PROFIT *hunters*

ARTEMIS Monthly Distribution *Fund*

Half-Yearly Report (unaudited)
for the six months ended
30 June 2013

ARTEMIS
The PROFIT Hunter

General information

Company profile

Independent and owner-managed, Artemis opened for business in 1997. Its aim was outstanding investment performance and client service. All Artemis' fund managers still share these two precepts – and the same flair and enthusiasm for fund management.

The company has grown to the extent that it now manages an asset base of some £15.6 billion*. This is spread across a range of unit trusts, an investment trust, a hedge fund, a venture capital trust and both pooled and segregated institutional portfolios.

The Artemis philosophy requires our fund managers to invest in Artemis funds. This means that our fund managers' interests are directly aligned with our investors.

* Source: Artemis as at 31 July 2013.

Fund status

Artemis Monthly Distribution Fund was constituted by a Trust Deed dated 10 February 2012 and is an authorised unit trust scheme under the Financial Services and Markets Act 2000. The fund belongs to the category of UCITS schemes as defined in the Collective Investment Schemes Sourcebook of the Financial Conduct Authority.

Investment objective

The fund aims to achieve an income in addition to capital growth.

Investment policy

The fund aims to achieve its objective by investing in a globally diversified portfolio of assets. Exposure will normally be to global equities, bonds and cash. The proportion of the fund allocated to each asset class as well as the underlying stock selection will be actively managed.

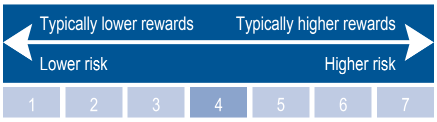
The fund will actively allocate between gilts, corporate bonds and high yield bonds, and within equities between sector and geographies.

The fund may, in addition to its other investment powers, use cash and near cash (which includes money market instruments and deposits) and exchange traded and over the counter derivatives and forward currency contracts for hedging and investment purposes.

Buying and selling

Units may be bought and sold by contacting the manager by telephone, at the address on page 2 or via the website **artemis.co.uk**. Valuation of the fund takes place each business day at 12 noon on a forward pricing basis. Investors are reminded that past performance is not a guarantee of performance in the future and that the price of units and the revenue from them can fall as well as rise.

Risk and reward profile



- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the fund.
- The risk category shown is not guaranteed and may change over time.
- A risk indicator of "1" does not mean that the investment is "risk free".
- The indicator is not a measure of the possibility of losing your investment.

The risk indicator for the fund is as above because:

- The price of units, and the income from them, can fall and rise because of stockmarket and currency movements.
- Stockmarket prices, currencies and interest rates can move irrationally and can be affected unpredictably by diverse factors, including political and economic events.
- A portion of the fund's assets may be invested in a currency other than the fund's accounting currency (sterling). The value of these assets, and the income from them, may decrease if the currency falls in relation to sterling, in which the fund is valued and priced.
- The fund may hold derivatives with the aim of profiting from falling prices. If the related assets rise in value the fund will lose money.
- A portion of the fund's assets may be invested in new, emerging markets. Investment in emerging markets can involve greater risk than that usually associated with more established markets. This means that above-average rises and falls in unit prices can be expected.
- Investments in fixed interest securities are subject to market and credit risk and will be impacted by movements in interest rates. Interest rate movements are determined by a number of economic factors, in particular market expectations of future inflation.
- The fund can invest in higher-yielding bonds, which may increase the risk to your capital due to a higher likelihood of the company issuing the bonds failing to pay returns on investments. Changes to market conditions and interest rates can have a larger effect on the values of higher-yielding bonds than other bonds.

Prospectus

Copies of the most recent Prospectus are available free of charge from the manager at the address on page 2.

