



CF RUFFER BAKER STEEL GOLD FUND  
CF RUFFER EQUITY & GENERAL FUND  
CF RUFFER EUROPEAN FUND  
CF RUFFER PACIFIC FUND  
CF RUFFER TOTAL RETURN FUND  
CF RUFFER JAPANESE FUND

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**CF RUFFER INVESTMENT FUNDS**

*Interim report and financial statements*

*15 March 2013*

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## CONTENTS

ACD's Report .....	5
Authorised Status .....	5
Important Information .....	5
Director's Statement .....	5
AGGREGATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)	
Aggregated Statement of Total Return .....	6
Aggregated Statement of Change in Net Assets Attributable to Shareholders .....	6
Aggregated Balance Sheet .....	7
Notes to the Interim Financial Statements .....	8
CF RUFFER BAKER STEEL GOLD FUND	
ACD's Report .....	9
Important Information .....	9
Investment Objective and Policy .....	9
Investment Manager's Report .....	10
Fund Information .....	12
Portfolio Statement .....	15
Summary of Material Portfolio Changes .....	19
INTERIM FINANCIAL STATEMENTS (UNAUDITED)	
Statement of Total Return .....	21
Statement of Change in Net Assets Attributable to Shareholders .....	21
Balance Sheet .....	22

CF RUFFER EQUITY & GENERAL FUND

ACD's Report .....	23
Important Information .....	23
Investment Objective and Policy .....	23
Investment Manager's Report .....	24
Fund Information .....	26
Portfolio Statement .....	30
Summary of Material Portfolio Changes .....	34

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

Statement of Total Return .....	36
Statement of Change in Net Assets Attributable to Shareholders .....	36
Balance Sheet .....	37

CF RUFFER EUROPEAN FUND

ACD's Report .....	38
Important Information .....	38
Investment Objective and Policy .....	38
Investment Manager's Report .....	39
Fund Information .....	41
Portfolio Statement .....	44
Summary of Material Portfolio Changes .....	47

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

Statement of Total Return .....	49
Statement of Change in Net Assets Attributable to Shareholders .....	49
Balance Sheet .....	50

CF RUFFER PACIFIC FUND

ACD's Report .....	51
Important Information .....	51
Investment Objective and Policy .....	51
Investment Manager's Report .....	52
Fund Information .....	54
Portfolio Statement .....	57
Summary of Material Portfolio Changes .....	61

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

Statement of Total Return .....	63
Statement of Change in Net Assets Attributable to Shareholders .....	63
Balance Sheet .....	64

CF RUFFER TOTAL RETURN FUND

ACD's Report .....	65
Important Information .....	65
Investment Objective and Policy .....	65
Investment Manager's Report .....	66
Fund Information .....	68
Portfolio Statement .....	74
Summary of Material Portfolio Changes .....	80

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

Statement of Total Return .....	82
Statement of Change in Net Assets Attributable to Shareholders .....	82
Balance Sheet .....	83

CF RUFFER JAPANESE FUND

ACD's Report .....	84
Important Information .....	84
Investment Objective and Policy .....	84
Investment Manager's Report .....	85
Fund Information .....	88
Portfolio Statement .....	91
Summary of Material Portfolio Changes .....	98
INTERIM FINANCIAL STATEMENTS (UNAUDITED)	
Statement of Total Return .....	100
Statement of Change in Net Assets Attributable to Shareholders .....	100
Balance Sheet .....	101
General Information .....	102

ACD'S REPORT  
FOR THE HALF YEAR ENDED 15 MARCH 2013

AUTHORISED STATUS

CF Ruffer Investment Funds ('the Company') is an open-ended investment company with variable capital incorporated in England and Wales under registered number IC000049 and authorised by the Financial Services Authority (note that the Financial Services Authority was replaced by the Financial Conduct Authority on 1 April 2013) with effect from 18 November 1999.

The Company is a 'UCITS Scheme' and the base currency is pounds sterling.

Shareholders are not liable for the debts of the Company. A shareholder is not liable to make any further payment to the Company after they have paid the price on purchase of the shares.

IMPORTANT INFORMATION

For details of changes see the 'Important Information' section of the sub-funds. Full details of the changes can be found in the revised Prospectus dated 13 September 2012.

DIRECTOR'S STATEMENT

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.

N. BOYLING

CAPITA FINANCIAL MANAGERS LIMITED

*ACD of CF Ruffer Investment Funds*

10 May 2013

## AGGREGATED INTERIM FINANCIAL STATEMENTS (UNAUDITED)

AGGREGATED STATEMENT OF TOTAL RETURN  
FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13		15.03.12	
	£	£	£	£
Income:				
Net capital gains		410,095,819		94,431,939
Revenue	33,779,545		36,062,175	
Expenses	(23,628,333)		(24,304,694)	
Finance costs: Interest	(2,446)		(5,113)	
Net revenue before taxation	10,148,766		11,752,368	
Taxation	(1,825,022)		(1,282,102)	
Net revenue after taxation		8,323,744		10,470,266
<b>Total return before distributions</b>		418,419,563		104,902,205
Finance costs: Distributions		(25,172,415)		(26,173,451)
<b>Change in net assets attributable to shareholders from investment activities</b>		393,247,148		78,728,754

AGGREGATED STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS  
FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13		15.03.12	
	£	£	£	£
<b>Opening net assets attributable to shareholders</b>		3,696,422,778		3,574,358,313
Amounts receivable on issue of shares	218,762,836		279,341,877	
Amounts payable on cancellation of shares	(177,626,344)		(129,756,919)	
		41,136,492		149,584,958
Stamp duty reserve tax		(115,865)		(87,541)
Change in net assets attributable to shareholders from investment activities		393,247,148		78,728,754
Retained distribution on Accumulation shares		17,883,751		19,254,079
Unclaimed distributions		2,310		12
<b>Closing net assets attributable to shareholders</b>		4,148,576,614		3,821,838,575

The above statement shows the comparative closing net assets at 15 March 2012 whereas the current accounting period commenced 16 September 2012.

AGGREGATED BALANCE SHEET  
AS AT 15 MARCH 2013

	15.03.13		15.09.12	
	£	£	£	£
<b>ASSETS</b>				
<b>Investment assets</b>		3,779,376,494		3,551,876,382
<b>Other assets</b>				
Debtors		45,497,351		20,812,001
Cash and bank balances		387,595,174		187,407,039
<b>Total other assets</b>		433,092,525		208,219,040
<b>Total assets</b>		4,212,469,019		3,760,095,422
<b>LIABILITIES</b>				
<b>Investment liabilities</b>		(16,010,805)		(3,136,849)
<b>Other liabilities</b>				
Creditors		(37,318,271)		(44,458,548)
Bank overdrafts		(2,962,300)		(5,351,718)
Distribution payable on Income shares		(7,601,029)		(10,725,529)
<b>Total other liabilities</b>		(47,881,600)		(60,535,795)
<b>Total liabilities</b>		(63,892,405)		(63,672,644)
<b>Net assets attributable to shareholders</b>		4,148,576,614		3,696,422,778

1. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 15 September 2012 and are described in those annual financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice for Financial Statements of Authorised Funds issued by the Investment Management Association in October 2010.

CF RUFFER BAKER STEEL GOLD FUND  
ACD'S REPORT  
FOR THE HALF YEAR ENDED 15 MARCH 2013

IMPORTANT INFORMATION

On 13 September 2012 a new share class, the 'C' Accumulation, was launched in the CF Ruffer Baker Steel Gold Fund ('the Fund'), with its first live valuation date being 19 September 2012.

Due to a decline in the Gold Market since the balance sheet date of 15 March 2013, the price of shares in CF Ruffer Baker Steel Gold had fallen 31% by 8 May 2013. This performance is in line with the value of shares in gold mining companies.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Fund is to achieve capital growth over the long term by investing principally in gold and precious metal related companies within the mining industry. The Fund may also invest in collective investment schemes, cash, money market instruments, other transferable securities and derivatives and forward transactions and other investments to the extent that each is permitted by the Regulations.

CAPITA FINANCIAL MANAGERS LIMITED  
ACD of CF Ruffer Baker Steel Gold Fund  
10 May 2013

## CF RUFFER BAKER STEEL GOLD FUND

ACD's Report (continued)

### INVESTMENT MANAGER'S REPORT

The FTSE Gold Mines Total Return Index is the benchmark against which the performance of the Fund is measured.\*

#### INVESTMENT REVIEW

In the period under review, the Fund's 'O' Accumulation shares' Net Asset Value fell 20.1%, compared to the FTSE Gold Mines Total Return Index which fell 24.3%<sup>^</sup>. Gold fell 10.1%<sup>^</sup> (US dollars), 3.4%<sup>^</sup> in sterling.

The past six months have been a testing time for holders of gold shares. Despite a backdrop of buoyant general equity markets, gold shares have remained resolutely undervalued. Whilst there has continued to be some industry cost inflation, the fundamentals for the sector remain robust, with main themes being increasing dividends and more stringent capital allocation.

Gold reached a 2012 high of US\$1790/oz<sup>^</sup> in early-October, with commentators seemingly driving the market as the pendulum appeared to swing on constant shifts in sentiment between economic recovery and worldwide recession. Meanwhile, many politicians looked to appease the electorate in the short-term with little regard to building long-term sustainable economic platforms for growth. Politicians who are determined to control ever-burgeoning deficits have a long and unpopular road ahead of them.

The Fund demonstrated good relative performance to the FTSE Gold Mines Index in the previous six months and, importantly, continues to outperform the Market Vectors Junior Gold Miners ETF (GDXJ) that was down 26.6%<sup>^</sup> (in sterling) during the period. The GDXJ is invested in comparable companies to the Fund. The Fund remains largely focused on mid-cap emerging producer gold equities, in which we continue to identify significant value, especially given the divergence between gold and gold shares over the past two years.

The portfolio benefitted from a number of merger and acquisition ('M&A') transactions over the period that are testament to the investment process at Baker Steel, which aims to identify high quality assets in the sector at a stage where they have tangible value. Some of these transactions have led to the formation of new companies which have been retained as core holdings in the Fund, due to their improved diversification of risk and a stronger portfolio of assets. The healthy balance sheets of producers in the sector indicate that the number of M&A transactions should remain at elevated levels in 2013.

A number of stock-specific issues offset these gains and frustratingly these were mainly financial rather than asset-related issues, with companies under-estimating their cash requirements at the crucial development stage of their mining operations. Furthermore, the Fund retained a weighting to South African gold companies that came under significant pressure at the start of the period as tensions between unions and employers reached serious levels.

\* The FTSE Gold Mines Total Return Index is used by the Sub-Adviser for comparison. No benchmark is required to be disclosed as per the Prospectus.

<sup>^</sup> Source of data: Thomson Reuters Datastream.

### INVESTMENT OUTLOOK

2013 will probably be another turbulent year for the global economy, yet given policymakers' determination to keep global interest rates low, we are of the view that economic growth-focused policies should create an environment which is positive for gold. Under these conditions inflation expectations should rise and real rates remain negative in the USA. In 2006/2007 'real assets' in all their forms became a cornerstone of many investment strategies, a theme that could well recur but with greater distrust in fiat currencies; under this scenario we anticipate gold and gold equities may receive a greater weighting in investors' portfolios.

The World Gold Council, as part of a wider initiative, is working with member companies to standardise the definition of 'all-in sustaining costs', which is expected to be finalised by mid-2013. Major producers, Barrick Gold and Goldcorp, have been early adopters, and are both forecasting all-in sustaining costs for 2013 of US\$1000-1100poz. This is an important development for transparency and highlights the true higher cost of production, rather than previous misleading lower cash cost measures, which may deter governments from seeking higher rent and allow the market to better judge performance and assess future requisite gold prices necessary to sustain the industry.

