

The SRI Fund for Charities

Third quarter 2011

Risk profile: medium



Fund information

Aim

The objective of the Fund is to optimise the total return for charity investors, through a global and balanced portfolio, screened against both negative and positive SRI criteria, with the aim of providing a balance between capital growth and income. Whilst there is no specific income target, the aim is to produce a growing level of income.

Fund facts

Fund structure	Unit Trust
Base currency	GBP
Benchmark	50% FTSE All Share, 25% FTSE World ex UK, 20% FTSE Govt All Stocks, 5% 7 day LIBID (Cash)
Fund launch date	17 May 2010
Fund domicile	UK
Pay dates	February, May, August and November
ISIN	GB00B4VV6B25
SEDOL	B4VV6B2

Fund data

Fund size (millions)	GBP 30
Dividend yield	4.1%

Fees and charges

Annual management charge	0.75%
Total expense ratio	0.90%
Initial charge	1.0%

All figures correct as at 30 September 2011.

Risk and performance statistics above sourced from Newton using 36 months of data (where applicable) to 30 September 2011.

Focus on the latest quarter

Performance over three months

SRI Fund for Charities	-9.1%		
Benchmark	-8.8%	FTSE All Share	-13.5%
		FTSE W World (ex UK)	-14.9%
FTA Govt All Stocks	8.3%	7 Day £ Libid	0.0%

Significant transactions

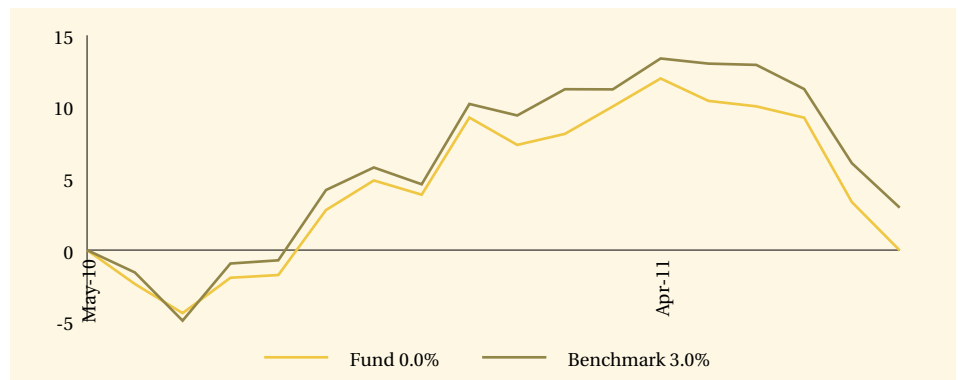
Acquisitions
Norway (Kingdom of) 4.25% 19/05/2017
Norway (Kingdom of) 4.5% 22/05/2019
Prudential PLC (increase)

Disposals
Charter International PLC
Cable & Wireless Communications PLC
Zurich Financial Services AG

Note: Portfolio holdings are subject to change at any time without notice and should not be construed as investment recommendations.

Long-term performance (%)

Performance since launch



	2002	2003	2004	2005	2006	2007	2008	2009	2010*	YTD 2011
Fund	-	-	-	-	-	-	-	-	9.3	-8.5
Benchmark	-	-	-	-	-	-	-	-	10.2	-6.6

Discrete past performance (%)

From	30/09/06	30/09/07	30/09/08	30/09/09	30/09/10
To	30/09/07	30/09/08	30/09/09	30/09/10	30/09/11
Fund	-	-	-	-	-2.7

*Performance since inception (17 May 2010) to 31 December 2010. All performance sourced from: Lipper, Datastream & Bloomberg, as at 30 September 2011. Calculation basis: Sterling, total return, without initial charges, gross income reinvested, net of management fees. Care should be taken when extrapolating these figures due to short performance history. Please note: The Fund's units are priced at noon on each working day; benchmark index values are taken at the end of the day.

Risk factors

The performance data shown on this report is past performance; as such it is not a guide to future performance. Investors should remember that unit trusts should be regarded as long-term investments and that the value of units, and the income from them, can go down as well as up due to stock market and movements in exchange rates. When you sell your investment you may get back less than you originally invested. Where the fund holds bonds, their value is affected by interest rate fluctuations and by changes in the credit ratings of the underlying issuer of the assets.

Newton's themes

Newton is a global thematic stock picking company. Our style is team oriented and relies on effective communication between all of our investment personnel. Two of our themes are listed below, along with examples of individual holdings.

Deleverage

Factors

The credit bubble has left many economies carrying levels of debt which materially impair their economic prospects. We anticipate an extended period of relatively low growth and higher economic volatility as debt is reduced to more manageable levels. How public and private debt loads are reduced and the effect of offsetting policies will be critical for all aspects of the investment outlook.

Investments

DBS Group, Norway 4.25% 2017,
Norway 4.5% 2019, Siam Commercial,
United Overseas Bank

Global realignment

Factors

Western industrialised nations still dominate the world's economic output, wealth, consumption and market capitalisation in US dollar terms, as well as consuming the lion's share of natural resources. The generally stronger growth potential and increasing economic influence of the developing world are progressively challenging this position. The trajectory of this realignment is likely to be volatile and increasingly prone to cyclical divergence.

Investments

BHP Billiton, Anglo American, Belle International, Swire Pacific

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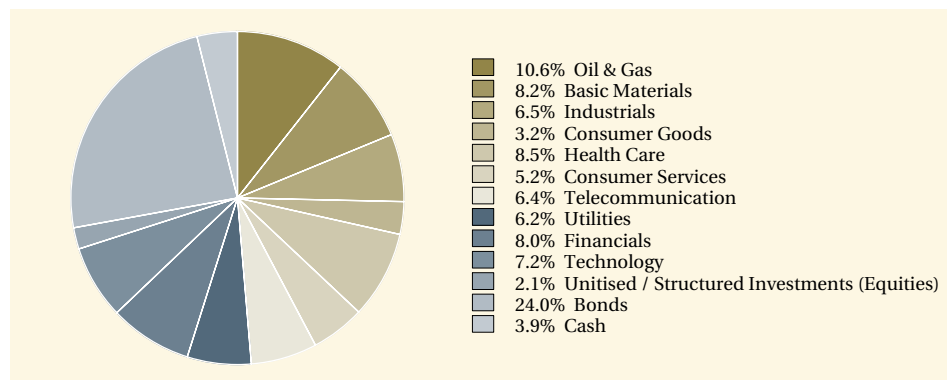
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Fund analysis

Breakdown as % of total market value



Source: Newton as at 30 September 2011.