

## Fund Facts (as at 31/07/2014)

### Fund Type

Unit Trust

### Fund Currency

Pound Sterling

### Fund Size

£309.0m

### Launch Date

05/04/2007

### Launch Price

£1.00

### No. of Holdings

74

### Historic Yield (as at 31/07/2014)

4.24%

### IMA Sector

UK Equity Income

### Accounting Dates

31 March (Final)

30 September (Interim)

### Unit Types Available

#### Charges - Institutional Units

Initial Charge 0.00%

Annual Management

Charge 0.75%

Ongoing Charges Figure 0.93%

#### Charges - Retail Units

Initial Charge 0.00%

Annual Management

Charge 1.50%

Ongoing Charges Figure 1.68%

#### Institutional Share Class

(£500,000 Minimum Investment)

Accumulation

SEDOL: B29LZ80

ISIN: GB00B29LZ803

Income

SEDOL: B29LZ79

ISIN: GB00B29LZ795

#### Retail Share Class

(£1,000 Minimum Investment)

Accumulation

SEDOL: B1RQR62

ISIN: GB00B1RQR625

Income

SEDOL: B1RQN64

ISIN: GB00B1RQN640

## Fund Aim

The aim of the fund is to enable the investor to achieve a reasonable and rising income together with a long term capital growth by investing primarily in UK companies.

## Fund Managers



Eric Moore



Bill Mott



Gervais Williams

Following the Miton acquisition of PSigma last summer, Gervais Williams joined the management team of the PSigma Income Fund in November 2013. Bill Mott continues in his strategic role looking at top-down themes. He articulates the macroeconomic background, the economic and stock market environment, as well as the fund's key themes. He works closely with Eric and Gervais to ensure that the fund's stock selection reflects the key macro themes. They work closely with the broader UK equity team and use inputs and ideas from the entire team to focus in on the key stocks for the fund.

## Commentary

The markets are coming to terms with the fact that interest rates are likely to rise early next year in both the UK and the USA. The consensus is that any tightening will be fairly minimal, but it is nevertheless a clear turning point. That we are even contemplating rising rates is of course a positive, because it is a consequence of recovery. But after such a long period of record low rates and experimental monetary policy it is quite possible that even a small step on the road to normalisation will feel quite bumpy. We under-performed during July, but we are still ahead of the Index for the year-to-date. We increased our oil sector weighting further by adding a small holding in AIM-quoted North Sea developer, Ithaca Energy. The group has taken a company-making prospect, the Greater Stella Area, to the verge of production. The management have confirmed that when cash starts to flow from this field, they will start returning funds to shareholders. We also added a holding in 3i, the FTSE 100 quoted venture capital firm. The buoyant M&A markets are affording the group the opportunity to exit many less than desirable assets at attractive prices. The management believe the current environment is a better one in which to be a seller than a buyer, so much of these proceeds will find their way back to shareholders by way of ordinary and special dividends. We also topped up our holding in Vodafone, which looked good value, particularly with the opportunity to pick up an attractive final dividend. We are entering the next chapter in the "greatest financial experiment in history", where some of the biggest users of special measures start to unwind their emergency policies. We still think it sensible to believe that major economies can muddle through, but there are clear risks of policy error. From a company-specific perspective we continue to focus on companies that can support our twin aims of a good and growing dividend payment. Although there are downside risks to overall corporate profitability, we are convinced the fund consists of world class companies, with sound balance sheets and a good degree of pricing power. This enables us to remain confident in delivering a good total return over the medium-run.

## Discrete Performance — Based on Retail Acc Unit Class

PSigma Income Fund	30/06/13 –30/06/14	30/06/12 –30/06/13	30/06/11 –30/06/12	30/06/10 –30/06/11	30/06/09 –30/06/10
Fund	12.12%	14.93%	2.40%	19.37%	16.59%
FTSE All Share	13.12%	17.93%	-3.13%	25.63%	21.14%
Quartile	3	4	1	4	3
Ranking*	64/89	77/85	10/81	58/75	50/73

## Cumulative Performance — Based on Retail Acc Unit Class











PSigma Income Fund	1 Month	3 Months	6 Months	1 Year	Since Launch
Fund	-0.90%	-1.62%	3.12%	5.21%	20.89%
FTSE All Share	-0.30%	-0.23%	4.48%	5.61%	39.63%
Quartile	3	4	3	3	4
Ranking*	65/90	72/89	55/89	65/89	49/61

Source of all performance data: Morningstar, total return, bid to bid income reinvested. Period ending 31 July 2014.

\*Ranking — refers to the position of the PSigma Income Fund within its sector.











Please note that the price of units and the income from them may fall as well as rise and is not guaranteed. The use of past performance is not a reliable indicator of future results.

## Top Ten Holdings

Royal Dutch Shell B		7.3%
GlaxoSmithKline		5.8%
BP		4.2%
AstraZeneca		3.5%
Vodafone Group		3.2%
BT Group		2.8%
Rio Tinto		2.6%
Imperial Tobacco Group		2.5%
Legal & General Group		2.4%
BAE Systems		2.3%

Data as at 31/07/2014

## Top Ten Sub-Sector Breakdown

Pharmaceuticals		16.03%
Integrated Oil & Gas		15.12%
Life Insurance		6.22%
Property & Casualty Insurance		5.13%
Cash and Equivalents		4.77%
Tobacco		4.56%
General Mining		4.25%
Food Products		3.97%
Biotechnology		3.64%
Fixed Line Telecommunications		3.55%

Data as at 31/07/2014

## Important Information

Please note that this fact sheet should be read in conjunction with the Full Prospectus, Key Investor Information Document ("KIID") and the Supplementary Information Document ("SID") as this will provide you with further information.

If you are in any doubt about the suitability of this fund for your investment needs you should then contact a financial adviser before investing. You may have to pay for this advice. You must be aware that you may not get back the amount of your original investment.

The mention of specific stocks must not be construed as a recommendation to deal and where a fund invests overseas, its value may fluctuate as a result of currency exchange rates.

The generation of income is being treated as a higher priority than capital growth. The whole of the Annual Management Charge is charged to the capital. This means the amount of taxable income available for distribution to unit holders will increase but there will be a constraint against the capital growth. This has an effect of reducing the capital of the funds by approximately 0.125%.

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## Contact Us

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