The persistent underperformance of gold shares relative to gold and general equities reflects growing investor disillusionment. It is expected that pressure from shareholders to increase returns through improved dividend payout ratios and/or share buybacks will remain a dominant theme in 2013. Management teams must continue to focus on restoring confidence in the sector. Significant management changes have been seen across the wider mining industry, driven by shareholder pressure for better returns and more stringent investment decision making following significant write-downs on recent capital investment and M&A activity.

In 2013, we will be strongly encouraging gold companies to focus on increasing the link between shareholder value and the gold they are discovering, developing and producing. We see this as essential for gold producers to differentiate themselves as an asset class that can, once again, outperform gold. Baker Steel has been encouraging producers to: pay out, by way of dividend, a percentage of their annual gold production to shareholders, therefore providing a real yield; accrue gold on their balance sheets; and report financial metrics based on gold ounces as well as in currency terms (typically US\$). Feedback has been positive, and several recent examples demonstrate that companies are willing to take action. Evolution Mining recently adopted a dividend policy linked to 2% of gold production. In March 2013, Endeavour Mining released its results quoting net operating margin in gold ounces as well as US dollars; a practical development in line with our initiative to increase transparency and clarity for shareholders. One of the largest producers, and bellwether for the sector, Goldcorp's Chief Executive Charles Jeannes recognised in a recent speech the advantages of paying a gold-based dividend, particularly given the popularity of gold ETFs among investors, stating "I do believe in the value of my product (gold) compared to the US dollar."

BAKER STEEL CAPITAL MANAGERS LLP

Sub-Adviser for Ruffer LLP, Investment Manager

8 April 2013

## CF RUFFER BAKER STEEL GOLD FUND

ACD's Report (continued)

### FUND INFORMATION

#### PERFORMANCE RECORD

##### 'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	211.59	76.25	–
2009	250.33	117.59	–
2010	376.99	219.24	–
2011	365.44	253.87	–
2012	293.71	200.52	–
2013*	216.86	178.84	–

##### 'I' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	215.67	77.97	–
2009	257.26	120.35	–
2010	389.51	225.49	–
2011	377.61	263.67	–
2012	305.30	208.64	–
2013*	226.44	186.86	–

##### 'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012#	237.63	206.76	–
2013*	217.06	179.08	–

# From 19 September 2012.

\* To 15 March 2013.

#### NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
15.09.10	'O' Accumulation	503,381,327	163,602,609	307.69
	'I' Accumulation	13,480,812	4,246,641	317.45
15.09.11	'O' Accumulation	601,665,615	188,370,034	319.41
	'I' Accumulation	16,484,353	4,977,357	331.19
15.09.12	'O' Accumulation	328,396,959	142,149,277	231.02
	'I' Accumulation	8,050,185	3,343,272	240.79
15.03.13	'O' Accumulation	16,460,695	8,915,562	184.63
	'I' Accumulation	6,439,641	3,337,796	192.93
	'C' Accumulation	242,295,218	131,047,820	184.89

#### ONGOING CHARGES FIGURE

Expense Type	15.03.13 %			15.09.12 %	
	'O'	'I'	'C'	'O'	'I'
ACD's periodic charge	1.85	1.35	1.55	1.85	1.35
Other expenses	0.03	0.03	0.03	0.04	0.04
Ongoing charges figure	1.88	1.38	1.58	1.89	1.39

The Ongoing Charges Figure ('OCF') represents the annualised total operating expenses of the Fund, expressed as a percentage of the average net assets over a 12 month period.

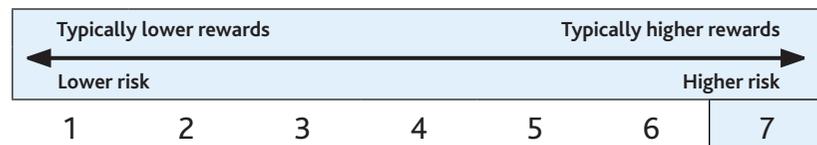
The OCF shown here for the 'C' share class is an estimate of the charges. An estimate is being used rather than an *ex post* figure due to the share class only being launched on 13 September 2012.

The rebate in relation to investments held in other Funds managed by the ACD, or an associate of the ACD, is not included for purposes of calculating the OCF, as this rebate is to eliminate double charging in the Fund.

## CF RUFFER BAKER STEEL GOLD FUND

ACD's Report (continued)  
Fund Information (continued)

### SYNTHETIC RISK AND REWARD INDICATOR



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 7 because its volatility has been measured as high.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

### DISTRIBUTIONS

There were no distributions in the half year.

### FUND PERFORMANCE TO 15 MARCH 2013 (%)

	6 months	1 year	3 years	5 years
CF Ruffer Baker Steel Gold Fund	-16.10	-31.68	-25.34	-6.41

The performance of the Fund is based on the published price per 'O' Accumulation share which includes reinvested income.

The relevant price for this purpose was 189.50 pence per share being the NAV as at 10.00am on 13 March 2013. Please note the prices used in this table may differ from the figures reported in the Net Asset Value table.

### PORTFOLIO STATEMENT AS AT 15 MARCH 2013

Holding	Portfolio of Investments	Total Net Assets		
		Value £	15.03.13 %	15.09.12 %
	AFRICA			
860,000	AngloGold Ashanti ADRs	13,970,633	5.27	
2,001,000	Avocet Mining	355,178	0.13	
2,506,000	Harmony Gold Mining ADRs	10,848,211	4.09	
36,646,793	Mwana Africa^	1,814,016	0.68	
2,598,250	New Dawn Mining Corporation	1,213,140	0.46	
22,573,900	Nord Gold	11,705,622	4.41	
5,118,000	Shanta Gold^	921,240	0.35	
1,601,000	Sibanye Gold	1,599,348	0.60	
	TOTAL AFRICA	42,427,388	15.99	16.71
	AUSTRALIA			
4,496,009	Apex Minerals	136,069	0.05	
666,000	Archipelago Metals**	86,643	0.03	
2,798,146	Auzex Exploration**	481,161	0.18	
12,770,319	Bullabulling Gold	527,027	0.20	
9,220,000	Bullabulling Gold CDIs^	345,750	0.13	
13,942,000	Evolution Mining	13,377,638	5.05	
32,741,000	Gold One International	5,855,250	2.21	
44,325,407	Highlands Pacific	3,658,593	1.38	
49,823,978	Indochine Mining	3,324,224	1.25	
3,552,000	Kingsgate Consolidated	10,041,415	3.79	
3,452,262	Lachlan Star	1,424,738	0.54	
5,745,216	OceanaGold Corporation <i>Australia listing</i>	9,918,825	3.74	
2,075,000	Quay Magnesium*	-	-	
6,663,000	Red 5	4,353,851	1.64	
13,666,000	Resolute Mining	12,736,816	4.80	
6,657,000	Silver Lake Resources	9,798,791	3.69	
12,653,667	SolGold^	253,073	0.10	
13,217,000	St Barbara	11,727,428	4.42	
64,724,395	Straits Resources	1,869,810	0.71	
13,240,700	Unity Mining	874,304	0.33	
	TOTAL AUSTRALIA	90,791,406	34.24	39.04
	CANADA			
8,171,079	Aura Minerals	1,907,566	0.72	
429,921	Aura Minerals <i>placing</i> **	100,367	0.04	
1,741,000	AuRico Gold	7,609,503	2.87	
147,500	Barrick Gold	2,792,881	1.05	
7,027,000	Brigus Gold Corporation	3,417,660	1.29	
2,246,000	Centerra Gold	9,336,100	3.52	
6,328,000	Claude Resources	1,600,401	0.60	

**CF RUFFER BAKER STEEL GOLD FUND**
*ACD's Report (continued)*
*Portfolio Statement (continued)*

Holding	Portfolio of Investments	Total Net Assets		
		Value £	15.03.13 %	15.09.12 %
	CANADA			
9,981,000	Endeavour Mining	10,420,716	3.93	
7,604,000	Goldgroup Mining	1,084,832	0.41	
1,239,500	Goldquest Mining	325,536	0.12	
19,357,000	Great Basin Gold**	127,930	0.05	
10,803,000	Lake Shore Gold Corporation	4,553,605	1.72	
6,105,000	Mandalay Resources	4,354,878	1.64	
4,630,500	Northern Star Mining Corporation*	–	–	
570,000	OceanaGold Corporation <i>Toronto listing</i>	1,016,495	0.38	
2,399,200	Platinum Group Metals	2,115,938	0.80	
8,551,000	Romarco Minerals	4,990,649	1.88	
3,483,100	Santacruz Silver Mining	4,743,325	1.79	
890,000	Sarama Resources	346,289	0.13	
4,575,587	St Andrew Goldfields	1,424,248	0.54	
2,485,000	Timmins Gold Corporation	4,496,020	1.70	
5,381,000	Torex Gold Resources	6,490,432	2.44	
	<b>TOTAL CANADA</b>	<b>73,255,371</b>	<b>27.62</b>	<b>26.58</b>
	HONG KONG			
51,030,000	China Polymetallic Mining	6,127,920	2.31	
230,289,000	G-Resources Group	7,747,092	2.92	
391,258,080	Grand T G Gold Holdings*	–	–	
	<b>TOTAL HONG KONG</b>	<b>13,875,012</b>	<b>5.23</b>	<b>3.39</b>
	INDIA			
5,503,000	Kolar Gold^	233,878	0.09	0.13
	INDONESIA			
22,573,900	Archipelago Resources^	13,205,732	4.98	4.05
	KYRGYZ REPUBLIC			
5,691,950	Chaarat Gold Holdings^	1,366,068	0.52	0.42
	MALAYSIA			
5,222,000	Peninsular Gold^	887,740	0.33	0.26

Holding	Portfolio of Investments	Total Net Assets		
		Value £	15.03.13 %	15.09.12 %
	MEXICO			
2,260,800	Excellon Resources	615,757	0.23	0.18
	PERU			
22,573,900	Minera IRL^	2,228,520	0.84	0.73
	PHILIPPINES			
96,637,385	Metals Exploration^	6,281,430	2.37	2.73
	SWEDEN			
5,520,000	Nordic Mines	689,883	0.26	0.36
	UNITED KINGDOM			
6,080,000	Baker Steel Resources Trust#	5,168,000	1.95	
1,420,000	Baker Steel Resources Trust <i>subscription shares#</i>	14,200	0.01	
	<b>TOTAL UNITED KINGDOM</b>	<b>5,182,200</b>	<b>1.96</b>	<b>1.68</b>
	UNITED STATES OF AMERICA			
426,000	Argonaut Gold	2,268,038	0.86	
138,000	Newmont Mining	3,618,071	1.36	
	<b>TOTAL UNITED STATES OF AMERICA</b>	<b>5,886,109</b>	<b>2.22</b>	<b>1.12</b>
	WARRANTS			
615,648	Brigus Gold Corp. 19/11/14	39,924	0.02	
255,000	Colombia Goldfields 18/06/13**	–	–	
1,370,000	Great Basin Gold 28/03/14	–	–	
104,885	Kinross Gold Corporation 17/09/14	12,243	–	
445,000	Sarama Resources 16/10/14	–	–	
292,000	Torex Gold Resources Inc. 23/10/13	17,042	0.01	
	<b>TOTAL WARRANTS</b>	<b>69,209</b>	<b>0.03</b>	<b>0.13</b>

## CF RUFFER BAKER STEEL GOLD FUND

ACD's Report (continued)

Portfolio Statement (continued)

	Value £	Total Net Assets	
		15.03.13 %	15.09.12 %
Portfolio of investments	256,995,703	96.91	97.51
Net other assets	8,199,851	3.09	2.49
Net assets	<u>265,195,554</u>	<u>100.00</u>	<u>100.00</u>

All investments are ordinary shares listed on a regulated market unless stated otherwise.

# Related party holding.

\* Suspended security.

\*\* Unlisted security.

^ AIM listed security.

Definition:

ADRs – American Depositary Receipts.

