



Wise Investment

TB Wise Income

Annual Short Report

For the year ended 28 February 2014

TB WISE INCOME

INVESTMENT OBJECTIVE & POLICY

The investment objective of TB Wise Income is to provide a starting yield roughly equivalent to a good building society account with the potential for income growth and capital growth from a diversified portfolio of collective investment schemes including unit trusts and open-ended investment companies, equities including investment trusts, bonds, government securities, money market instruments and cash. There will be no restriction on allocations between asset classes or geographic regions

FUND FACTS

Launch date: 3 October 2005

Ex-dividend dates: 1 June, 1 September, 1 December, 1 March

Dividend payment dates: 31 July, 31 October, 31 January, 30 April

Synthetic Risk and Reward Indicator Ranking¹: 5

Ongoing Charges Figures²

B Shares – 1.34% p.a.

A Shares – 1.98% p.a.

¹ As calculated in accordance with CESR guidelines. It is based on historical data and uses a scale of 1 to 7. The higher the rank the greater the potential reward but the greater the risk of losing money.

² To 28 February 2014. As calculated in accordance with CESR guidelines. The Ongoing Charge Figure ('OCF') includes annual management charges ('AMCs') and other operating expenses (Depositary's fee, audit fee etc). As the Fund invests in other funds, the weighted average costs of the underlying funds have also been taken into account.

OTHER INFORMATION

Following the end of the period, on April 22nd 2014, the daily pricing point for Wise Income was changed to noon from 8am. The new time brings the fund into line with many other firms in the fund management industry.

INVESTMENT REVIEW

Performance	Cumulative returns for the periods ended 28 February 2014 (%)		
	1 year	3 years	5 years
B Shares ¹	20.90	40.10	139.15
A Shares ¹	20.14	37.39	131.50
IMA Flexible Investment Sector Mean	6.75	16.70	79.82

¹ Performance based on income shares.

Source: Financial Express. Total return, bid to bid.

Note: Past performance is not a reliable indicator of future results. Investors are reminded that the price of shares and the revenue derived from them is not guaranteed and may go down as well as up.

TB WISE INCOME

Overview

This report will discuss the fund's performance during the year ended 28 February 2014, and give a brief summary of the outlook for the coming year.

This report is going to be rather a long one, but it feels as if a lot is happening, and I wanted to give you as much detail as possible about TB Wise Income's size, shape, and direction of travel. This report is meant to be readable, and if you don't understand anything, that's my fault rather than yours.

What TB Wise Income does

The fund aims to provide income from a wide variety of sources, which can include fixed-interest securities, shares and commercial property, both in the UK and overseas. Wise Income is listed in the Investment Management Association (IMA)'s Flexible Investment sector, which places no restriction on asset allocation, leaving the fund manager free to invest as much or as little as is appropriate in each of the available asset classes and geographies.

TB Wise Income can be seen as a "one-stop-shop" for investors looking for a higher level of income from a diversified portfolio of assets.

Where does the fund invest, and how has the allocation changed over the year?

The table below shows a simplified version of the asset allocation. Last year's allocation is shown in brackets.

	Totals			
<u>Shares</u>	%	%	%	%
UK	37.4	(46.4)		
Overseas	29.1	(19.1)	66.6	(65.5)
<u>Property</u>				
UK	16.3	(21.2)		
Overseas	0.0	(0.0)	16.3	(21.2)
<u>Fixed Interest</u>				
UK				
Government Stock	0.0	(0.0)		
Corporate Bonds	8.4	(9.5)		
<u>Overseas</u>				
Government Stock	3.1	(0.0)		
Corporate Bonds	1.0	(1.3)	12.5	(10.8)
<u>Cash</u>			4.6	(2.5)
			100.0%	100.0%

TB WISE INCOME

At a glance, little appears to have changed over the course of the year. Today's allocation shows a reduction in the proportion of UK commercial property, and a small increase in all the other asset classes. The main changes have happened to individual holdings, rather than sectors. A brief review follows:

Shares

Overall, shares continue to be the most attractive asset class, offering income, together with the potential for income growth and capital growth.