General information (continued)

Manager

Artemis Fund Managers Limited *
Cassini House
57 St James's Street
London SW1A 1LD

Dealing information:
Unit Trust Department
Artemis Fund Managers Limited
PO Box 9688
Chelmsford CM99 2AE
Telephone: 0800 092 2051
Website: artemis.co.uk

Investment adviser

Artemis Investment Management LLP *
Cassini House
57 St James's Street
London SW1A 1LD

Trustee

National Westminster Bank Plc *
Trustee & Depositary Services
Younger Building
1st Floor, 3 Redheughs Avenue
Edinburgh EH12 9RH

Registrar

International Financial Data Services (UK) Limited *
IFDS House
St Nicholas Lane
Basildon
Essex SS15 5FS

Auditor

Ernst & Young LLP
Ten George Street
Edinburgh EH2 2DZ

* Authorised and regulated by the Financial Conduct Authority, 25 The North Colonnade, Canary Wharf, London E14 5HS.

Report of the manager

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority.

R J Turpin
Director

M R J Tyndall
Director

15 August 2013

- The fund tops its sector …
- … as its flexible investment strategy pays dividends.
- Equities and high-yield bonds look attractive.

Performance – Pleasing …

The fund's strong performance since its launch in May 2012 continued. It returned 9.2%* over the reporting period, topping its sector, where the average return was 4.0%*. Although the fund's strong performance since its launch gives little indication of the returns it will produce over the longer term, initial results appear to have vindicated our flexible strategy for producing income.

Review – Watching the Fed: All change?

Over the reporting period, investors were preoccupied with signs of a change in monetary policy in the US. Ben Bernanke, the Chairman of the Federal Reserve Board, clearly signalled his intention to scale back quantitative easing (QE). The timing will depend on the unemployment rate – but as market moves over the review period showed, the mere prospect of tighter monetary policy can have repercussions. Yields on government bonds rose and the impact was felt through every other asset class. Investment grade bonds suffered particularly badly. The longer a bond's maturity, the more poorly it performed. High yield bonds also came under pressure for a time, but began to regain some of their earlier poise towards the end of the reporting period. Emerging market bonds were among the period's worst performers. Equities also suffered, particularly those that are regarded as 'bond proxies'.

This market weakness weighed on fund returns over the period.

That said, we had reduced our exposure to the longer-dated bonds which suffered the most in the sell-off. This protected the fund against the worst effects of rising bond yields. Furthermore, we reduced the fund's exposure to real estate and infrastructure investments when conditions began to change. We were right to act quickly; these investments came under pressure as the market anticipated a change in policy by the Federal Reserve.

We continued to increase the fund's weighting to high yield bonds, especially sterling-denominated issues. They are relatively cheap and will continue to benefit from the demand for yield. We regarded the setback in the high yield market towards the end of the period to be a short-term wobble rather than a systemic change. Returns since the end of the review period have endorsed that view. Bonds issued by the AA (which is currently owned by a private equity group) and Thomas Cook (which has recently refinanced its balance sheet) are two good examples of the type of high yield bonds in which we invested. Their respective yields are 9.5% and 7.75% and, with the economy showing some signs of recovery, we feel they represent attractive opportunities.

We run the fund's equity component in a flexible manner, with exposure to several types of income-generating stocks. So, in contrast to some funds, it doesn't only hold bond-like equities such as REITs and utilities. Having exposure to various types of income stocks – including cyclical and growth companies – means that our holdings are well diversified. This should benefit the fund during periods when one particular type of stock is performing less well.

One bond-like area in which the fund had a large overweight during the reporting period was the real estate investment trust (REIT) sector. Asian REITs have been a great investment in recent years, delivering safe-haven yields in appreciating currencies. Since its launch, the fund has profited from holding some of them. However, their strong performance has pushed valuations higher so, given the apparent shift in Fed policy, we scaled back our exposure to 'plain vanilla' REITs. We did, however, retain holdings in those REITs where the stock-specifics are particularly strong, such as Tesco Lotus, which owns Tesco's hypermarkets in Thailand and Religare Healthcare Trust, a hospital REIT in India.