CDIs – CREST Depositary Interests.

## SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 15 MARCH 2013

Total purchases for the half year **£85,466,624**

Major purchases	Cost £
Goldcorp	10,265,799
Newmont Mining	8,138,596
Barrick Gold	8,113,060
Endeavour Mining	7,739,604
Morgan Stanley Put Warrants 21/12/12	6,176,503
Centerra Gold	5,720,060
Avion Gold Corporation	4,623,659
St Barbara	4,413,219
AngloGold Ashanti ADRs	4,000,434
Evolution Mining	2,673,986
Straits Resources	2,578,751
Platinum Group Metals	2,186,055
G-Resources Group	2,102,597
Coeur D'Alene Mine Corporation	1,772,055
Sibanye Gold	1,724,463
Torex Gold Resources	1,472,884
Mwana Africa	1,264,829
Goldquest Mining	1,195,657
Santacruz Silver Mining	1,111,703
Integra Mining	1,072,362

## CF RUFFER BAKER STEEL GOLD FUND

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

**Total sales for the half year** **£97,423,264**

Major sales	Proceeds £
La Mancha Resources	19,175,668
OceanaGold Corporation <i>Australia Listing</i>	10,746,231
Morgan Stanley Put Warrants 21/12/12	9,865,607
Goldcorp	9,145,402
St Barbara	7,423,964
Barrick Gold	4,678,568
Newmont Mining	3,978,037
AuRico Gold	3,926,563
Evolution Mining	3,795,269
Banro Corporation <i>CAD listing</i>	3,687,111
Resolute Mining	3,285,032
Northern Star Resources	2,990,055
Timmins Gold Corporation	2,802,231
Argonaut Gold	2,444,680
Gryphon Minerals	2,411,238
Torex Gold Resources	1,775,807
Coeur D'Alene Mine Corporation	1,766,355
SEMAFO	1,278,196
Primerio Mining Corporation 20/07/15	655,292
Avocet Mining	644,279

The summary of material portfolio changes represents the 20 largest purchases and sales during the half year.

## INTERIM FINANCIAL STATEMENTS (UNAUDITED)

STATEMENT OF TOTAL RETURN

FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13 £	15.03.12 £
Income:		
Net capital losses	(65,748,316)	(80,932,858)
Revenue	1,076,388	1,323,221
Expenses	(2,525,270)	(4,562,147)
Finance costs: Interest	–	(1,016)
Net expense before taxation	(1,448,882)	(3,239,942)
Taxation	(58,171)	(69,682)
Net expense after taxation	(1,507,053)	(3,309,624)
<b>Total return before distributions</b>	<b>(67,255,369)</b>	<b>(84,242,482)</b>
Finance costs: Distributions	–	–
<b>Change in net assets attributable to shareholders from investment activities</b>	<b>(67,255,369)</b>	<b>(84,242,482)</b>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13 £	15.03.12 £
<b>Opening net assets attributable to shareholders</b>	<b>336,447,144</b>	<b>618,149,968</b>
Amounts receivable on issue of shares	7,467,228	17,663,761
Amounts payable on cancellation of shares	(11,459,999)	(77,049,522)
	(3,992,771)	(59,385,761)
Stamp duty reserve tax	(3,450)	(5,904)
Change in net assets attributable to shareholders from investment activities	(67,255,369)	(84,242,482)
<b>Closing net assets attributable to shareholders</b>	<b>265,195,554</b>	<b>474,515,821</b>

The above statement shows the comparative closing net assets at 15 March 2012 whereas the current accounting period commenced 16 September 2012.

CF RUFFER BAKER STEEL GOLD FUND  
*Interim Financial Statements (unaudited) (continued)*  
 BALANCE SHEET  
 AS AT 15 MARCH 2013

	15.03.13	15.09.12
	£	£
<b>ASSETS</b>		
<b>Investment assets</b>	256,995,703	328,054,656
<b>Other assets</b>		
Debtors	3,525,694	6,834,254
Cash and bank balances	<u>8,183,231</u>	<u>15,095,943</u>
<b>Total other assets</b>	11,708,925	21,930,197
<b>Total assets</b>	<u>268,704,628</u>	<u>349,984,853</u>
<b>LIABILITIES</b>		
<b>Other liabilities</b>		
Creditors	(2,198,781)	(8,187,268)
Bank overdrafts	<u>(1,310,293)</u>	<u>(5,350,441)</u>
<b>Total other liabilities</b>	(3,509,074)	(13,537,709)
<b>Total liabilities</b>	<u>(3,509,074)</u>	<u>(13,537,709)</u>
<b>Net assets attributable to shareholders</b>	<u>265,195,554</u>	<u>336,447,144</u>

CF RUFFER EQUITY & GENERAL FUND  
 ACD'S REPORT  
 FOR THE HALF YEAR ENDED 15 MARCH 2013

**IMPORTANT INFORMATION**

On 13 September 2012 two new share classes, the 'C' Income and 'C' Accumulation were launched in the CF Ruffer Equity & General Fund ('the Fund'), with their first live valuation date being 19 September 2012.

**INVESTMENT OBJECTIVE AND POLICY**

The investment objective of the Fund is to provide capital growth by investing in a diversified global portfolio of predominantly equities. The Fund may also invest in collective investment schemes, cash, money market instruments, other transferable securities and derivatives and forward transactions and other investments to the extent that each is permitted by the Regulations. There will be no particular emphasis on any geographical area or any industrial or economic sector.

CAPITA FINANCIAL MANAGERS LIMITED  
 ACD of CF Ruffer Equity & General Fund  
 10 May 2013

## CF RUFFER EQUITY & GENERAL FUND

ACD's Report (continued)

### INVESTMENT MANAGER'S REPORT

In the period under review, the Fund's 'O' Accumulation shares' Net Asset Value rose by 13.3%, this compared to a rise of 12.4% in the FTSE All-Share Index\*.

At Ruffer we try not to lose money, we aim to preserve and enhance our capital and, for the Fund, we do it principally by investing in global equities. We love working with businesses, they are dynamic organisms able to adapt to macro challenges, in particular inflation. Furthermore, equities are currently more attractive than the fixed income universe, which is currently trading in extremely expensive territory. Since late 2007, we have constructed a portfolio on the basis that, the higher a position's margin of safety (i.e. the less likely we are to lose money) the larger our holding, and vice versa the smaller positions are more risky.

Over time we have built a balanced portfolio that currently comprises; global multinationals with stable cash flows such as Johnson & Johnson; mispriced secular long term growth via smaller stocks in China (Fidelity China Special Situations) and Google; undervalued cyclicals in the US (Berkshire Hathaway, JPMorgan Chase & Co), in Japan (Toyota), and Europe (Groupe Bruxelles Lambert and Muenchener Rueckerversicherungs-Gesellschaft), and numerous special situations where we often 'back' the management (QinetiQ Group, Atea, Sagentia Group, Aegean Airlines).

Our excitement about the price of most equities in the West has been tempered since autumn of 2012. Nevertheless, asset prices are not getting cheaper as central banks continue to print money.

The current environment where valuations are not low, operating margins are high and earnings are often struggling to grow, is challenging for the conservative investor.

In autumn 2012, we had more than 20% of the Fund assets in cash. We view cash as protection and potential ammunition to deploy in falling markets (as we did in early 2009 when we were buying stocks every day in a short and intense period). The Fund's cash levels increased to c27% of the portfolio in February as a result of capital in-flows, for which we thank our new long-term investors. At the same time we increased our Sterling exposure by reducing our US dollar to c25% of the portfolio (vs 30% in the beginning of 2013). We effectively 'bought' sterling the same way we like buying stocks, when they are offered cheaper.

The Fund's balanced approach means that while we have aimed to reduce risk by increasing our cash level and the exposure to our base currency, we have also been buying some undervalued equities. For example, we have increased our shareholding in International Business Machines Corporation ('IBM'), a new stock for the Fund in 2013. This is a well managed, highly cash generative business, with c60% of recurring profits. In February, we travelled to the US and spent time with the management of many large consumer related multinationals. The use and manipulation of data is becoming a key need for most businesses and they are likely to spend more capital in the next few years in IT consulting, services and data management. IBM is well positioned to grab a large share of the pie but the current share price discounts limited growth.

\* Source: Thompson Reuters Datastream. The FTSE All-Share Index is used by the Investment Manager for comparison. No benchmark is required to be disclosed as per the Prospectus.

The standout performers during winter months of 2012 and the beginning of 2013 have been our Japanese equities. During the last 2 years our exposure to the region has been via exporters. These are companies that we understand such as Toyota Motor Corporation. We bought it when it was facing many problems, the recall in the US, followed by the earthquake, the stronger yen and the weak global demand. Toyota Motor Corporation benefits materially from an improving US car market and yen weakness.

In the first months of 2013 the markets have continued the strong trend which began last summer. The recent results of the Italian election were a reminder that the European problems are not being resolved and were an important demonstration that the euro is now becoming less popular among the voters. Furthermore, interest rates, the base for valuing everything, are abnormally low. Every asset we buy whether it is equities, real estate or other are all priced off the super-expensive bond market. It is hard to know how the financial markets will behave when rates stop being subsidised.

RUFFER LLP  
Investment Manager  
8 April 2013

CF RUFFER EQUITY & GENERAL FUND

ACD's Report (continued)

FUND INFORMATION

PERFORMANCE RECORD

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	209.30	193.81	1.3174
2009	239.97	183.28	1.7793
2010	258.71	235.04	0.9080
2011	263.74	250.30	1.2816
2012	282.85	264.19	1.2348
2013*	314.59	283.54	-

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	221.07	203.37	1.3921
2009	255.02	193.60	1.4136
2010	275.24	250.07	0.9725
2011	282.67	267.03	1.3710
2012	304.52	283.14	1.3364
2013*	338.70	305.26	-

'I' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	208.75	193.38	2.3086
2009	239.90	182.96	2.2857
2010	257.78	234.67	2.1710
2011	262.78	249.51	2.5587
2012	281.81	263.24	2.6292
2013*	313.80	282.54	0.3854

'I' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	226.12	207.05	2.4769
2009	263.05	198.19	3.3080
2010	284.36	258.81	2.3363
2011	294.53	277.70	2.8479
2012	318.87	295.04	2.8752
2013*	355.11	319.17	0.4568

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012#	283.10	274.06	-
2013*	315.10	283.82	0.1134

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012#	304.79	295.08	-
2013*	339.23	305.56	0.1211

# From 19 September 2012.

\* To 15 March 2013.

## CF RUFFER EQUITY & GENERAL FUND

ACD's Report (continued)  
Fund Information (continued)

### NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
15.09.10	'O' Income	31,311,306	13,024,647	240.40
	'O' Accumulation	85,293,143	33,268,240	256.38
	'I' Income	3,261,413	1,363,812	239.14
	'I' Accumulation	12,168,549	4,585,125	265.39
15.09.11	'O' Income	30,923,824	12,227,576	252.90
	'O' Accumulation	78,435,107	28,933,696	271.09
	'I' Income	3,586,059	1,425,432	251.58
	'I' Accumulation	14,136,412	5,011,989	282.05
15.09.12	'O' Income	31,977,164	11,513,684	277.73
	'O' Accumulation	94,195,781	31,503,136	299.00
	'I' Income	2,852,981	1,032,556	276.30
	'I' Accumulation	14,619,995	4,676,049	312.66
15.03.13	'O' Income	9,850,899	3,129,650	314.76
	'O' Accumulation	24,683,639	7,283,762	338.89
	'I' Income	4,234,596	1,350,346	313.59
	'I' Accumulation	35,420,804	9,968,858	355.31
	'C' Income	26,463,903	8,396,951	315.16
	'C' Accumulation	78,451,924	23,113,583	339.42

### ONGOING CHARGES FIGURE

Expense Type	15.03.13			15.09.12	
	%			%	
	'O'	'I'	'C'	'O'	'I'
ACD's periodic charge	1.50	1.00	1.20	1.50	1.00
Other expenses	0.06	0.06	0.06	0.07	0.07
Ongoing charges figure	1.56	1.06	1.26	1.57	1.07

The Ongoing Charges Figure ('OCF') represents the total annualised operating expenses of the Fund expressed as a percentage of the average net assets over a 12 month period.