Share prices began rising five years ago following the slump, but it is worth noting that, although the current bull market is five years' old, nearly all the gains were made in the first year. The FTSE-100 index reached a high of 5825 on 15 April 2010, and has managed a gain of just 13% since, rising at a rather ponderous 3.0% p.a. Our stock market is still around 4% lower than the level at which it ended the last millennium, over fourteen years ago.

Nonetheless, some shares look overvalued. These tend to be what you might call 'concept stocks', in areas such as biotechnology, social media and cloud computing, but these areas are of no interest to an income-seeking fund. In a market which looks overall reasonably valued, there are over-valued and under-valued shares. Your fund is looking for the under-valued ones, particularly when they pay a decent and sustainable-looking income.

Some shares look expensive in relation to their profits. The reason may be that their profits have been reduced by temporary factors, of which there appear to be several. One has been the strength of sterling. A number of holdings in TB Wise Income earn their revenues in foreign currencies such as the US dollar and the Euro. These earnings are worth less when converted into a rising pound sterling. Sterling's strength is linked to the recovering economy, but it is unlikely to continue indefinitely. Another drag on profits for many companies has been their pension deficits. These deficits have arisen from a combination of rising life expectancy and ultra-low interest rates. When interest rates return to more normal levels, perhaps 3-5%, many of these pension deficits would disappear.

The main feature of the past year has been the UK's unexpected, and unexpectedly strong economic recovery. As the story has developed, investors' appetites have changed, with a growing desire to hold 'cyclical' shares, such as the construction companies which were a feature of Wise Income's portfolio this time last year, and a growing aversion towards the more 'defensive' companies, particularly those with exposure to emerging markets. The shift in market sentiment led us to take profits in some 'cyclicals', and we have taken the opportunity to buy quality companies, such as Unilever, at attractive prices.

The rise in popularity of smaller companies is closely aligned with the recovering UK economy, and the rising pound. Smaller companies tend to make more of their sales in the UK, which means that they are more likely to benefit from the UK's recovery, and don't face the same currency headwinds as companies which sell their products worldwide. The rise in the smaller companies' index during 2012 and 2013 has been remarkable and surprising. By the end of February this year, the FTSE-small-cap index had slightly more than doubled since the end of 2011. The outperformance of smaller companies has been helpful to TB Wise Income's performance, but the sector looks fully valued now, and exposure to smaller companies has been reduced to a token level.

TB WISE INCOME

Commercial Property

A year ago, the UK had two commercial property markets – buoyant central London, and the depressed area outside the M25. In the last year, due no doubt to the improving economic prospects, the ‘rest of UK’ sector has rebounded with notable vigour. During the year, the price of our Standard Life Property Trust shares rose in price by 23.4%, and Picton Property by 43.7%, contributing significantly to the fund’s returns.

As a result of these strong gains, the trusts began to trade at premiums (where the price of each share is above the value of the assets per share). There was a short period when the Standard Life fund’s premium reached 20%. This level of valuation felt distinctly uncomfortable, and I was happy to reduce the property holdings to a smaller proportion of TB Wise Income. On the other hand, the values of the underlying properties are rising fast at the moment, so the trusts will ‘grow into’ their valuations. Also, the income yields continue to be attractive, and I am confident that at least one of the funds we hold will raise its dividend this year – all three of them reduced their payments during the crisis.

We know that the commercial property market is cyclical, and it seems unlikely that the current up-cycle, which began last summer, will last for no more than a year. However, the values on offer aren’t as attractive as they were, and interesting alternatives are appearing.

Fixed Interest

Interest rates have been low for five years. Investors have bought fixed interest securities for their higher yield. In doing so, they have pushed the prices up, and the yields down. There seems little value remaining in the asset class.

However, careful study reveals interesting pockets of value. UK gilts are still expensive, but their prices are not as outrageous as they were at their peak levels in summer 2012. A fall of a similar magnitude to the one we have seen since the 2012 peak would make gilts investable for the first time since the beginning of Quantitative Easing in 2009.