Telecoms, utilities, staples and other defensive bond proxies sold off alongside REITs towards the end of the reporting period. By the end of the reporting period, our portfolio was even less exposed to traditional equity income stocks (such as utilities) than it was at the start. As we moved away from bond proxies, we reinvested in higher growth areas such as technology (Microsoft) and media (including German companies RTL and ProSiebenSat1).

Outlook – Focus on equities and high-yield bonds …

There seems little doubt that the rise in long-term interest rates will make investing in bonds less rewarding work. For this reason we are, while remaining within the fund's remit, targeting a slightly higher weighting to equities and higher yielding bonds. Equities remain a very good hedge against long-term inflation risks and high-yield bonds are less influenced by rising long-term interest rates than government or investment grade bonds. Within equities, our flexible process allows us to put less emphasis on classic bond proxies – the stocks that would be hurt the most should interest rates start to normalise. The big risk to high yield bonds would, of course, be a rise in default rates. But after a long period

* Source: Lipper Limited, R accumulation, bid to bid basis, in sterling with net income reinvested. Sector is IMA Mixed Investment 20-60% shares. Benchmark is Weighted MSCI All Countries World Index (40%), iBoxx Index (60%).

Investment review (continued)

of focusing on balance-sheet strength, defaults are few and far between. This post-crisis focus on financial strength rather than future growth may not help the wider economy – but it is good news for bondholders.

While we have increased the fund's equity weighting, we would counsel against overreaction. Short-term interest rates are likely to remain very low while fiscal policy continues to be tight and excess government borrowing is reduced. QE continues and the world today looks a lot like it did six months ago. This remains generally supportive of bonds, particularly shorter-dated issues. So we won't do anything rash. For now, we are happy to keep profiting from a select number of carry trades. However, we are alert to signs that this may change. The direction of the journey towards tighter monetary policy is clear – even if its timing is not.

James Foster & Jacob de Tusch-Lec
Fund managers

Five largest purchases and sales for the six months ended 30 June 2013

Purchases	Cost £'000	Sales	Proceeds £'000
UPC Holding 6.75% 2023	210	La Financiere Atalian 7.25% 2020	210
Arqiva Broadcast 9.5% 2020	206	BG Energy Capital 6.5% 2072	143
Pennon Group 6.75% Perpetual	205	Batelco International Finance 4.25% 2020	129
Infinis 7% 2019	204	Prudential 5.25% Perpetual	126
La Financiere Atalian 7.25% 2020	204	BUPA Finance 5% 2023	103

Portfolio statement as at 30 June 2013

Investment	Holding	Valuation £'000	% of net assets
Belgium bonds – 0.94% (0.00%)			
BNP Paribas Fortis 4.625% Perpetual	€100,000	83	0.94
		83	**0.94**
Channel Islands bonds – 2.88% (2.87%)			
AA Bonding Company 9.5% 2043	£100,000	103	1.16
Bank of Scotland Capital Funding 8.117% Perpetual	£100,000	93	1.05
Porterbrook Rail Finance 6.5% 2020	£50,000	59	0.67
		255	**2.88**
France bonds – 1.67% (1.70%)			
AXA FRN Perpetual	£50,000	50	0.56
EDF 6% Perpetual	£100,000	98	1.11
		148	**1.67**
Germany bonds – 3.21% (5.33%)			
ENBW Energie Baden 7.375% 2072	€100,000	95	1.07
RWE 7% Perpetual	£100,000	106	1.20
Unitymedia 5.625% 2023	€100,000	83	0.94
		284	**3.21**
Ireland bonds – 1.03% (5.95%)			
Bank of Ireland 10% 2022	€100,000	91	1.03
		91	**1.03**
Italy bonds – 0.93% (0.00%)			
IVS Group 7.125% 2020	€100,000	82	0.93
		82	**0.93**
Luxembourg bonds – 2.96% (0.00%)			
Matterhorn Mobile 8.25% 2020	€200,000	177	2.00
Servus Luxembourg 7.75% 2018	€100,000	85	0.96
		262	**2.96**
Netherlands bonds – 3.57% (3.12%)			
ABN Amro Bank FRN Perpetual	€150,000	114	1.29
UPC Holding 6.75% 2023	CHF 300,000	202	2.28
		316	**3.57**
Spain bonds – 0.98% (0.00%)			
Ferrovial Emisiones 3.375% 2018	€100,000	87	0.98
		87	**0.98**
UK bonds – 33.99% (34.99%)			
Aberdeen Asset Management 7% Perpetual	$200,000	130	1.47
Annington Finance 13% 2023	£100,000	120	1.36