The OCF shown here for the 'C' share class is an estimate of the charges. An estimate is being used rather than an *ex post* figure due to the share class only being launched on 13 September 2012.

The rebate in relation to investments held in other Funds managed by the ACD, or an associate of the ACD, is not included for purposes of calculating the OCF, as this rebate is to eliminate double charging in the Fund.

### SYNTHETIC RISK AND REWARD INDICATOR



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

### DISTRIBUTIONS

Share Class	Interim 15.03.13 pence per share
'O' Income	-
'O' Accumulation	-
'I' Income	0.3854
'I' Accumulation	0.4568
'C' Income	0.1134
'C' Accumulation	0.1211

### FUND PERFORMANCE TO 15 MARCH 2013 (%)

	6 months	1 year	3 years	5 years
CF Ruffer Equity & General Fund	14.26	14.88	26.37	65.38

The performance of the Fund is based on the published price per 'O' Accumulation share which includes reinvested income.

The relevant price for this purpose was 338.70 pence per share being the NAV as at 10.00am on 13 March 2013. Please note the prices used in this table may differ from the figures reported in the Net Asset Value table.

## CF RUFFER EQUITY & GENERAL FUND

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 15 MARCH 2013

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
DEBT SECURITIES				
£1,000,000	Key Technologies 7% Loan Note**	–	–	0.13
UNITED KINGDOM				
500,000	Advanced Computer Software Group	455,000	0.25	
800,000	BP	3,596,400	2.01	
332,000	Carclo	1,525,540	0.85	
260,000	Castings	881,400	0.49	
223,000	Games Workshop Group	1,371,450	0.77	
300,000	Gleeson (M.J.) Group	528,000	0.29	
550,000	Hornby	404,250	0.23	
545,454	Ilika	190,909	0.11	
500,000	Impax Asset Management Group	207,500	0.12	
465,000	Impax Environmental Markets	567,300	0.32	
25,000	Kennedy Ventures	438	0.00	
51,946	LondonMetric Property	55,063	0.03	
500,000	LSL Property Services	1,613,750	0.90	
1,524,240	MAM Funds	525,863	0.29	
1,081,240	QinetiQ Group	2,123,555	1.18	
725,000	RM	529,250	0.29	
2,436,250	Sagentia Group^	2,363,163	1.32	
1,000,000	Tesco	3,851,000	2.15	
872,302	Ubisense Group^	1,700,989	0.95	
950,000	Vodafone Group	1,740,400	0.97	
	<b>TOTAL UNITED KINGDOM</b>	<b>24,231,220</b>	<b>13.52</b>	<b>17.42</b>
CONTINENTAL EUROPE				
1,304,829	Aegean Airlines	2,929,561	1.63	
1,000	Alpha Trust Andromeda	19,870	0.01	
1,000	Alpha Trust Andromeda rights issue	3	0.00	
312,136	Atea	2,348,108	1.31	
327,637	Autohellas	483,799	0.27	
605,000	Colt Group	816,750	0.46	
352,000	Dolphin Group	286,749	0.16	
50,000	Groupe Bruxelles Lambert	2,667,002	1.49	
75,158	Loomis	906,323	0.51	
20,000	Münchener Rückversicherungs-Gesellschaft	2,599,215	1.45	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
CONTINENTAL EUROPE (continued)				
60,000	Novartis	2,773,140	1.55	
40,000	Oriflame Cosmetics	941,162	0.52	
146,000	Orkla	800,309	0.45	
21,035	Orpea	606,687	0.34	
53,314	RHJ International	193,820	0.11	
411,230	S & B Industrial Minerals	1,995,707	1.11	
35,000	YOC	253,333	0.14	
	<b>TOTAL CONTINENTAL EUROPE</b>	<b>20,621,538</b>	<b>11.51</b>	<b>14.44</b>
NORTH AMERICA				
57,000	Amdocs	1,351,646	0.75	
85,000	Avon Products	1,129,148	0.63	
138,403	Bancorp (The)	1,232,108	0.69	
90,000	Bank of New York Mellon Corporation (The)#	1,716,622	0.96	
40	Berkshire Hathaway	4,080,079	2.28	
110,000	Blackstone Group (The)	1,517,228	0.85	
70,000	Carefusion Corporation	1,586,821	0.89	
20,000	Celanese Corporation	621,775	0.35	
100,000	Cenovus Energy	2,132,207	1.19	
120,000	Cisco Systems	1,739,224	0.97	
477,720	Cowen Group	915,603	0.51	
35,000	Darden Restaurants	1,141,771	0.64	
15,000	Era Group	201,442	0.11	
30,000	Expeditors International Washington	762,348	0.43	
40,000	General Dynamics Corporation	1,847,083	1.03	
160,000	General Electric Company	2,476,524	1.38	
6,500	Google	3,500,216	1.95	
50,000	International Business Machines Corporation	7,091,787	3.96	
150,000	Johnson & Johnson	7,852,483	4.38	
110,000	JPMorgan Chase & Co	3,634,223	2.03	
20,000	Kraft Foods Group	664,601	0.37	
40,000	Kroger Company (The)	836,171	0.47	
45,000	Loews Corporation	1,326,129	0.74	
5,000	Martin Marietta Materials	342,412	0.19	
37,500	Medtronic	1,126,669	0.63	
60,000	Merck & Co	1,746,362	0.98	
60,000	Mondelez International	1,126,174	0.63	
25,310	Navistar International Corporation	614,397	0.34	
98,425	nlyte Software**	123,387	0.07	

## CF RUFFER EQUITY & GENERAL FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	NORTH AMERICA (continued)			
54,637	nlyte Software 'A**	68,494	0.04	
25,000	Northern Trust Corporation	901,302	0.50	
30,000	PepsiCo	1,527,472	0.85	
40,000	Republic Services	844,895	0.47	
100,000	SAIC	827,447	0.46	
15,000	SEACOR Holdings	709,410	0.40	
15,000	Sears Holding Corporation	513,420	0.29	
18,000	Stryker Corporation	784,316	0.44	
643,307	Sycamore Networks	163,900	0.09	
120,000	Thomson Reuters Corporation	2,558,476	1.43	
42,800	Trex Company	1,404,709	0.78	
25,000	U.S Bancorp	565,400	0.31	
30,000	United Continental Holdings	613,844	0.34	
23,000	Wal-Mart Stores	1,102,963	0.62	
70,000	Yahoo!	1,019,174	0.57	
	<b>TOTAL NORTH AMERICA</b>	<b>68,041,862</b>	<b>37.99</b>	<b>34.23</b>
	JAPAN			
430,000	Daiei (The)	702,250	0.39	
250,000	Hitachi	969,459	0.54	
42,000	Toyota Industries Corporation	1,040,553	0.58	
90,000	Toyota Motor Corporation	3,127,287	1.75	
	<b>TOTAL JAPAN</b>	<b>5,839,549</b>	<b>3.26</b>	<b>3.16</b>
	ASIA PACIFIC			
4,891,968	Fidelity China Special Situations	4,605,788	2.57	
7,000	Hirose Electric Company	582,301	0.32	
5,000	Keyence Corporation	997,952	0.56	
50,000	Korea Electric Power Corporation	925,480	0.52	
21,000	SECOM Company	735,538	0.41	
	<b>TOTAL ASIA PACIFIC</b>	<b>7,847,059</b>	<b>4.38</b>	<b>5.54</b>
	AUSTRALIA			
5,300,000	eServGlobal^	1,590,000	0.89	
3,598,250	Runge	1,361,238	0.76	
	<b>TOTAL AUSTRALIA</b>	<b>2,951,238</b>	<b>1.65</b>	<b>1.05</b>

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	ILLIQUID STRATEGIES			
1,245,000	Better Capital 2009	1,855,050	1.04	
964,460	Ruffer Illiquid Strategies 2009#	1,226,650	0.68	
	<b>TOTAL ILLIQUID STRATEGIES</b>	<b>3,081,700</b>	<b>1.72</b>	<b>2.05</b>
	CURRENCY OPTIONS			
		–	–	0.46
	OPTIONS			
460	DAX Put 7,400 May 13	80,239	0.05	
600	DAX Put 7,450 Mar 13	26	–	
350	FTSE 100 Put 6,000 Apr 13	35,000	0.02	
260	SPX US Put 1,450 Apr 13	37,803	0.02	
	<b>TOTAL OPTIONS</b>	<b>153,068</b>	<b>0.09</b>	<b>0.09</b>
	WARRANTS			
10,678	American International Group Call Warrants 19.01.21	103,104	0.06	0.20
	FORWARD CURRENCY CONTRACTS			
€(12,300,000)	Vs £10,243,932 (expiry 15.04.13)	(381,168)	(0.21)	
¥(869,632,000)	Vs £6,090,670 (expiry 14.06.13)	40,617	0.02	
CHF(2,900,000)	Vs £1,971,381 (expiry 16.04.13)	(71,280)	(0.04)	
US\$(32,930,000)	Vs £21,012,676 (expiry 15.04.13)	(754,347)	(0.42)	
	<b>TOTAL FORWARD CURRENCY CONTRACTS</b>	<b>(1,166,178)</b>	<b>(0.65)</b>	<b>0.08</b>
	Portfolio of investments*	131,704,160	73.53	78.85
	Net other assets	47,401,605	26.47	21.15
	<b>Net assets</b>	<b>179,105,765</b>	<b>100.00</b>	<b>100.00</b>

All investments are ordinary shares listed on a regulated market unless stated otherwise.

# Related party holding.

\* Includes derivative liabilities.

\*\* Unlisted security.

^ AIM listed security.

## CF RUFFER EQUITY & GENERAL FUND

ACD's Report (continued)

### SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 15 MARCH 2013

**Total purchases for the half year** **£37,918,943**

Major purchases	Cost £
International Business Machines Corporation	6,498,695
Oriflame Cosmetics	2,290,269
General Electric Company	2,174,174
Cenovus Energy	2,118,506
General Dynamics Corporation	1,751,006
BP	1,581,040
Berkshire Hathaway	1,470,764
Expeditors International Washington	1,405,843
Tesco	1,272,757
Blackstone Group (The)	1,036,876
Celanese Corporation	993,115
Darden Restaurants	988,029
Sycamore Networks	968,705
Navistar International Corporation	933,782
Google	901,209
SEACOR Holdings	802,748
Hewlett-Packard	742,255
Koninklijke KPN	731,080
Adobe Systems Incorporated	723,463
Leucadia National Corporation	713,531

**Total sales for the half year** **£39,279,745**

Major sales	Proceeds £
Johnson & Johnson	2,772,675
Fidelity China Special Situations	1,862,648
Vivendi	1,600,664
Oriflame Cosmetics	1,491,209
Roche Holding	1,301,067
LondonMetric Property	1,208,768
Dell	1,182,893
Ericsson (L.M)	1,176,445
Carclo	1,168,185
Games Workshop Group	1,117,190
Thai Beverage	1,053,106
Yahoo!	1,016,386
M.D.C Holdings	1,010,158
Ryland Group (The)	974,191
Expeditors International Washington	961,035
Berkshire Hathaway	927,882
Wacker Chemie	896,761
Koninklijke KPN	879,255
Hewlett-Packard	871,310
Willis Group Holdings	866,283

The summary of material portfolio changes represents the 20 largest purchases and sales during the half year.

