/10	31/12/08-31/12/09	31/12/07-31/12/08	31/12/06-31/12/07	Since Inception*
IM Matterley International Growth	3.4	-9.1	-12.2	15.4	21.0	-20.9	10.0	5.6
Quartile ranking	4	2	3	3	3	2	2	3
(IMA) Global Sector Average	5.4	-9.5	-9.3	15.8	23.0	-24.3	8.8	9.3
FTSE World EX UK Index	7.5	-8.5	-6.1	16.7	18.9	-17.1	9.7	20.4

*Source: Financial Express Analytics 31<sup>st</sup> December 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 International Growth Portfolio

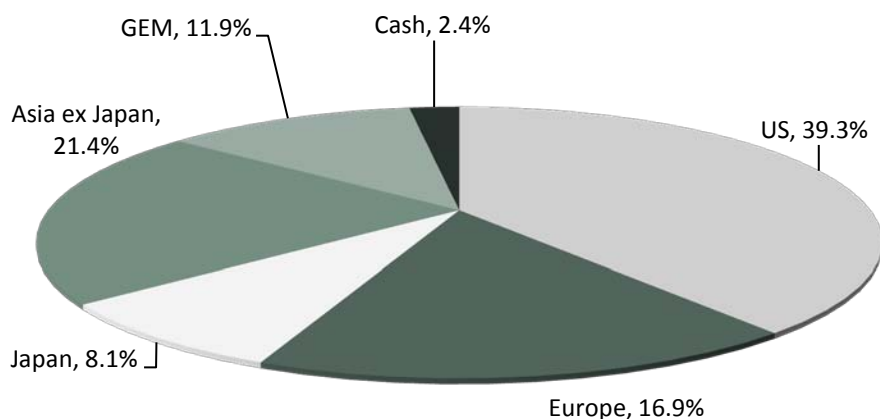
## Portfolio Statistics

Source: Matterley, as at 31<sup>st</sup> December 2011. Figures subject to rounding.

Top 10 Holdings	(%)
Findlay Park American	12.5
Aberdeen Asia Pacific	8.2
Cullen North American High Dividend	8.0
M&G American	7.5
Schroder Asian Total Return	7.4
Neptune European Opportunities	6.2
First State Global Emerging Market Leaders	6.1
Worldwide Healthcare Trust	5.9
Hexam Global Emerging Markets	5.5
Blackrock European Dynamic	5.4

## Fund Sector Weightings

Source: Matterley, as at 31<sup>st</sup> December 2011. Figures subject to rounding.



## Dealing Information

### Dealing Time

Daily at 12 noon

### Main Dealing Desk

Tel: 0844 931 0031

IFDS Managers Ltd - Matterley

PO Box 10818

Chelmsford

CM99 2BL

### ISA and SIPP Applications

Contact the Matterley team

Tel: 0207 149 6538

info@matterley.com

### Fund availability

For information on fund availability, please see [www.matterley.com](http://www.matterley.com)

Matterley is a division of Charles Stanley

## Disclaimer

The information contained in this document does not constitute advice or a personal recommendation, nor does it constitute an invitation to purchase units. Investment should be made on the basis of the Prospectus and Simplified Prospectus, available on request. You are recommended to seek advice concerning suitability from your investment adviser. The information in this document is based upon sources we believe to be reliable, but its accuracy cannot be guaranteed. Please note past performance is not a reliable indicator of future returns. The value of investments, and the income from them, can go down as well as up and may be affected by exchange rate variations. The levels of taxation and their respective treatment depend on your individual circumstances and the applicable law, which may be subject to change in the future. The authorised corporate director of IM Matterley Investment Funds is IFDS Managers Ltd which is authorised and regulated by the Financial Services Authority, Registered Office: IFDS House, St Nicholas Lane, Basildon, Essex, SS15 5FS.

The IM Matterley International Growth Portfolio is managed by Charles Stanley & Co. Limited. This document has been issued and approved for the purposes of section 21 of the Financial Services and Markets Act 2000 by Charles Stanley & Co. Limited, which is which is authorised and regulated by the Financial Services Authority. Unless a specific source is given, the source of all information within this document is Charles Stanley & Co. Limited. This document may also contain the fund managers' personal views and opinions and does not necessarily reflect the views of Charles Stanley & Co. Limited.