



ST. JAMES'S PLACE
WEALTH MANAGEMENT

Equity Income

Unit Trust

28 February 2013

Investment objective

Aims to maximise total return comprising both capital growth and income, with an income yield in excess of the FTSE All-Share Index, through investment in a portfolio of UK and European equities.

Manager commentary as at 31 December 2012

The UK Equity market has been driven higher by a combination of strong corporate profits and ultra low interest rates and delivered a healthy return for investors in 2012. Rightly or wrongly, investors are now taking the view that the risks of a significant downturn in the global economy have largely receded and corporate profits are therefore under pinned at today's high levels. Whilst one year price earnings ratios look attractive for many companies, this is a function of the fact that profit growth in general has been very strong. Accordingly, when today's valuations are compared to long term profit trends, valuations are reasonable but not compelling. We should not forget also that whilst risks have reduced, the major imbalances in the system have not been addressed. At some point interest rates will likely normalise and this could create a headwind for markets generally. Whilst the number of opportunities available to us is not as high as it has been in the past, we believe that these opportunities can be found in the Pharmaceutical, Oil, Telecoms and Insurance sectors.

Fund performance

Five years cumulative performance



29/02/2008 - 28/02/2013 Powered by data from FE

Cumulative performance (%)

	3 mth	6 mth	1 yr	3 yr	5 yr
Fund	8.2	12.2	21.1	32.2	48.5

Discrete annual calendar performance (%)

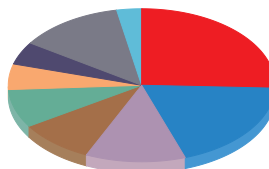
	YTD	2012	2011	2010	2009	2008
Fund	6.9	19.1	-5.3	9.3	34.8	-25.2

Top 10 holdings

1 Next Plc	6.2%	6 Tesco Plc	4.7%
2 GlaxoSmithKline Plc	6.1%	7 British Sky Broadcasting	4.7%
3 AstraZeneca Plc	6.0%	8 BP Plc	4.4%
4 Unilever Plc	4.8%	9 Vodafone Group Plc	4.4%
5 Royal Dutch Shell Plc (B)	4.7%	10 RSA Insurance Group Plc	4.3%

Asset allocation

Consumer Services	25.6%
Financials	19.1%
Health Care	12.1%
Oil & Gas	9.2%
Telecommunications	8.1%
Industrials	5.4%
Consumer Goods	4.8%
Cash	12.7%
Other	3.0%



Manager



Nick Purves
RWC Partners

Fund facts

Fund manager start date

03 February 2001

Units Acc / Inc

Currency classes GBP

Inception date of the fund

03 February 1997

Fund size £657m (at 28 February 2013)

Mandate size* £1244m

Yield 3.6%

Distribution dates Jan, Apr, Jul, Oct

Sector ABI UK All Companies

Risk rating Medium

Bloomberg -

ISIN GB0008376955

SEDOL 0837695

MEX BPEIA

Source: Financial Express. All figures are percentage growth on a bid to bid basis for accumulation units, income reinvested and in fund currency. Please be aware that past performance is not indicative of future performance. Equities do not include the security of capital characteristic of a deposit with a bank or building society. The price of units and the income from them may go down as well as up. You may not get back the amount invested.

*This is the total funds under management for the investment mandate across all of the product wrappers.

Unit Trust Yields: The yield is calculated as a percentage of the mid-market unit price as at 28 February 2013. The yield is a historic yield and reflects distributions over the past twelve months. It does not include any preliminary charge and investors may be subject to tax on distributions. It is shown net of tax for a basic rate taxpayer. Yields can fluctuate and therefore are not guaranteed. For this Unit Trust, a portion of the expenses is charged to capital. This has the effect of increasing the distributions for the year by 1.6%, and constraining the fund's capital performance to an equivalent extent.

Your St. James's Place Partner can provide you with a copy of 'Understanding the balance between risk and reward', which explains investment risk and our risk ratings in more detail.