CF RUFFER EQUITY & GENERAL FUND  
INTERIM FINANCIAL STATEMENTS (UNAUDITED)  
STATEMENT OF TOTAL RETURN  
FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13		15.03.12	
	£	£	£	£
Income:				
Net capital gains		19,324,569		11,074,962
Revenue	1,100,790		1,340,035	
Expenses	(963,935)		(947,073)	
Finance costs: Interest	(176)		(210)	
Net revenue before taxation	136,679		392,752	
Taxation	(107,396)		(63,916)	
Net revenue after taxation		29,283		328,836
<b>Total return before distributions</b>		19,353,852		11,403,798
Finance costs: Distributions		(81,665)		(328,839)
<b>Change in net assets attributable to shareholders from investment activities</b>		19,272,187		11,074,959

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS  
FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13		15.03.12	
	£	£	£	£
<b>Opening net assets attributable to shareholders</b>		143,645,921		127,081,402
Amounts receivable on issue of shares	23,648,436		9,370,018	
Amounts payable on cancellation of shares	(7,520,264)		(4,325,321)	
		16,128,172		5,044,697
Stamp duty reserve tax	(14,043)		(7,342)	
Change in net assets attributable to shareholders from investment activities		19,272,187		11,074,959
Retained distribution on Accumulation shares		73,528		251,678
<b>Closing net assets attributable to shareholders</b>		179,105,765		143,445,394

The above statement shows the comparative closing net assets at 15 March 2012 whereas the current accounting period commenced 16 September 2012.

BALANCE SHEET  
AS AT 15 MARCH 2013

	15.03.13		15.09.12	
	£	£	£	£
<b>ASSETS</b>				
<b>Investment assets</b>		132,910,955		113,587,062
<b>Other assets</b>				
Debtors		502,159		1,892,575
Cash and bank balances		47,612,609		32,438,942
<b>Total other assets</b>		48,114,768		34,331,517
<b>Total assets</b>		181,025,723		147,918,579
<b>LIABILITIES</b>				
<b>Investment liabilities</b>		(1,206,795)		(327,321)
<b>Other liabilities</b>				
Creditors		(698,437)		(3,851,674)
Bank overdrafts		-		(1,277)
Distribution payable on Income shares		(14,726)		(92,386)
<b>Total other liabilities</b>		(713,163)		(3,945,337)
<b>Total liabilities</b>		(1,919,958)		(4,272,658)
<b>Net assets attributable to shareholders</b>		179,105,765		143,645,921

CF RUFFER EUROPEAN FUND  
ACD'S REPORT  
FOR THE HALF YEAR ENDED 15 MARCH 2013

IMPORTANT INFORMATION

On 13 September 2012 a new share class, the 'C' Accumulation, was launched in the CF Ruffer European Fund ('the Fund'), with its first live valuation date being 19 September 2012.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Fund is to provide capital growth by investing in a diversified pan-European portfolio of predominantly equities, though fixed income securities may be utilised if the Investment Manager believes they will assist in meeting the overall objective of the Fund. The Fund may also invest in collective investment schemes, cash, money market instruments, other transferable securities and derivatives and forward transactions and other investments to the extent that each is permitted by the Regulations. There will be no particular emphasis on any geographical area or any industrial or economic sector.

CAPITA FINANCIAL MANAGERS LIMITED  
ACD of CF Ruffer European Fund  
10 May 2013

INVESTMENT MANAGER'S REPORT

In the period under review, the Fund's 'O' Accumulation shares' Net Asset Value rose by 14.8%, from 377.08p to 432.93p, while the STOXX Europe 600 Index rose 7.8% in euro terms, equivalent to a 16.0% rise on a comparable sterling-adjusted basis\*. At the start of the review period, the Fund had a 75.3% weighting in equities (of which 0.4% in equity index put options). Holdings of index-linked gilts amounted to 12.0%, with 1.8% in gold, and a balancing cash position of 10.9%. At the end of the review period the total commitment to equities had risen to 81.9%, which included 0.3% in index put options. Holdings of index-linked gilts amounted to 11.1%, with 1.5% in gold bullion. This left the Fund's balancing cash position at the end of the period at 5.5%. At the end of the period, the Fund's currency exposure was as follows: sterling 41.1%, euro 30.9%, Swiss francs 11.6%, Swedish kronor 9.7%, Norwegian kroner 4.5%, US dollars 1.5% and 0.7% Danish krone.

In at least two important respects, the review period was a game of two halves. We continued to hedge the Fund's euro exposure through December 2012, but removed the hedge early in the new calendar year. This decision helped to boost performance as sterling subsequently weakened against the euro. At the same time, the 'insurance cover' inherent in our DAX put option faded away through to the mid-December expiry point, and we took a conscious decision not to take out fresh cover until just before the start of the period currently under review, helping performance to benefit in full from the bull run in equities.

With a sense of nervous calm returning to the macro-economic backdrop in the eurozone, and with the additional element of comfort provided by our hedging activities, we were able to concentrate on our preferred activity of stock picking, and on day-to-day management of the portfolio. A small number of equity positions were reduced or completely sold down (e.g. Swisscom) during the period, and we selectively added a handful of promising new names to the portfolio.

At the time of writing, our thoughts are turning towards the Lernaean Hydra in Greek mythology, as the mythical beast appears to be emerging as a reality in the eurozone. We previously referred to the return of a sense of nervous calm, but it now seems almost as if any attempt to chop the head off one eurozone crisis spurs the growth of two new ones. Mario Draghi cast himself in the guise of Herakles last summer, with his promise to do whatever it takes, but 2013 has seen new 'heads' growing in Italy and Cyprus. The stand-out success in the Italian parliamentary elections was a new party fronted by comedian Beppe Grillo, and the political stalemate his arrival has caused does not bode well for Italy's competitively challenged and heavily indebted economy. More recently, investors have had to face up to the imminent collapse of the Cypriot banking system, compounded by a botched response from the eurozone. Having finally concluded a bailout agreement involving a confiscatory tax on depositors in Cypriot banks, the head of the eurogroup of finance ministers promptly spread alarm by suggesting that Cyprus could be used as a new template for future problem countries.

\* Source: Thomson Reuters Datastream. The STOXX Europe 600 Index is used by the Investment Manager for comparison. No benchmark is required to be disclosed as per the Prospectus.

## CF RUFFER EUROPEAN FUND

ACD's Report (continued)

Investment Manager's Report (continued)

As nice as it would be to focus purely on stock picking, it seems likely that the big picture will continue to jolt European equity investors out of any sense of complacency brought on by the recent strong performance. Globally, the US and Japanese economies look more appealing than they have done for some time, issues such as the US fiscal cliff notwithstanding. Against this background, we will continue to make appropriate use of our ability to hedge equities and currencies alike, and will also endeavour to exploit any bargains thrown up by the broader distaste for eurozone equities.

RUFFER LLP  
Investment Manager  
8 April 2013

## FUND INFORMATION

### PERFORMANCE RECORD

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	303.91	226.85	2.1576
2009	332.56	277.93	2.2635
2010	383.37	323.78	1.3407
2011	398.68	352.96	3.0705
2012	387.03	363.70	2.3187
2013*	433.90	389.38	–

'I' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	310.27	272.36	3.6765
2009	341.11	284.21	3.4593
2010	395.20	332.79	3.2559
2011	411.66	365.23	4.9794
2012	402.99	376.81	4.3320
2013*	452.26	405.46	–

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012#	387.37	368.34	–
2013*	434.55	389.74	–

# From 19 September 2012.

\* To 15 March 2013.

## CF RUFFER EUROPEAN FUND

ACD's Report (continued)  
Fund Information (continued)

### NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
15.09.10	'O' Accumulation	130,459,987	37,397,983	348.84
	'I' Accumulation	51,907,333	14,456,499	359.06
15.09.11	'O' Accumulation	163,671,718	44,940,237	364.20
	'I' Accumulation	64,191,452	17,038,382	376.75
15.09.12	'O' Accumulation	164,114,272	43,522,880	377.08
	'I' Accumulation	75,423,790	19,238,334	392.05
15.03.13	'O' Accumulation	75,510,724	17,441,801	432.93
	'I' Accumulation	94,912,652	21,033,190	451.25
	'C' Accumulation	97,875,240	22,573,454	433.59

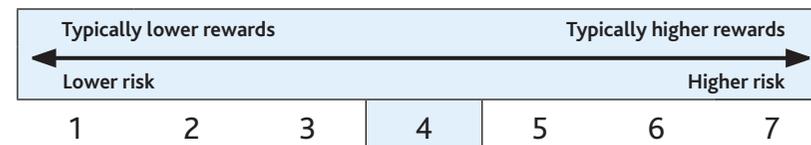
### ONGOING CHARGES FIGURE

Expense Type	15.03.13 %			15.09.12 %	
	'O'	'I'	'C'	'O'	'I'
ACD's periodic charge	1.50	1.00	1.20	1.50	1.00
Other expenses	0.05	0.05	0.05	0.05	0.05
Ongoing charges figure	1.55	1.05	1.25	1.55	1.05

The Ongoing Charges Figure ('OCF') represents the total annualised operating expenses of the Fund expressed as a percentage of the average net assets over a 12 month period.

The OCF shown here for the 'C' share class is an estimate of the charges. An estimate is being used rather than an *ex post* figure due to the share class only being launched on 13 September 2012.

### SYNTHETIC RISK AND REWARD INDICATOR



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

### DISTRIBUTIONS

There were no distributions in the half year.

### FUND PERFORMANCE TO 15 MARCH 2013 (%)

	6 months	1 year	3 years	5 years
CF Ruffer European Fund	15.81	14.16	24.07	50.34

The performance of the Fund is based on the published price per 'O' Accumulation share which includes reinvested income.

The relevant price for this purpose was 433.90 pence per share being the NAV as at 10.00am on 13 March 2013. Please note the prices used in this table may differ from the figures reported in the Net Asset Value table.