Investment information (continued)

Investment	Holding	Valuation £'000	% of net assets
Arqiva Broadcast 9.5% 2020	£200,000	207	2.34
Bond Mission Critical Services FRN 2019	£100,000	98	1.11
Boparan Holdings 9.875% 2018	£100,000	108	1.22
BUPA Finance 5% 2023	€100,000	95	1.07
Clerical Medical Finance FRN Perpetual	£100,000	81	0.91
Co-Operative Group 5.625% 2020	£100,000	92	1.04
Crown Newco 3 7% 2018	£100,000	101	1.14
DFS Furniture Holdings 7.625% 2018	£100,000	103	1.16
Equiniti Newco 2 7.125% 2018	£100,000	100	1.13
Friends Life Group 6.292% Perpetual	£25,000	23	0.26
Heathrow Finance 7.125% 2017	£50,000	53	0.60
Infinis 7% 2019	£200,000	200	2.26
Legal & General Group 10% 2041	£50,000	66	0.74
Liverpool Victoria 6.5% 2043	£200,000	185	2.09
National Express Group 6.25% 2017	£50,000	55	0.62
National Westminster Bank FRN Perpetual	€100,000	61	0.69
NWEN Finance 5.875% 2021	£100,000	100	1.13
Old Mutual 5% Perpetual	€200,000	160	1.81
Pennon Group 6.75% Perpetual	£200,000	202	2.28
RL Finance FRN Perpetual	£100,000	92	1.04
RSA Insurance Group 8.5% Perpetual	£100,000	104	1.18
SSE 5.625% Perpetual	€100,000	90	1.02
Thomas Cook Finance 7.75% 2020	€100,000	82	0.93
Voyage Care Bondco 6.5% 2018	£100,000	100	1.13
Westfield Group 4.25% 2022	£100,000	104	1.18
William Hill 4.25% 2020	£100,000	96	1.08
		3,008	**33.99**
USA bonds – 1.99% (2.84%)			
Lynx I 6% 2021	£100,000	99	1.12
WMG Acquisition 6.25% 2021	€90,000	77	0.87
		176	**1.99**
Bermuda equities – 0.79% (1.14%)			
Silverlake Axis	180,312	70	0.79
		70	**0.79**
Brazil equities – 0.67% (1.77%)			
Transmissora Alianca de Energia	4,905	31	0.35
Vale 'A' (preference)	3,469	28	0.32
		59	**0.67**
British Virgin Islands equities – 0.81% (0.24%)			
Playtech	12,024	72	0.81
		72	**0.81**
Cayman Islands equities – 1.25% (0.00%)			
Langham Hospitality	324,500	111	1.25
		111	**1.25**
China equities – 0.37% (0.93%)			
Shenzhen Expressway 'H'	136,000	33	0.37
		33	**0.37**