Our high-yielding holdings were beginning to look expensive in June last year, but took a knock at the time of the first announcement of Quantitative Easing tapering by Ben Bernanke, which allowed us to top up holdings at more reasonable levels. Prices have since recovered, but have not become uncomfortable.

Since the fund’s year-end, we have made an investment into the GCP Infrastructure fund, which lends to a variety of projects, including alternative energy installations such as solar and bio-fuels, which are unable to obtain finance from traditional sources such as banks. The lending is on a long-term basis, with an element of index-linking, and a current yield of around 6.0%.

The sharp sell-off in emerging markets towards the end of the fund’s year allowed us to return to holdings in emerging market debt, nearly all of which is government debt.

Sectors

It is becoming harder to categorise TB Wise Income’s holdings. At the year-end, the fund held three infrastructure trusts, which invest in a variety of projects, some in the UK and others mainly in continental Europe. The Ecofin utility trust, likewise, is a global fund with some UK holdings. So, the sector breakdown shown above is no more than a ‘best guess’.

TB WISE INCOME

The asset allocations at the balance sheet date are shown below:

Sector	Asset allocation as at 28 February 2014 (%)	Asset allocation as at 28 February 2013 (%)
Asia	6.7	3.0
Emerging Markets Debt	3.0	-
Emerging Markets	1.0	2.5
Europe	1.3	4.6
Fixed Interest	1.0	-
International	6.0	5.6
North America	3.4	-
Private Equity	4.5	2.9
Property	16.3	21.4
Socialist - Resources	2.5	-
Socialist - Utilities	3.7	2.4
Socialist - Infrastructure	3.1	-
UK Corporate Bonds	8.4	9.6
UK Equity Income - Investment Trusts	0.9	4.9
UK Equity Income - Shares	26.9	25.6
UK Equity Income - Unit Trusts	6.7	6.4
UK Smaller Companies	-	8.0
Overseas Fixed Interest	-	1.3
Cash and other	4.6	1.8
Total	100.0	100.0

'A' & 'B' shares

TB Wise Income has two classes of shares, 'A' & 'B'. 'B' shares have a lower annual management charge (1.0%) than 'A' shares (1.65%). We aim to phase the 'A' shares out.

Unfortunately, some platforms only offer our 'A' shares and not the 'B' shares. We have seen a significant increase in investment in TB Wise Income from platforms over the past year, and as a result the proportion of 'B' shares in the fund, in terms of Net Asset Value, has fallen over the year, from 88% to 84%. However, recently Hargreaves Lansdown have started offering our 'B' shares on their Vantage platform, and we encourage all holders of the fund to switch from 'A' shares to 'B' shares where possible, in order to save on charges and maximise your returns. We are hopeful that in due course all the main platforms will offer our 'B' shares.

As the 'B' shares are by far the more commonly-held share class, performance quoted in this report will be that of the 'B' shares. 'A' shares perform slightly less well, because of their higher charges.

TB WISE INCOME

Income and Accumulation shares

TB Wise Income offers income and accumulation shares. Income shares pay income out, while in the accumulation shares, income is re-invested. The price of the accumulation shares is higher than that of the income shares to reflect the re-invested income. On 3 March 2014, the price of a 'B' income share was £1.0776, while a 'B' accumulation share was £1.6897. That day, 66.7%, or almost exactly two-thirds of the fund's net asset value was in income shares, while the other third was in accumulation shares.

Fund Size

At the year end, the fund's quoted Net Asset Value was £37,457,222, a rise of 42% over the year. Over two years, TB Wise Income has almost doubled in size.

What the fund holds

TB Wise Income is unusual in holding assets both directly and through funds. The funds we use are a combination of unit trusts/OEICs and investment trusts. In each area of investment, consideration is given to investing through the most appropriate vehicle, or combination of vehicles. For example, in the UK, we now hold most of our shares direct rather than through funds, whereas in the global markets, which we know less well, all the holdings are made through funds, and none direct.