**CF RUFFER EUROPEAN FUND**
*ACD's Report (continued)*
**PORTFOLIO STATEMENT**
**AS AT 15 MARCH 2013**

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	DEBT SECURITIES			
£18,050,000	Treasury 1.25% index-linked 2017	27,162,561	10.12	
£920,000	Treasury 2.5% index-linked 2013	2,568,134	0.96	
	<b>TOTAL DEBT SECURITIES</b>	<b>29,730,695</b>	<b>11.08</b>	<b>11.95</b>
	CONTINENTAL EUROPE			
	AUSTRIA			
40,000	Schoeller-Bleckmann Oilfield Equipment	2,785,046	1.04	
123,717	Zumtobel	997,926	0.37	
	<b>TOTAL AUSTRIA</b>	<b>3,782,972</b>	<b>1.41</b>	<b>1.49</b>
	DENMARK			
35,000	ALK-Abello	1,744,589	0.65	0.59
	FINLAND			
2,000,000	Raisio	5,371,135	2.00	1.52
	FRANCE			
20,000	Eurofins Scientific	2,830,640	1.05	
62,532	Faiveley Transport	2,744,720	1.02	
215,000	Orpea	6,200,984	2.31	
30,000	Rubis	1,283,632	0.48	
75,000	Société BIC	5,676,607	2.12	
100,000	Vallourec	3,510,235	1.31	
	<b>TOTAL FRANCE</b>	<b>22,246,818</b>	<b>8.29</b>	<b>8.06</b>
	GERMANY			
230,000	Aixtron	2,190,680	0.82	
140,241	Aurelius	5,950,943	2.22	
65,000	Axel Springer	1,930,845	0.72	
42,750	BayWa	1,357,577	0.50	
230,000	Deutsche Post	3,704,097	1.38	
160,000	Fresenius Medical Care	7,237,043	2.70	
645,480	Heliocentris Energy Solutions	3,305,317	1.23	
30,000	K+S	972,374	0.36	
40,000	KUKA	1,150,735	0.43	
30,000	Linde	3,770,588	1.41	
120,000	PVA TePla	218,956	0.08	
65,000	SHW	1,908,955	0.71	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	GERMANY (continued)			
40,000	Siemens	2,893,159	1.08	
28,600	SNP	1,383,024	0.52	
225,000	SUSS Microtec	1,603,115	0.60	
100,000	TAKKT	1,163,170	0.43	
155,000	Tom Tailor Holding	2,178,354	0.81	
149,609	YOC	1,082,882	0.40	
	<b>TOTAL GERMANY</b>	<b>44,001,814</b>	<b>16.40</b>	<b>16.78</b>
	ITALY			
1	Bioera	-	-	0.71
	NORWAY			
140,000	Kongsberg Gruppen	1,729,937	0.65	
400,000	Statoil	6,448,363	2.40	
	<b>TOTAL NORWAY</b>	<b>8,178,300</b>	<b>3.05</b>	<b>4.29</b>
	SPAIN			
454,545	Ebro Foods	6,001,503	2.24	2.03
	SWEDEN			
186,111	Atlas Copco	3,175,652	1.18	
200,000	BioGaia	4,193,502	1.56	
90,000	HMS Industrial Networks	1,057,413	0.39	
450,000	Karolinska Development	1,143,401	0.43	
625,000	Loomis	7,536,812	2.81	
70,000	Meda	563,592	0.21	
310,000	Svenska Cellulosa	5,033,442	1.88	
	<b>TOTAL SWEDEN</b>	<b>22,703,814</b>	<b>8.46</b>	<b>6.95</b>
	SWITZERLAND			
100,000	Adecco	3,791,155	1.41	
13,715	Burckhardt Compression Holding	3,302,234	1.23	
8,700	Comet Holding	1,518,996	0.57	
75,000	DKSH Holding	4,385,173	1.64	
35,280	Emmi	6,582,036	2.45	
8,711	LEM Holding	3,630,576	1.35	
5,533	Schaffner Holding	887,750	0.33	
4,250	Sika	6,950,626	2.59	
	<b>TOTAL SWITZERLAND</b>	<b>31,048,546</b>	<b>11.57</b>	<b>10.86</b>

## CF RUFFER EUROPEAN FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	TOTAL CONTINENTAL EUROPE	145,079,491	54.07	53.28
	UNITED KINGDOM			
1,862,795	Advanced Computer Software Group	1,695,143	0.63	
1,884,700	Booker Group	2,316,296	0.86	
27,215,474	Byotrol <sup>^</sup>	2,517,431	0.94	
3,350,000	Carclo	15,393,250	5.74	
3,000,000	DataWind UK <i>placing</i>	300,000	0.11	
18,700,000	Earthport <sup>^</sup>	4,160,750	1.55	
16,380,310	Globo <sup>^</sup>	7,043,533	2.62	
4,000,000	Ilika	1,400,000	0.52	
9,500,000	IP Group	12,863,000	4.79	
4,000,000	Modern Water	2,300,000	0.86	
545,932	nlyte Software*	684,391	0.26	
1,069,152	nlyte Software 'A'	1,340,309	0.50	
7,533,000	Oxford Catalysts Group <sup>^</sup>	11,845,643	4.42	
150,000	Oxford Instruments	2,566,500	0.96	
1,087,210	PureCircle <sup>^</sup>	2,718,025	1.01	
1,710,000	Retroscreen Virology Group <sup>^</sup>	3,762,000	1.40	
1,940,142	Tanfield Group <sup>^</sup>	368,627	0.14	
236,313	Ubisense Group <sup>^</sup>	460,810	0.17	
	TOTAL UNITED KINGDOM	73,735,708	27.48	21.63
	GOLD			
40,000	Gold Bullion Securities	4,063,478	1.52	1.76
	OPTIONS			
3,000	DAX Put 7,300 Jun 13	827,690	0.31	0.38
	FORWARD CURRENCY CONTRACTS	–	–	(0.70)
	Portfolio of investments	253,437,062	94.46	88.30
	Net other assets	14,861,554	5.54	11.70
	Net assets	268,298,616	100.00	100.00

All investments are ordinary shares listed on a regulated market unless stated otherwise.

All debt securities held are of investment grade.

\* Unlisted security.

<sup>^</sup> AIM listed security.

## SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 15 MARCH 2013

Total purchases for the half year		£15,413,367
Purchases		Cost £
Modern Water		2,000,000
Oxford Catalysts Group		1,925,487
Société BIC		1,885,647
Earthport		1,794,218
Comet Holding		1,417,401
Advanced Computer Software Group		1,395,876
Globo		1,062,598
DKSH Holding		948,507
Raisio		921,600
SUSS Microtec		597,476
Meda		516,451
Sika		322,762
Heliocentris Energy Solutions		282,548
Retroscreen Virology Group		155,708
SNP		94,871
YOC		89,034
Byotrol		3,183

## CF RUFFER EUROPEAN FUND

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

**Total sales for the half year** **£14,333,232**

Sales	Proceeds £
Swisscom	5,193,935
Fred Olsen Energy	1,973,519
Naturex	1,609,760
KUKA	1,298,035
Trevi Finanziaria	1,125,244
Schuler	966,786
Rubis	721,334
Tom Tailor Holding	650,806
TAKKT	362,593
PureCircle	329,964
Zumtobel	101,256

The summary of material portfolio changes represents all of the purchases and sales during the half year.

## INTERIM FINANCIAL STATEMENTS (UNAUDITED)

STATEMENT OF TOTAL RETURN

FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13 £	15.03.12 £
Income:		
Net capital gains	35,453,165	9,522,122
Revenue	927,163	1,142,983
Expenses	(1,569,634)	(1,576,530)
Finance costs: Interest	(176)	(2,835)
Net expense before taxation	(642,647)	(436,382)
Taxation	1,362	12,964
Net expense after taxation	(641,285)	(423,418)
<b>Total return before distributions</b>	<b>34,811,880</b>	<b>9,098,704</b>
Finance costs: Distributions	–	–
<b>Change in net assets attributable to shareholders from investment activities</b>	<b>34,811,880</b>	<b>9,098,704</b>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13 £	15.03.12 £
<b>Opening net assets attributable to shareholders</b>	<b>239,538,062</b>	<b>227,863,170</b>
Amounts receivable on issue of shares	7,306,423	4,466,513
Amounts payable on cancellation of shares	(13,341,461)	(15,477,228)
	(6,035,038)	(11,010,715)
Stamp duty reserve tax	(16,288)	(10,231)
Change in net assets attributable to shareholders from investment activities	34,811,880	9,098,704
<b>Closing net assets attributable to shareholders</b>	<b>268,298,616</b>	<b>225,940,928</b>

The above statement shows the comparative closing net assets at 15 March 2012 whereas the current accounting period commenced 16 September 2012.

CF RUFFER EUROPEAN FUND  
*Interim Financial Statements (unaudited) (continued)*  
 BALANCE SHEET  
 AS AT 15 MARCH 2013

	15.03.13	15.09.12
	£	£
<b>ASSETS</b>		
<b>Investment assets</b>	253,437,062	213,186,935
<b>Other assets</b>		
Debtors	1,434,433	1,267,823
Cash and bank balances	<u>15,528,109</u>	<u>27,257,471</u>
<b>Total other assets</b>	16,962,542	28,525,294
<b>Total assets</b>	<u>270,399,604</u>	<u>241,712,229</u>
<b>LIABILITIES</b>		
<b>Investment liabilities</b>	–	(1,673,157)
<b>Other liabilities</b>		
Creditors	(556,404)	(501,010)
Bank overdrafts	<u>(1,544,584)</u>	<u>–</u>
<b>Total other liabilities</b>	(2,100,988)	(501,010)
<b>Total liabilities</b>	<u>(2,100,988)</u>	<u>(2,174,167)</u>
<b>Net assets attributable to shareholders</b>	<u>268,298,616</u>	<u>239,538,062</u>

CF RUFFER PACIFIC FUND  
 ACD'S REPORT  
 FOR THE HALF YEAR ENDED 15 MARCH 2013

IMPORTANT INFORMATION

On 13 September 2012 a new share class, the 'C' Accumulation, was launched in the CF Ruffer Pacific Fund ('the Fund'), with its first live valuation date being 19 September 2012.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Fund is to deliver consistent positive returns by investing in a diversified portfolio of predominantly Asia Pacific equities. The Fund may also invest in fixed income securities, collective investment schemes, cash, money market instruments, other transferable securities and derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the Company, with the proportion of the Fund invested in each asset class varying over time in line with changes in the Investment Manager's view about their relative attraction and subject to the limitations on investments contained in the Prospectus.

CAPITA FINANCIAL MANAGERS LIMITED  
 ACD of CF Ruffer Pacific Fund  
 10 May 2013

**INVESTMENT MANAGER'S REPORT**

In the period under review, the Fund's 'O' Accumulation shares' Net Asset Value rose by 21.7% compared to a 19.9% rise in the MSCI Asia Pacific Index, adjusted for sterling\*. Below are extracts from our monthly reports over the period.

**SEPTEMBER 2012**

It is probably still premature to talk about Asia 'decoupling', but it seems significant that China has taken the decision not to have an economic stimulus in 2012. We have written in the past about the 1997 Asia crisis, and how Asian economies experienced many years of slow growth while they restructured their economies, as a result of which Asian governments, Asian companies and Asian households are not over-levered now. This is a very stark contrast to the policy responses of the West, which have sought to prevent or delay painful deleveraging. It seemed, in 2008/9, that the Chinese were going to go the way of the West, with an economic stimulus package which threw new loans with a value of about 30% of GDP at the economy. However, this policy is now openly acknowledged to have been a mistake and it seems to be understood that the old, export-and investment-led growth model is unsustainable and the economy needs to be rebalanced.

**OCTOBER 2012**

The Fund now has over 30% of its assets in Hong Kong or Chinese companies, more than double the level of a year ago. It now seems to be universally accepted that China is experiencing a sharp slowdown. We feel this is well reflected in share prices and we keep finding companies that look inexpensive. We have even bought shares in a Chinese bank, something we thought we would never do, but find valuations compelling.

**NOVEMBER 2012**

A trip to India has left us baffled as to why the Indian stock market has done so well this year. High and entrenched inflation, corruption, policy inertia, chronically poor infrastructure, and a deteriorating fiscal and current account deficit, have never struck us as being an encouraging backdrop for investment, and we do not see any of these problems being solved soon. Having said that, the corporate sector in India is very vibrant, and so long as the country manages to improve living standards, Indian demographics – and the corresponding consumption story – are still compelling.

Japan had a rally on the back of remarks by the likely next (and former) prime minister, Shinzo Abe, indicating that he would push for more aggressive monetary easing if elected. We hedged our yen exposure at the beginning of September.

**DECEMBER 2012**

The new Chinese government seems to be intent on restructuring the economy to reduce reliance on fixed asset investment and exports, and to increase the role of consumption. Although growth will slow, this has to be hugely positive over the longer term. It is not clear yet what reform of the financial system will take place over the next few years, but change is already under way. The Chinese 'A' share market has rallied strongly over the past month, which has been very helpful to our Hong Kong-listed Chinese stocks. We will continue to add to our Chinese holdings, favouring companies or sectors that we believe will do well in the 'new' China – low end consumption, environment, services and financial services.

*\* Source: Thomson Reuters Datastream. The MSCI Asia Pacific Index is used by the Sub-Adviser for comparison. No benchmark is required to be disclosed as per the Prospectus.*

**JANUARY 2013**

The Thai market is booming at the moment and, although the economy is very strong, we have decided to take some money out as valuations are looking extremely rich. If the market has a correction, we may well add to our holdings again.

The Japanese yen is now back to where it was in mid-2010. If it weakens substantially further, this will have to be a major consideration for our investments in Asia, given that many Asian currencies have been strong against the dollar. In addition, there have been wage increases and rising land prices. Suddenly, Asia's 'low cost' manufacturing bases are not looking quite so low cost any more.