Investment	Holding	Valuation £'000	% of net assets
Cyprus equities – 1.10% (0.76%)			
Prosafe	16,958	97	1.10
		97	**1.10**
Denmark equities – 2.56% (1.28%)			
Matas	5,000	69	0.78
TDC	29,468	158	1.78
		227	**2.56**
France equities – 1.90% (1.24%)			
AXA	8,719	113	1.28
Sanofi	807	55	0.62
		168	**1.90**
Germany equities – 2.15% (4.30%)			
Drillisch	6,725	74	0.84
Freenet	3,046	44	0.50
Munchener Ruckversicherungs	594	72	0.81
		190	**2.15**
Hong Kong equities – 0.47% (0.00%)			
Hui Xian (REIT)	101,000	42	0.47
		42	**0.47**
Ireland equities – 0.76% (0.59%)			
Origin Enterprises #	14,682	67	0.76
		67	**0.76**
Italy equities – 0.92% (0.00%)			
Atlantia	2,034	22	0.25
Snam Rete Gas	20,053	59	0.67
		81	**0.92**
Japan equities – 0.97% (0.00%)			
Mitsubishi UFJ Financial Group	15,700	64	0.72
West Japan Railway	800	22	0.25
		86	**0.97**
Luxembourg equities – 2.19% (0.49%)			
RTL Group	3,328	179	2.02
SES 'A' (FDR)	775	15	0.17
		194	**2.19**
Mexico equities – 0.78% (1.94%)			
Macquarie Mexico Real Estate Management (REIT)	49,766	69	0.78
		69	**0.78**
New Zealand equities – 2.44% (0.00%)			
SKY Network Television	61,773	171	1.93
Telecom Corporation of New Zealand	38,783	45	0.51
		216	**2.44**
Norway equities – 1.66% (1.21%)			
Borregaard	34,346	98	1.11
Gjensidige Forsikring	4,283	41	0.46
Spectrum	1,456	8	0.09
		147	**1.66**

Investment information (continued)

Investment	Holding	Valuation £'000	% of net assets
Philippines equities – 0.05% (0.73%)			
Manila Water	8,157	4	0.05
		4	**0.05**
Portugal equities – 0.68% (0.52%)			
Energias de Portugal	28,546	60	0.68
		60	**0.68**
Singapore equities – 1.77% (4.67%)			
Frasers Commercial Trust	159,000	113	1.27
Religare Health	100,261	44	0.50
		157	**1.77**
Spain equities – 1.30% (1.07%)			
Enagás	3,015	49	0.55
Gas Natural	5,022	66	0.75
		115	**1.30**
Switzerland equities – 2.58% (1.52%)			
Credit Suisse	2,544	44	0.50
Roche	867	139	1.57
Zurich Financial Services	265	45	0.51
		228	**2.58**
Thailand equities – 1.68% (0.83%)			
Bangkok Bank Public (Alien Market)	8,900	39	0.44
Tesco Lotus (REIT)	381,909	110	1.24
		149	**1.68**
UK equities – 3.22% (2.08%)			
3i Group	12,223	41	0.46
Betfair Group	5,960	51	0.58
City of London Investment Group	2,206	6	0.07
Man Group	73,683	61	0.69
Reckitt Benckiser Group	1,830	86	0.97
Rio Tinto	1,470	40	0.45
		285	**3.22**
USA equities – 13.16% (11.60%)			
AbbVie	3,217	91	1.03
American Capital	7,180	107	1.21
Blackstone Group	3,789	52	0.59
Chevron	536	42	0.47
Chimera Investment (REIT)	45,489	90	1.02
Cisco Systems	3,361	54	0.61
Hewlett Packard	995	16	0.18
Intel	9,652	152	1.72
Lorrilard	3,061	88	0.99
Metlife	4,079	123	1.39
Microsoft	3,389	77	0.87
Pfizer	4,408	82	0.93
TAL International Group	656	19	0.21
Time Warner Cable	2,427	172	1.94
		1,165	**13.16**