Holding shares direct allows us to target particular companies and sectors, and to buy at those often brief moments when a share looks particularly attractive. It is also cheaper than owning funds. Investment trusts are sometimes available at attractive discounts, and are the only way to approach certain specialist areas such as private equity. Meanwhile, unit trusts offer us access to a wide range of talented and experienced managers.

The number of holdings in the fund at the end of the year was 47, an increase from 41 at the start of the year.

The current holdings are shown in the first column, with the totals from the previous year in brackets. The second column shows what is held in each category as a percentage of the total fund.

As at 28th February 2014

	Number of funds held	% of TB Wise Income
Unit trusts	11 (11)	23.4% (23.9%)
Investment trusts	15 (13)	37.9% (42.1%)
Direct shares	17 (13)	27.7% (25.2%)
Direct fixed interest	4 (4)	6.5% (7.0%)
Cash		4.5% (1.8%)
	47 (41)	100.0% (100.0%)

The proportion of directly-held assets has increased slightly over the year from 32.2% to 34.2%.

TB WISE INCOME

Does the increase in TB Wise Income's size change the way the fund is managed?

TB Wise Income is still a very small fund by industry standards, but the increase in size has caused us to take a more disciplined approach to what is bought and sold. Although, as Warren Buffett says, we should never be prepared to invest in an asset unless we are happy to hold it for a very long time, it is also not a good idea to buy something which we can't buy in sufficient size to make a difference to performance, or that we are unlikely to be able to sell when the time comes. I have recently made an informal rule that TB Wise Income will not invest in an asset worth less than the fund. The rule prevents us at the present time from investing in any asset worth less than £37 million. In practice, the rule stops us from holding some smaller investment trusts, and some of the smallest listed companies. The effect of this rule may be to make it harder to capture the last few ounces of performance in rising markets, but it should help us in falling markets.

It seems sensible to hold at least a third of the fund in assets which we could sell almost immediately should the need arise. Our most liquid holdings at present are the unit trusts (23.4%) and the roughly 14.5% held in the most liquid shares which, at the end of February, were HSBC, Legal & General, Royal Dutch Shell, GlaxoSmithKline, Pearson, Unilever and Tesco (listed in descending order of holding size).

Performance

TB Wise Income 'B' accumulation shares made a total return of 20.9% in the year to 28 February 2014. This figure is obtained by dividing the share price at the end of the period (28 February 2014) by the share price at the end of the previous period (28 February 2013).

Over the year, the fund performed better than the IMA Flexible Investment sector, the UK stock market, and cash. TB Wise Income was 2nd in the IMA Flexible Investment sector, out of 131 funds, during the review period (source, Financial Express).

The returns came from dividends and from capital growth. At the start of the period (1 March 2013) the 'B' Income share price was 94.04p. During the year, the fund paid four dividends totalling 5.3525p. So, the income return for the year (dividends paid divided by the share price at the beginning) was 5.66%.

The quoted share price of the 'B' Income shares at the end of the year (28 February 2014) was £1.0862. So, investors made a capital gain (the end price divided by the starting price) of 14.54% during the period.

Ongoing Charges Figure (OCF)

The Ongoing Charges Figure (formerly known as the Total Expense Ratio or TER) is an accurate indication of the annual cost of running the fund. It includes the Annual Management Charge quoted above, plus incidentals such as audit fees, printing costs etc. The incidental charges are mostly fixed, so the OCF figure will tend to fall as a fund grows in size. This has been the case for TB Wise Income. The OCF figures for the last four years are as shown below:

	28.02.14	28.02.13	29.02.12	28.02.11
'B' shares % p.a.	1.34	1.43	1.46	1.50

TB WISE INCOME

Yield

The fund's forecast yield is the amount of income that you can expect over the coming year, divided by the current price. If the fund price is £1.00, and we expect to pay 3p over the year, then the fund's forecast yield is 3.0%.

In calculating the fund's forecast yield, we have to make certain assumptions. First, we assume that the fund will continue to hold the same assets in the year ahead as it does now, and in the same proportions. We also assume that the income those assets pay us will be the same as in the previous year, unless we have been officially informed of a change.

