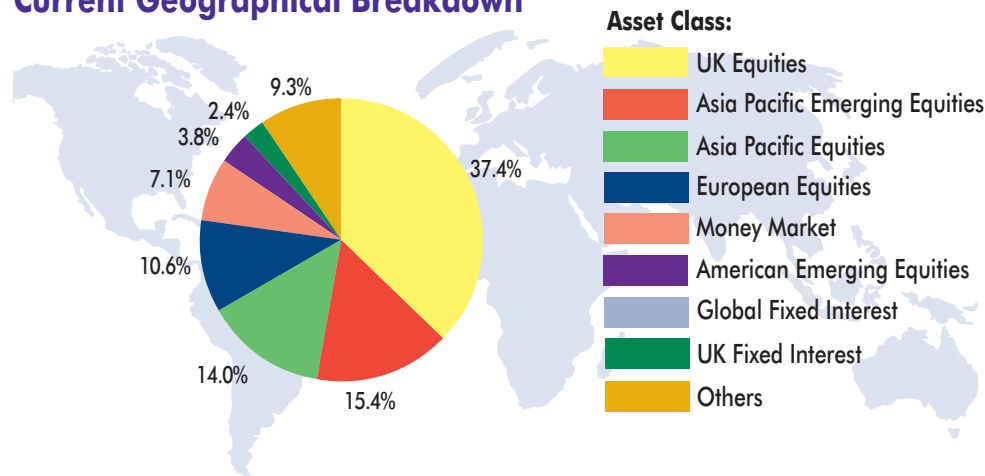


Performance

Performance Data to 31/07/2014	Opes Income Fund (Acc)	IMA Global Equity Income	IMA UK Equity Income	IMA Flexible
1 Year	5.4%	5.7%	7.2%	3.7%
3 Years	24.3%	35.1%	37.1%	18.3%
5 Years	64.0%	77.3%	84.5%	52.1%
10 Years	115.5%	116.5%	120.4%	94.7%
Since Launch	153.4%	135.1%	175.1%	129.4%
YTD	3.5%	2.8%	1.1%	1.6%
2013	10.2%	20.4%	25.2%	14.5%
2012	13.2%	9.7%	14.0%	10.1%
2011	-2.9%	-2.1%	-2.9%	-8.7%
2010	11.6%	14.3%	14.6%	14.6%
2009	19.8%	17.4%	22.9%	24.0%

The Margetts Opes Income Fund is classified by the IMA in the Flexible Investment Sector

Current Geographical Breakdown



Fund Objectives:

The Margetts Opes Income Fund is a fund-of-funds unit trust designed to deliver a combination of income and growth to a medium to long-term investor. The fund normally invests mostly into global equities but with a proportion into bonds too. It is a value-orientated portfolio that may use property or cash as well as equities and bonds to protect profits for investors. The level of yield is anticipated to be above that of the FTSE All-Share Index. The fund manager will exercise discretion, consideration and care in the construction of the portfolio in attempting to achieve the fund objectives.

Fund Manager Commentary:

Geopolitical tensions are exerting their influence in many global markets at the moment, but there are still some surprises. Given the issues there are in Iraq and Syria, the fact that oil prices have not spiked is unusual, but very welcome in assisting the continued steady growth of most economies. The problems with Russia through the conflict in Ukraine and the shooting down of the Malaysian airliner may be more serious in the longer term. Much of Europe is dependent upon Russia for gas supplies and they contribute a great deal to global oil supply. Germany's economy is closely tied to the increasing wealth and spending of the Russians. Therefore, the EU's actions this week in joining America in imposing tougher sanctions across more companies in Russia will inflict some pain, ultimately across Europe and may nudge some percentage points of Germany's GDP growth numbers over coming months and years.

Surprisingly global bond and equity markets have hardly flinched and continue to trade in a very narrow range at the present time. Perhaps there is a lessening desire to take on risk (equities) but so long as interest rates are not actually rising (yet) many investors appear to be content to hang onto bonds even though there is bound to be significant capital loss pain when those interest rates do normalise. There has not been, however, the predicted "great rotation" out of bonds and into equities, so far. And so we need to watch the next reporting season to see if and by how much – or little – the expanding developed economies are expanding the earnings of companies who make a living there. If the earnings growth is insufficient then there will be a reckoning on prices. Earnings have to deliver now for stock prices to grow. It is not that stock prices (generally) are too high, they are fairly priced. But there is clearly little investor sentiment to push them higher until there is evidence of the growth everyone seeks.

Lead Manager: Wayne Buttery

Deputy Manager: Toby Ricketts

Fund Launch: 13/01/2003

SEDOL Code:

Income: Acc: 3246986 Inc: 3246975

R Income: Acc: B8K7MQ6 Inc: B83VP22

ISIN Code:

Income: Acc: GB0032469867

Inc: GB0032469750

R Income: Acc: GB00B8K7MQ61

Inc: GB00B83VP222

Issued By:

Margetts Fund Management Ltd

1 Sovereign Court

Graham Street

Birmingham

B1 3JR

Tel: 0121 236 2380

Direct to Fund Manager: 07968 192187

Email: wayne.buttery@margetts.com

Website: www.margetts.com/opes

Fund Charges R-Class Units:

Initial: Nil

Annual: 0.75%

Ex-Div/Distribution Dates:

30/06 & 31/12 ex-div

31/08 & 28/02 distribution

Available as Income or Accumulation Units

Margetts Fund Management Ltd is authorised and regulated by the Financial Conduct Authority



29/07/2011 - 31/07/2014 Data from FE 2014

Fund Size as at 31/07/2014: £7,640,406

Fund Yield: 3.66%

Portfolio: As at 31st July 2014

Artemis High Income Fund	3.11%
Fidelity MoneyBuilder Dividend Fund	5.68%
Henderson UK Equity Income Fund	5.42%
Inesco Perpetual Monthly Income Plus Fund	2.07%
Invesco Perpetual Global Equity Income Fund	4.02%
Invesco Perpetual European Equity Income Fund	8.53%
Majedie UK Income Fund	3.86%
MGTS Ardevora UK Income Fund	5.52%
Newton Asian Income Fund	9.97%
Newton Emerging Income Fund	5.69%
Polar Capital Emerging Markets Income Fund	7.48%
Royal London Equity Income Fund	4.79%
Schroder Asian Income Fund	9.97%
Somerset Emerging Markets Dividend Growth Fund	7.64%
Standard Life UK Eq Inc Unconstrained Fund	6.98%
Troy Trojan Income Fund	5.68%
Cash	3.58%

Past performance is not necessarily a guide to the future. The value of investments and income derived from them can go down as well as up as a result of currency or market movements and investors may not get back the original amount invested. Emerging markets tend to be more volatile than more established markets. The information, opinions, estimates or forecasts in this document were obtained from sources believed to be reliable and are subject to changes at any time. You are recommended to seek the advice of a qualified Independent Financial Adviser or Financial Planner, authorised and regulated by the FCA, before investing into this fund. Margetts Fund Management Ltd does not provide financial advice.

Full details of the Margetts Opes Income Fund are to be found in our brochure and Key Investor Information Document (KIID) which are available on request or may be downloaded from www.margetts.com. Investors should only rely on information contained within the official prospectus and KIID.

The Margetts Opes Funds are UK authorised unit trusts, available for direct investment or as an ISA. No warranty or guarantee of investment performance or positive returns is made.

The value of investments and the income from them can fall as well as rise. Past performance is no guarantee of future returns.

The Margetts Opes Income Fund is classified by the IMA in the Flexible Investment Sector

Source: Produced using FE Analytics