Forward foreign exchange contracts – (-0.04%)			
Bought Sterling – 25 September 2013	1,483,188	1,483	16.76
Sold Euro – 25 September 2013	(1,734,500)	(1,490)	(16.84)
Bought Sterling – 25 September 2013	208,322	208	2.35
Sold Swiss Franc – 25 September 2013	(300,000)	(209)	(2.36)
Bought Sterling – 25 September 2013	132,392	132	1.49
Sold US Dollar – 25 September 2013	(204,500)	(134)	(1.51)
Bought Swiss Franc – 25 September 2013	9,000	6	0.07
Sold Sterling – 25 September 2013	(6,237)	(6)	(0.07)
Bought US Dollar – 25 September 2013	1,043,590	686	7.75
Sold Euro – 25 September 2013	(790,000)	(678)	(7.66)
Bought US Dollar – 25 September 2013	80,681	53	0.60
Sold Japanese Yen – 25 September 2013	(7,900,000)	(52)	(0.59)
Bought US Dollar – 25 September 2013	67,116	44	0.50
Sold Norwegian Krona – 25 September 2013	(400,000)	(43)	(0.49)
Bought US Dollar – 25 September 2013	6,500	4	0.05
Sold Sterling – 25 September 2013	(4,256)	(4)	(0.05)
		–	–
Portfolio of investments †		8,884	100.38
Net other liabilities		(34)	(0.38)
Net assets attributable to unitholders		8,850	100.00

All holdings are listed ordinary shares unless otherwise stated. The figures in brackets represent percentages as at 31 December 2012. At this date the portfolio included exposure to Australia equities (0.55%), Israel equities (0.52%) and Poland equities (0.49%).
† Includes derivative liabilities.
# Alternative Investment Market traded investments: 0.76% (31 December 2012: 0.59%).
FDR represents Federal Depositary Receipts.
REIT represents Real Estate Investment Trusts.

Bond ratings as at 30 June 2013

	Valuation £'000	% of net assets
Bonds		
A	104	1.18
B	1,560	17.63
BB	1,332	15.05
BBB	1,499	16.93
CCC	297	3.36
	4,792	54.15
Equities	4,064	45.91
Preference shares	28	0.32
Forward foreign exchange contracts	–	–
Net other liabilities	(34)	(0.38)
Net assets attributable to unitholders	8,850	100.00

Source of credit ratings: Artemis Investment Management LLP.

Financial statements

Statement of total return for the six months ended 30 June 2013

	30 June 2013	
	£'000	£'000
Income		
Net capital gains		33
Revenue	201	
Expenses	(79)	
Net revenue before taxation	122	
Taxation	(19)	
Net revenue after taxation		103
Total return before distributions		**136**
Finance costs: distributions		(127)
Change in net assets attributable to unitholders from investment activities		9

Statement of change in net assets attributable to unitholders for the six months ended 30 June 2013

	30 June 2013	
	£'000	£'000
Opening net assets attributable to unitholders		2,889
Amounts receivable on issue of units	6,038	
Amounts payable on cancellation of units	(159)	
		5,879
Change in net assets attributable to unitholders from investment activities		9
Retained distributions on accumulation units		73
Closing net assets attributable to unitholders		8,850

Balance sheet as at 30 June 2013

	30 June 2013		31 December 2012	
	£'000	£'000	£'000	£'000
Assets				
Investment assets		8,894		2,811
Debtors	290		97	
Cash and bank balances	70		27	
Total other assets		360		124
Total assets		**9,254**		**2,935**
Liabilities				
Derivative liabilities		10		2
Creditors	359		32	
Bank overdraft	–		1	
Distribution payable on income units	35		11	
Total other liabilities		**394**		**44**
Total liabilities		**404**		**46**
Net assets attributable to unitholders		8,850		2,889

Notes to the financial statements

1. Basis of preparation

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association in October 2010.

2. Post balance sheet events

Since 30 June 2013, the net asset values per unit, on a bid basis, have changed as follows:

	Net asset value per unit (p)		
	14 August 2013	30 June 2013	Movement
R distribution	56.76	55.58	2.1%
R accumulation	59.51	58.06	2.5%
I distribution	57.14	55.90	2.2%
I accumulation	59.92	58.41	2.6%

Distribution tables

For the six months ended 30 June 2013.

First dividend distribution for the period ended 31 January 2013.

Group 1 – Units purchased prior to 1 January 2013.
Group 2 – Units purchased from 1 January to 31 January 2013.