The fund's administrators, T. Bailey, calculate the historic yield for us on a daily basis. As at 2 April 2014, the quoted historic yield was 5.00%. It should be borne in mind that this payment is net of tax, and is equivalent to a gross historic yield of 5.56%.

We produce a monthly forecast of the income we expect the fund to pay. TB Wise Income has recently acquired shares in a couple of new investment trusts, including the GCP Infrastructure fund mentioned above, where the forecast yield is a lot higher than what has been paid in the early stages. Based on all available information, our forecast yield for the year ahead is 5.13%. Adding in a few as yet unconfirmed dividend increases, and the investment of around 3.0% of the fund which remains in cash, we anticipate an income yield of around 5.2% net in the year ahead, equivalent to around 5.6p per share.

Seasonality of payments

TB Wise Income makes four payments annually, at the end of January, April, July and October. There is a mild seasonal bias. For each pound of income paid during the year, we expect to pay 28.4p at the end of January, 16.8p at the end of April, 33.9p at the end of July, and 20.9p at the end of October. These proportions may change over time with the composition of the fund.

The seasonality of the payments has increased somewhat over the last year, with the weakest payment quarter (April) down from 20p last year.

In an ideal world, all four payments would be exactly equal, and we aim to prevent the seasonal fluctuations from rising further.

Performance against Aims

TB Wise Income's three aims, set out when we launched the fund in October 2005, are as follows:

- 1) To produce a high starting yield, equivalent to a good building society or other deposit account;
- 2) To increase the income over time, in line with inflation or better;
- 3) To increase the capital value over time, in line with inflation or better.

This year, the fund has met all three aims. Over the life of the fund, we are slightly ahead of the second aim, and still a long way behind the third one, though not as far behind as we were.

TB WISE INCOME

First Aim

Interest rates available to savers continue at extremely low levels.

TB Wise Income's anticipated income yield of around 5.2% per annum net of basic rate tax for the year ahead is roughly three times the income available from the best deposit accounts.

In the year under review, TB Wise Income has continued to meet its first aim. Since launch, TB Wise Income has paid an income equivalent to almost 41% of the starting price.

Second Aim

TB Wise Income's second aim is to grow its dividend at a rate above inflation.

What the table shows

The table aims to show you how the fund is performing against its target of growing the dividend in line with the rate of inflation.

The left-hand column shows the dividends declared each year since the fund's first full year, 2006. This column shows that our dividends have on the whole been rising, but with a sharp fall in 2009. 2013-14's dividend was the largest one so far. The next two columns show you the annual rise in the Retail Prices Index (RPI), first the actual number, then as a percentage. The fourth column shows the dividend that TB Wise Income would have paid each year, if the dividend had increased in line with the RPI, as we aim to do. The fifth column compares the actual dividend paid with the projected dividend, had the payments risen in line with inflation. It shows that on four occasions the fund has paid a higher dividend than the projected RPI figure, and three times the payment has been lower. Overall the fund has paid 0.50p more in dividends than if the dividends had risen with inflation, so we have achieved our second aim so far.

Year	Dividend declared in year (B Income shares) (p) (A)	R.P.I. (Dec)	R.P.I. Growth in year (%)	Wise Income's R.P.I.-linked dividend (p) (B)	Investor's gain/(loss) (A-B)
2006/07	4.29	202.7			
2007/08	5.03	210.9	+4.04	4.46	0.57
2008/09	4.60	212.9	+0.94	4.50	0.10
2009/10	4.22	218.0	+2.39	4.61	(0.39)
2010/11	4.95	228.4	+4.77	4.83	0.12
2011/12	5.29	239.4	+4.81	5.06	0.23
2012/13	5.10	246.8	+3.09	5.22	(0.12)
2013/14	5.35	253.4	+2.67	5.36	(0.01)

0.50

TB WISE INCOME

Third Aim

TB Wise Income aims to grow your capital in line with inflation, or better.

2013-14 was another good year for capital gains, with a capital return on 'B' Income Shares of 14.54%.

The Retail Price Index rose by 31.5% between October 2005, when the fund was launched, and February 2014. TB Wise Income's 'B' Income share price would need to be £1.315, or 22% higher than its current level, to achieve its third aim. Last year the fund would have needed to be 28% higher to achieve its third aim, so there has been an element of catching up.

The third aim remains a distant goal. However, on a total return basis, TB Wise Income has grown 69% since launch (B shares), so for investors who reinvest income, returns have been comfortably in excess of inflation.

While it is always futile to make predictions, I believe that there is enough value in the portfolio for another above-inflation capital return to be achievable this year.

Change in Valuation Point

Following the end of the period, on April 22nd, the daily pricing point for all four funds in the OEIC was changed to noon from 8am. The new time brings the funds into line with many other firms in the fund management industry.

Awards

TB Wise Income won 'Fund of the Year' in its sector at the Professional Adviser awards in February 2014. TB Wise Income was shortlisted for 'Fund of the Year' in the IMA Flexible Investment sector, at the Investment Week Awards, in 2011, 2012, and again in 2013.

Our company, Wise Investment was given a group award by Lipper in March 2012, for the contribution of our funds (Wise Investment, Wise Income, Wise Strategic) to the IMA Flexible Investment sector.

The fund has five stars (out of a possible five) on Financial Express.

TB WISE INCOME

Outlook

We continue to live in a financial world which has been distorted by policies aimed to prevent the collapse of the financial system in 2008. There are many challenges - political, economic, and environmental.

In the midst of the above we aim to run a diversified portfolio of assets which can produce a robust and growing income. Our investable universe is broad, and the often febrile changes in market sentiment offer us a flow of opportunities to buy assets we like at prices we think are reasonable.



Tony Yarrow
Fund Manager

12 June 2014

I hope that this report has given you all the information you need about TB Wise Income, and its investment goals and performance in the year to the end of February 2014. I am always happy to answer questions or provide further information. Please contact me at tony@wiseinvestment.co.uk.

I would like to thank you for your continued support of the fund, which is much appreciated, and for reading this report.

TOP TEN HOLDINGS

Top Ten Holdings as at 28 February 2014 (%)		Top Ten Holdings as at 28 February 2013 (%)	
Standard Life Property	7.9	Standard Life Property	7.3
F&C UK Real Estate	6.7	Isis Property	7.2
Newton Asian Income	4.3	Small Companies Dividend Trust	4.6
Princess Private Equity	4.0	GlaxoSmithKline	3.5
Ecofin Water & Power Opportunities	3.7	Picton Property Income	3.5
JO Hambro UK Equity Income	3.7	Henderson High Income	3.4
Middlefield Canadian Income	3.4	JO Hambro UK Equity Income	3.4
RWC Enhanced Income	3.0	Rights & Issues	3.4
Balfour Beatty	2.9	Thames River Property	3.4
Boot (Henry)	2.6	Legal & General	3.3

TB WISE INCOME

PERFORMANCE

Share Prices and Revenue

B Income shares				A Income shares		
Calendar year	Highest price (pence)	Lowest price (pence)	Net revenue distributed per share (pence)	Highest price (pence)	Lowest price (pence)	Net revenue distributed per share (pence)
2009	83.21	54.86	4.1093	81.34	53.87	4.0347
2010	89.41	76.93	4.8285	86.76	74.89	4.7192
2011	94.54	77.38	5.2015	91.52	74.60	5.0506
2012	89.09	79.08	4.9926	85.31	76.01	4.8110
2013	105.92	88.61	5.1126	100.85	84.84	4.8987
2014 ¹	108.86	105.21	2.5323	103.44	100.02	2.4134

B Accumulation shares				A Accumulation shares		
Calendar year	Highest price (pence)	Lowest price (pence)	Net revenue accumulated per share (pence)	Highest price (pence)	Lowest price (pence)	Net revenue accumulated per share (pence)
2009	101.66	63.57	5.7901	98.89	62.17	5.4424
2010	116.50	96.88	5.9946	112.59	94.00	5.8211
2011	124.65	106.50	6.8461	120.13	102.42	6.6194
2012	131.13	109.73	6.9774	125.09	105.36	6.6916
2013	164.19	130.43	7.5510	155.61	124.41	7.2181
2014 ¹	169.08	163.42	3.8996	160.09	154.79	3.6872

¹ Prices to 28 February and net revenue to 30 April.