	Net revenue per unit (p)	Equalisation per unit (p)	Distribution per unit (p) 28 March 2013
R distribution			
Group 1	0.1501	–	0.1501
Group 2	0.0554	0.0947	0.1501
R accumulation			
Group 1	0.1535	–	0.1535
Group 2	0.0498	0.1037	0.1535
I distribution			
Group 1	0.1507	–	0.1507
Group 2	0.0732	0.0775	0.1507
I accumulation			
Group 1	0.1541	–	0.1541
Group 2	0.1473	0.0068	0.1541

Second dividend distribution for the month ended 28 February 2013.

Group 1 – Units purchased prior to 1 February 2013.
Group 2 – Units purchased from 1 February 2013 to 28 February 2013.

	Net revenue per unit (p)	Equalisation per unit (p)	Distribution per unit (p) 30 April 2013
R distribution			
Group 1	0.1583	–	0.1583
Group 2	0.0649	0.0934	0.1583
R accumulation			
Group 1	0.1628	–	0.1628
Group 2	0.0994	0.0634	0.1628
I distribution			
Group 1	0.1591	–	0.1591
Group 2	0.1336	0.0255	0.1591
I accumulation			
Group 1	0.1629	–	0.1629
Group 2	0.1403	0.0226	0.1629

Third dividend distribution for the month ended 31 March 2013.

Group 1 – Units purchased prior to 1 March 2013.
Group 2 – Units purchased from 1 March 2013 to 31 March 2013.

	Net revenue per unit (p)	Equalisation per unit (p)	Distribution per unit (p) 31 May 2013
R distribution			
Group 1	0.2399	–	0.2399
Group 2	0.0805	0.1594	0.2399
R accumulation			
Group 1	0.2465	–	0.2465
Group 2	0.0541	0.1924	0.2465
I distribution			
Group 1	0.2410	–	0.2410
Group 2	0.2410	0.0000	0.2410
I accumulation			
Group 1	0.2479	–	0.2479
Group 2	0.1386	0.1093	0.2479

Fourth dividend distribution for the month ended 30 April 2013.

Group 1 – Units purchased prior to 1 April 2013.
Group 2 – Units purchased from 1 April to 30 April 2013.

	Net revenue per unit (p)	Equalisation per unit (p)	Distribution per unit (p) 28 June 2013
R distribution			
Group 1	0.2001	–	0.2001
Group 2	0.1730	0.0271	0.2001
R accumulation			
Group 1	0.2061	–	0.2061
Group 2	0.1363	0.0698	0.2061
I distribution			
Group 1	0.2007	–	0.2007
Group 2	0.1643	0.0364	0.2007
I accumulation			
Group 1	0.2073	–	0.2073
Group 2	0.1127	0.0946	0.2073

Distribution tables (continued)

Fifth dividend distribution for the month ended 31 May 2013.

Group 1 – Units purchased prior to 1 May 2013.
Group 2 – Units purchased from 1 May 2013 to 31 May 2013.

	Net revenue per unit (p)	Equalisation per unit (p)	Distribution per unit (p) 31 July 2013
R distribution			
Group 1	0.3353	–	0.3353
Group 2	0.1762	0.1591	0.3353
R accumulation			
Group 1	0.3509	–	0.3509
Group 2	0.1394	0.2115	0.3509
I distribution			
Group 1	0.3402	–	0.3402
Group 2	0.2068	0.1334	0.3402
I accumulation			
Group 1	0.3480	–	0.3480
Group 2	0.2436	0.1044	0.3480

Sixth dividend distribution for the month ended 30 June 2013.

Group 1 – Units purchased prior to 1 June 2013.
Group 2 – Units purchased from 1 June 2013 to 30 June 2013.