Note: Past performance is not a reliable indicator of future results. Investors are reminded that the price of shares and the revenue derived from them is not guaranteed and may go down as well as up.

TB WISE INCOME

Dividend distributions/accumulations for the year end 28 February 2014 (pence per share)

Share Class	Quarter Ended			
	31 May 2013 (pence per share)	31 August 2013 (pence per share)	30 November 2013 (pence per share)	28 February 2014 (pence per share)
B Income	1.6477	1.1725	1.5387	0.9936
A Income	1.5747	1.1194	1.4662	0.9472
B Accumulation	2.4509	1.7740	2.3548	1.5448
A Accumulation	2.3334	1.6864	2.2339	1.4533

Net Asset Values

B Income shares				A Income shares		
Date	Total shares in issue	NAV per share (pence)	NAV (£)	Total shares in issue	NAV per share (pence)	NAV (£)
29 Feb 2012	12,591,208	85.59	10,776,477	5,474,491	82.40	4,511,171
28 Feb 2013	17,431,161	93.99	16,382,763	2,416,881	89.88	2,172,184
28 Feb 2014	21,311,597	107.33	22,872,841	1,967,459	101.97	2,006,292

B Accumulation shares				A Accumulation shares		
Date	Total shares in issue	NAV per share (pence)	NAV (£)	Total shares in issue	NAV per share (pence)	NAV (£)
29 Feb 2012	1,601,164	119.98	1,921,038	1,790,080	115.08	2,059,982
28 Feb 2013	4,562,646	139.80	6,378,668	1,098,139	133.21	1,462,806
28 Feb 2014	4,988,228	168.25	8,392,647	2,531,778	159.28	4,032,739

Note: Past performance is not a reliable indicator of future results. Investors are reminded that the price of shares and the revenue derived from them is not guaranteed and may go down as well as up.

TB WISE INCOME

RISK PROFILE

Please remember that both the price of shares and the revenue derived from them may go down as well as up and that you may not get back the amount originally invested. Furthermore, changes in foreign currency exchange rates may cause the value of your investment to increase or diminish. Capital appreciation in the early years will be adversely affected by the impact of initial charges (A class shares only), which by their nature are not levied uniformly throughout the life of the investment. You should, therefore, regard your investment as medium to long term. Past performance is not a reliable indicator of future results.

OTHER INFORMATION

The Company

TB Wise Investment Funds
64 St. James's Street
Nottingham NG1 6FJ

ACD

T. Bailey Fund Managers Limited
64 St. James's Street
Nottingham NG1 6FJ

Tel: 0115 9888 200
Fax: 0115 9888 222
Website: www.tbailey.co.uk/Wise

Authorised and regulated by the Financial Conduct Authority.

Investment Manager

Wise Investments Limited
The Long Barn
Chalford Park Barns
Oxford Road
Chipping Norton
Oxon, OX7 5QR

Tel: 0845 8033 433
Fax: 0845 8035 433
Website: www.wiseinvestment.co.uk

Authorised and regulated by the Financial Conduct Authority.

Further information regarding the activities and performance of the Fund for this and previous periods is available on request from the ACD as are copies of the Annual and Interim Report and Financial Statements.

Depository

National Westminster Bank Plc
135 Bishopsgate
London EC2M 3UR

Authorised and regulated by the Financial Conduct Authority and by the Prudential Regulation Authority.

Auditors

Deloitte LLP
4 Brindleyplace
Birmingham B1 2HZ

Registered to carry out audit work by the Institute of Chartered Accountants in England and Wales.

Issued by T. Bailey Fund Managers Limited ('TBFM'). TBFM is a Regulated Collective Investment Scheme Manager and is authorised and regulated by the Financial Conduct Authority. Registered in England No: 3720363.