	Net revenue per unit (p)	Equalisation per unit (p)	Distribution per unit (p) 30 August 2013	Distribution per unit (p) 31 August 2012
R distribution				
Group 1	0.1466	–	0.1466	0.0899
Group 2	0.0640	0.0826	0.1466	0.0899
R accumulation				
Group 1	0.1536	–	0.1536	0.0887
Group 2	0.1097	0.0439	0.1536	0.0887
I distribution				
Group 1	0.1465	–	0.1465	0.0880
Group 2	0.0746	0.0719	0.1465	0.0880
I accumulation				
Group 1	0.1533	–	0.1533	0.0898
Group 2	0.0828	0.0705	0.1533	0.0898

The fund has held more than 60% of its net assets in interest bearing securities during each distribution period. Corporate unitholders should note that a holding in a fund with more than 60% of its net assets in interest bearing assets may be required to be treated as a creditor loan relationship for corporation tax purposes.

Equalisation applies only to units purchased during the distribution period (group 2 units). It is the average amount of revenue included in the purchase price of all group 2 units and is refunded to holders of these units as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

Comparative tables

Fund sizes & net asset values

Date	Net asset value of fund (£)	Net asset value per unit (p)	Units in issue
31 December 2012	2,889,108		
R distribution		51.99	1,438,146
R accumulation		53.18	1,478,895
I distribution		52.19	1,052,715
I accumulation		53.36	1,509,629
30 June 2013	8,849,872		
R distribution		55.58	4,492,898
R accumulation		58.06	2,546,439
I distribution		55.90	3,354,705
I accumulation		58.41	5,134,610

Ongoing charges

Expense	30 June 2013
R units *	
Annual management charge	1.50%
Other expenses	0.50%
Ongoing charges	2.00%
I units **	
Annual management charge	0.75%
Other expenses	0.50%
Ongoing charges	1.25%

Ongoing charges shows the annual operating expenses of each unit class as a percentage of the average net assets of that class for the period.
* Includes R distribution and R accumulation.
** Includes I distribution and I accumulation.

Net revenue distribution & unit price range

Year	Net revenue per unit (p)	Highest offer price (p)	Lowest bid price (p)
R distribution			
2012 *	1.1396	55.69	47.35
2013 **	1.2303	62.90	52.32
R accumulation			
2012 *	1.1493	56.65	47.35
2013 **	1.2734	65.16	53.36
I distribution			
2012 *	1.1403	53.63	47.37
2013 **	1.2382	60.69	52.49
I accumulation			
2012 *	1.1527	54.54	47.37
2013 **	1.2735	62.87	53.38

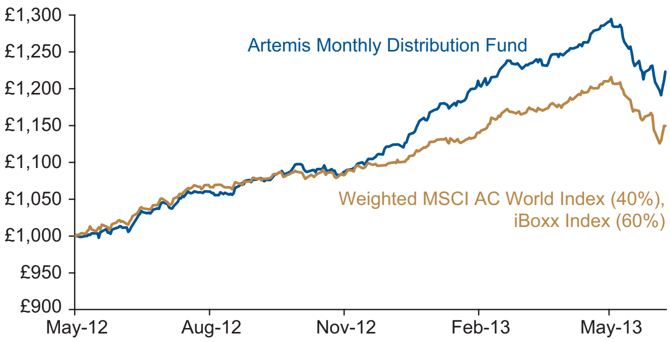
Net revenue includes all amounts paid and payable in each calendar year.
* From 21 May 2012.
** To 30 June 2013.

Fund performance

Performance	Since launch *	1 year	6 months
Artemis Monthly Distribution Fund	22.3	20.5	9.2
Weighted MSCI All Countries World Index (40%), iBoxx Index (60%)	15.2	12.1	4.7
Sector average	12.1	10.1	4.0
Position in sector	2/147	2/148	1/151
Quartile	1	1	1

* Data from 21 May 2012. Source: Lipper Limited, R accumulation units, bid to bid basis in sterling with net income reinvested to 30 June 2013. All performance figures show total return percentage growth. Sector is IMA Mixed Investment 20-60% shares.

Value of £1,000 invested at launch to 30 June 2013



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