**FEBRUARY 2013**

Half the world is striving to stoke asset price inflation; the other half is desperately trying to contain it. In Hong Kong, stamp duty has been raised yet again and stamp duty will now be applied to all property transactions, not just residential. In Singapore, property prices reached a new peak in the final quarter of last year, leading to the seventh set of measures to cool the property market since the first in September 2009. In China, house prices have started to rally again after a couple of years of remaining relatively subdued; further measures to control the property market are expected there shortly as well. In Thailand, the Philippines and Indonesia, the property markets are also extremely buoyant.

Asian governments can do what they like to try to prevent property prices from going up, but as long as the Federal Reserve, the Bank of England and the European Central Bank continue to expand their balance sheets and debase their currencies, and as long as the Asian economies try to prevent their currencies from climbing much against the dollar, there is going to be continual upward pressure on asset prices – and this is even before printing by the Bank of Japan has had any real effect. If money cannot go into physical property, it seems reasonably likely that it will go into equities, which is a positive for the Fund. We are nonetheless looking to reduce the beta in the portfolio and are taking profits in some of the better performers.

**MARCH 2013**

During the first two weeks in March, we continued to take profits in some of our ASEAN holdings, and to switch our Japanese positions into export oriented stocks, to take advantage of the yen weakness.

RUFFER (ASIA) LIMITED

*Sub-Adviser for Ruffer LLP, Investment Manager*

8 April 2013

## CF RUFFER PACIFIC FUND

ACD's Report (continued)

### FUND INFORMATION

#### PERFORMANCE RECORD

##### 'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	163.06	114.88	1.3982
2009	190.47	140.04	2.5964
2010	235.44	186.02	0.7742
2011	234.04	191.28	1.0049
2012	216.94	187.07	1.3279
2013*	246.44	219.24	–

##### 'I' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2010#	236.15	204.05	0.6097
2011	234.77	192.83	2.1305
2012	219.91	188.96	2.3430
2013*	250.07	222.25	0.0205

##### 'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012##	217.20	197.38	–
2013*	246.89	219.51	–

# From 16 June 2010.

## From 19 September 2012.

\* To 15 March 2013.

#### NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
15.09.10	'O' Accumulation	82,254,430	38,015,211	216.37
	'I' Accumulation	44,568,171	20,564,374	216.73
15.09.11	'O' Accumulation	86,767,732	42,738,969	203.02
	'I' Accumulation	67,450,185	33,001,956	204.38
15.09.12	'O' Accumulation	83,418,220	41,677,110	200.15
	'I' Accumulation	71,821,108	35,464,635	202.51
15.03.13	'O' Accumulation	7,014,043	2,879,829	243.56
	'I' Accumulation	92,069,445	37,251,317	247.16
	'C' Accumulation	87,044,005	35,671,867	244.01

#### ONGOING CHARGES FIGURE

Expense Type	15.03.13 %			15.09.12 %	
	'O'	'I'	'C'	'O'	'I'
ACD's periodic charge	1.50	1.00	1.20	1.50	1.00
Other expenses	0.07	0.07	0.07	0.09	0.09
Ongoing charges figure	1.57	1.07	1.27	1.59	1.09

The Ongoing Charges Figure ('OCF') represents the total annualised operating expenses of the Fund, expressed as a percentage of the average net assets over a 12 month period.

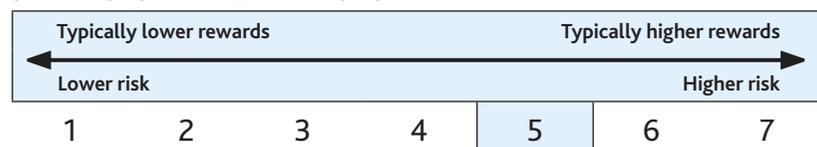
The OCF shown here for the 'C' share class is an estimate of the charges. An estimate is being used rather than an *ex post* figure due to the share class only being launched on 13 September 2012.

## CF RUFFER PACIFIC FUND

ACD's Report (continued)

Fund Information (continued)

### SYNTHETIC RISK AND REWARD INDICATOR



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 5 because its volatility has been measured as above average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

### DISTRIBUTIONS

Share Class	Interim 15.03.13 pence per share
'O' Accumulation	–
'I' Accumulation	0.0205
'C' Accumulation	–

### FUND PERFORMANCE TO 15 MARCH 2013 (%)

	6 months	1 year	3 years	5 years
CF Ruffer Pacific Fund	24.86	21.27	20.68	63.12

The performance of the Fund is based on the published price per 'O' Accumulation share which includes reinvested income.

The relevant price for this purpose was 246.44 pence per share being the NAV as at 10.00am on 13 March 2013. Please note the prices used in this table may differ from the figures reported in the Net Asset Value table.

### PORTFOLIO STATEMENT AS AT 15 MARCH 2013

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	AUSTRALIA & NEW ZEALAND			
2,000,000	Elders	165,079	0.09	
3,240,000	Fairfax Media	1,392,853	0.75	
86,876	G8 Education	119,213	0.06	
2,000,000	Paladin Energy	1,403,170	0.75	
	TOTAL AUSTRALIA & NEW ZEALAND	3,080,315	1.65	3.42
	CHINA/HONG KONG			
2,600,000	Anta Sports Products	1,481,385	0.80	
45,000	Baidu ADRs	2,531,214	1.36	
14,000,000	Bank of China	4,220,848	2.27	
15,000,000	Beijing Enterprises Water Group	2,925,467	1.57	
1,000,000	BOC Hong Kong (Holdings)	2,252,652	1.21	
2,242,971	Chaoda Modern Agriculture	73,545	0.04	
275,000	China Lodging Group	2,887,968	1.55	
159,420,000	China LotSynergy Holdings	1,697,154	0.91	
680,000	China Mobile	4,772,045	2.56	
3,000,000	CITIC Securities	4,512,117	2.43	
4,500,000	Esprit Holdings	3,560,383	1.91	
3,664,000	Hainan Meilan International Airport Company	2,246,759	1.21	
6,000,000	Hopewell Highway Infrastructure	2,054,975	1.10	
3,500,000	Huaneng Power International	2,256,485	1.21	
400,000	Hutchison Whampoa	2,784,942	1.50	
5,000,000	PICC Property and Casualty	4,743,770	2.55	
55,000,000	REXlot Holdings	3,044,700	1.64	
1,650,000	Techtronic Industries	2,518,201	1.35	
411,000	Stella International Holdings	766,575	0.41	
8,100,000	Yuexiu Real Estate Investment Trust	2,904,260	1.56	
	TOTAL CHINA/HONG KONG	54,235,445	29.14	22.46
	JAPAN			
5,800	Hogy Medical	198,916	0.11	
16,000	Jamco Corporation	80,615	0.04	
320,000	Keihin Corporation	3,102,269	1.67	
100,000	Mabuchi Motor Company	3,426,117	1.84	
24,300	Nakanishi	2,058,568	1.11	
40,000	Shimano	2,020,922	1.08	

**CF RUFFER PACIFIC FUND**
*ACD's Report (continued)*
*Portfolio Statement (continued)*

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	<i>JAPAN (continued)</i>			
1,000,000	Tokyo Steel Manufacturing Company	3,113,388	1.67	
550,000	Toshiba Plant Systems & Services Corporation	4,613,443	2.48	
	<b>TOTAL JAPAN</b>	<b>18,614,238</b>	<b>10.00</b>	<b>12.88</b>
	<i>MALAYSIA</i>			
2,500,000	AirAsia Berhad	1,466,431	0.79	
2,000,000	Tenaga Nasional	2,990,038	1.60	
	<b>TOTAL MALAYSIA</b>	<b>4,456,469</b>	<b>2.39</b>	<b>1.76</b>
	<i>PHILIPPINES</i>			
3,750,000	Cebu Air	4,119,436	2.21	
17,000,000	GMA Holdings	2,683,635	1.44	
1,000,000	San Miguel Corporation	1,858,527	1.00	
1,400,000	Universal Robina Corporation	2,364,984	1.27	
	<b>TOTAL PHILIPPINES</b>	<b>11,026,582</b>	<b>5.92</b>	<b>5.39</b>
	<i>SINGAPORE</i>			
3,500,000	Ezion Holdings	3,613,718	1.94	
2,500,000	M1	3,812,274	2.05	
1,900,000	SATS	2,937,569	1.58	
	<b>TOTAL SINGAPORE</b>	<b>10,363,561</b>	<b>5.57</b>	<b>11.73</b>
	<i>SOUTH KOREA</i>			
15,000	Kolao Holdings	228,097	0.12	
300,000	Korea Electric Power Corporation	5,552,881	2.99	
	<b>TOTAL SOUTH KOREA</b>	<b>5,780,978</b>	<b>3.11</b>	<b>5.80</b>
	<i>SRI LANKA</i>			
1,500,000	Cargills (Ceylon)	1,178,775	0.63	
6,068,939	Commercial Bank of Ceylon	3,532,444	1.90	
2,000,000	CT Holdings	1,362,140	0.73	
44,314,300	Dialog Axiata	2,066,248	1.11	
2,628,518	Hatton National Bank	2,141,361	1.15	
1,011,115	Hatton National Bank <i>non-voting</i>	665,332	0.36	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	<i>SRI LANKA (continued)</i>			
3,566,666	Keells (John) Holdings	4,484,584	2.41	
3,000,000	National Development Bank	2,469,141	1.33	
10,000,000	People's Leasing & Finance	691,548	0.37	
	<b>TOTAL SRI LANKA</b>	<b>18,591,573</b>	<b>9.99</b>	<b>10.61</b>
	<i>THAILAND</i>			
700,000	Bangkok Bank	3,650,281	1.96	
6,000,000	L.P.N Development	3,357,094	1.80	
400,000	Siam Cement	4,422,412	2.38	
10,000,000	Thai Beverage	3,203,369	1.72	
	<b>TOTAL THAILAND</b>	<b>14,633,156</b>	<b>7.86</b>	<b>8.88</b>
	<i>UNITED STATES</i>			
865,000	Renn Universal Growth Investment Trust	2,015,450	1.08	
1,314,300	Samsonite International	1,992,429	1.07	
	<b>TOTAL UNITED STATES</b>	<b>4,007,879</b>	<b>2.15</b>	<b>1.26</b>
	<i>GOLD</i>			
333,975	Alacer Gold Corporation	783,337	0.42	
610,400	Goldminex Resources	13,435	0.01	
1,019,651	Kingsgate Consolidate	2,882,528	1.55	
201,779	Newcrest Mining	3,050,590	1.64	
	<b>TOTAL GOLD</b>	<b>6,729,890</b>	<b>3.62</b>	<b>5.63</b>
	<i>FORWARD CURRENCY CONTRACTS</i>			
AUD(15,000,000)	Vs £9,780,748 (expiry 15.05.13)	(494,301)	(0.27)	
¥(2,950,000,000)	Vs £20,130,101 (expiry 15.05.13)	(385,848)	(0.20)	
	<b>TOTAL FORWARD CURRENCY CONTRACTS</b>	<b>(880,149)</b>	<b>(0.47)</b>	<b>0.22</b>

## CF RUFFER PACIFIC FUND

ACD's Report (continued)

Portfolio Statement (continued)

	Value £	Total Net Assets	
		15.03.13 %	15.09.12 %
Portfolio of investments*	150,639,937	80.93	90.04
Net other assets	35,487,556	19.07	9.96
Net assets	<u>186,127,493</u>	<u>100.00</u>	<u>100.00</u>

All Investments are ordinary shares listed on a regulated market unless stated otherwise.

\* Includes derivative liabilities.

Definition:

ADRs – American Depositary Receipts.

## SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 15 MARCH 2013

**Total purchases for the half year** **£38,956,552**

Major purchases	Cost £
Tokyo Steel Manufacturing Company	3,365,089
Bank of China	3,267,611
China Lodging Group	2,939,885
Mabuchi Motor Company	2,804,064
Hutchison Whampoa	2,375,878
Beijing Enterprises Water Group	2,275,343
BOC Hong Kong (Holdings)	2,268,249
Yuexiu Real Estate Investment Trust	2,140,109
Hopewell Highway Infrastructure	1,931,618
Samsonite International	1,911,392
Hainan Meilan International Airport Company	1,865,917
San Miguel Corporation	1,760,938
Shimano	1,690,891
Petron Corporation	1,680,685
AirAsia Berhad	1,454,943
Baidu ADRs	1,339,841
Anta Sports Products	1,322,155
Keells (John) Holdings	916,733
Stella International Holdings	788,376
Cebu Air	657,214

## CF RUFFER PACIFIC FUND

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

**Total sales for the half year** **£58,462,336**

Major sales	Proceeds £
Overseas Union Enterprises	5,096,916
Haudian Power International	5,041,228
Kolao Holdings	3,911,569
Thai Beverage	3,640,064
Ezion Holdings	3,319,497
DBS Group Holdings	3,230,943
Seven Bank	3,191,197
Sugi Holdings	3,031,500
L.P.N. Development	3,024,971
Zoomlion Heavy Industry Science and Technology Development	2,611,166
Xinyi Glass Holdings	2,499,031
Universal Robina Corporation	2,243,164
Petron Corporation	2,209,007
Industrea	2,199,983
Hang Seng Bank	2,002,144
KT Corporation	1,884,222
Huaneng Power International	1,833,334
Asahi Net	1,563,324
Village Vanguard	1,324,699
Sony Corporation	1,207,287

The summary of material portfolio changes represents the 20 largest purchases and sales during the half year.

## INTERIM FINANCIAL STATEMENTS (UNAUDITED)

STATEMENT OF TOTAL RETURN

FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13 £	15.03.12 £
Income:		
Net capital gains/(losses)	33,606,565	(676,684)
Revenue	960,777	1,239,103
Expenses	(995,815)	(1,020,811)
Finance costs: Interest	(1,983)	(585)
Net (expense)/revenue before taxation	(37,021)	217,707
Taxation	(49,568)	(79,457)
Net (expense)/revenue after taxation	(86,589)	138,250
<b>Total return before distributions</b>	<b>33,519,976</b>	<b>(538,434)</b>
Finance costs: Distributions	(10,360)	(157,318)
<b>Change in net assets attributable to shareholders from investment activities</b>	<b>33,509,616</b>	<b>(695,752)</b>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13 £	15.03.12 £
<b>Opening net assets attributable to shareholders</b>	<b>155,239,328</b>	<b>154,217,917</b>
Amounts receivable on issue of shares	6,063,085	5,558,198
Amounts payable on cancellation of shares	(8,691,691)	(4,391,024)
	(2,628,606)	1,167,174
Stamp duty reserve tax	(482)	(276)
Change in net assets attributable to shareholders from investment activities	33,509,616	(695,752)
Retained distribution on Accumulation shares	7,637	158,990
<b>Closing net assets attributable to shareholders</b>	<b>186,127,493</b>	<b>154,848,053</b>

The above statement shows the comparative closing net assets at 15 March 2012 whereas the current accounting period commenced 16 September 2012.

## CF RUFFER PACIFIC FUND

Interim Financial Statements (unaudited) (continued)

### BALANCE SHEET

AS AT 15 MARCH 2013

	15.03.13	15.09.12
	£	£
<b>ASSETS</b>		
<b>Investment assets</b>	151,520,086	139,827,133
<b>Other assets</b>		
Debtors	3,913,698	2,041,507
Cash and bank balances	<u>32,987,753</u>	<u>13,839,729</u>
<b>Total other assets</b>	36,901,451	15,881,236
<b>Total other assets</b>	<u>188,421,537</u>	<u>155,708,369</u>
<b>LIABILITIES</b>		
<b>Investment liabilities</b>	(880,149)	(47,489)
<b>Other liabilities</b>		
Creditors	(1,306,472)	(421,552)
Bank overdrafts	<u>(107,423)</u>	<u>-</u>
<b>Total other liabilities</b>	(1,413,895)	(421,552)
<b>Total liabilities</b>	<u>(2,294,044)</u>	<u>(469,041)</u>
<b>Net assets attributable to shareholders</b>	<u>186,127,493</u>	<u>155,239,328</u>

## CF RUFFER TOTAL RETURN FUND

### ACD'S REPORT

FOR THE HALF YEAR ENDED 15 MARCH 2013

#### IMPORTANT INFORMATION

On 13 September 2012 two new share classes, the 'C' Income and 'C' Accumulation, were launched in the CF Ruffer Total Return Fund ('the Fund'), with their first live valuation date being 19 September 2012.

#### INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Fund is to achieve low volatility, positive returns from an actively managed portfolio of different asset classes, including equities, bonds and currencies. The Fund may also invest in collective investment schemes, cash, money market instruments, other transferable securities and derivatives and forward transactions and other investments to the extent that each is permitted by the Regulations. Pervading this objective is a fundamental philosophy of capital preservation.

#### CAPITA FINANCIAL MANAGERS LIMITED

ACD of CF Ruffer Investment Funds

10 May 2013

## CF RUFFER TOTAL RETURN FUND

ACD's Report (continued)

### INVESTMENT MANAGER'S REPORT

In the period under review, the Fund's 'O' Accumulation shares' Net Asset Value rose by 12.0% compared to the FTSE All-Share Index which rose by 12.4% and the Government All Stocks Index which rose by 0.5%\*.

The Fund is constructed to achieve two apparently contrary aims: to preserve capital in the event of exactly the type of financial dislocations that we have seen in recent years and to deliver a decent return to our investors, as a reward for the risk positions in the portfolio that we will hold even in the most difficult of times. The Fund has broadly succeeded in these twin aims; compounding a series of steady 'cart-horse' returns into something rather more thoroughbred. This has been achieved despite a year, 2006, when we lost money (we managed to lose 2.7%) thereby proving that our aspiration of never losing money is just that – an aspiration not a promise. There have certainly been times when our performance has resembled that of a tractor on a motorway, but a tractor on the motorway is exactly what we aspire to be: progress may at times be infuriatingly slow, but when the going gets heavy and the road disappears from under the wheels of flashier vehicles, the tractor just keeps going.

In the last six months the Fund has made a good return against a background of generally rising stock markets, which are for the moment showing, at least temporarily, some signs of stability. However, the financial crisis is by no means over, as events in Cyprus and elsewhere keep reminding us. The debts built up prior to 2008 remain un-repaid, and in our view un-repayable, so we continue to keep a tight hold on the index-linked bonds held in the portfolio to protect against what we consider to be an inevitable, but impossible to time, inflationary conclusion to the crisis.

The last few months have shown that good things come to those who wait. On the back of a rather lacklustre performance during most of the previous year, when a decent showing from our equities was partially offset by losses in some of our protection assets, the strong performance by the Fund over the last six months has come as a welcome change. Quite a lot went right for us, most notably Japan, about which more later, but we also benefitted from gains in our western equities, dollar strength and a sharp recovery in our long-dated index-linked bonds. In fact, quite frankly not a lot went wrong, with only gold letting the side down, and then only marginally. Needless to say such a happy circumstance is unlikely to continue indefinitely and accordingly we have recently reduced our equity weighting in the portfolio to below 50%, taken off about half of our yen hedges (in the last six months sterling has risen 14% against the yen) and, somewhat earlier, reduced our dollar exposure to 15%.

Starting with the index-linked holdings in the UK, these had been hit earlier in 2012 by concerns that the government would approve a change in the measuring of RPI to 'harmonise' it with CPI (for harmonise read find the lowest acceptable measure of inflation). Somewhat to our surprise, early in January 2013 it was announced that no such changes were to be made and our long-dated linkers promptly gained in little more than one day all that they had lost last year. Meanwhile the US dollar, another drag on performance for much of 2012, started to strengthen despite continued Quantitative Easing across the Atlantic. Equity markets outside Japan were of course also strong in the period under review and our equities more than matched the performance of the broad market indices. Particularly strong performances came from ITV, BT Group and Barratt Developments in the UK, JPMorgan Chase & Co and Texas Instruments in the US and Loomis and Novartis in Europe.

\* Source: Thomson Reuters Datastream. The FTSE All-Share and Government All Stocks indices are used by the Investment Manager for comparison. No benchmarks are required to be disclosed as per the Prospectus.

Now to Japan. We have long held the view that timing is perhaps the most difficult element of investment, and so, quite sensibly, we do what we can to avoid it. This most clearly manifests itself in our investments in fear, such as index-linked bonds, held as protection against an inflationary outcome that we find all too easy to imagine but impossible to time. Our holdings in Japanese equities demonstrate a similar thought process. The gains to be made under certain circumstances were clear to us, but when those circumstances might come about was not. So we positioned ourselves in stocks that would gain significantly from any moves to reflate the economy and weaken the yen, but that were also strong enough to survive the tough times should they prove longer lasting than we hoped. In the last few months the change in government in Japan, advent of 'Abenomics', yen weakness and new regime at the Bank of Japan all suggest that those certain circumstances might soon be upon us, namely a real attempt at driving deflation out and reflating the Japanese economy.

The impact on our holdings has been dramatic. Over the period Japanese equities have risen by well over 30% in yen terms and our holdings have done at least as well, if not better. The key was to own reflation plays – financials and property and to have hedged the yen back to sterling. Banks led the way with Sumitomo Mitsui Financial Group, Mizuho Financial and Mitsubishi UFJ Financial Group all rising by over 50%. Will it last? Our only answer at the moment is to refer back to the difficulties of market timing mentioned above. Mindful that even previous bear market rallies in Japan have posted rises of 80% or more, we are content with the shape of the portfolio, with just under 20% in Japan. However, cautious as ever, we have taken some money off the table by reducing our yen hedge a little and taking some profits.

In the midst of this sudden outburst of optimism and sunny skies it is worth reflecting on the risks that remain in both the long and short term. These are currently being ignored by markets, but this will not last forever. In the eurozone it seems that as soon as one sticking plaster is applied another wound threatens to turn septic. The Italian general election has come and gone with no sign of a sustainable government, whilst events currently unfolding in Cyprus may not only undermine investors' faith in future taxpayer funded bank bail-outs, but also, more worryingly, raise the spectre of bank runs. Elsewhere the UK and US continue to struggle to find sufficient growth to make debt repayment remotely tenable and leadership change in China has proved more problematic than expected. So, overall we continue to see an environment of considerable financial and monetary instability. Monetary instability of course has two forms – deflation and inflation; central banks are doing their bit against deflation, our job is to protect investors against the other side of the same coin, inflation.

RUFFER LLP  
Investment Manager  
8 April 2013

**CF RUFFER TOTAL RETURN FUND**

*ACD's Report (continued)*

**FUND INFORMATION**

**PERFORMANCE RECORD**

*'O' Income shares*

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	205.85	169.12	4.3249
2009	224.25	185.43	4.6289
2010	248.18	222.37	4.9487
2011	250.68	235.98	6.3284
2012	251.25	234.35	5.9620
2013*	267.31	243.63	2.3571

*'O' Accumulation shares*

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	257.01	211.19	5.3034
2009	286.53	231.56	5.8087
2010	323.78	284.13	6.3533
2011	329.46	310.87	8.3013
2012	336.60	318.06	8.0301
2013*	366.98	334.48	3.2356

*'I' Income shares*

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	210.18	172.51	4.3981
2009	230.25	189.58	4.7595
2010	256.24	228.41	5.0455
2011	258.98	244.32	6.5248
2012	260.77	243.98	6.1851
2013*	278.84	253.89	2.4554

**PERFORMANCE RECORD (continued)**

*'I' Accumulation shares*

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	262.88	215.79	5.4055
2009	294.62	237.05	5.8874
2010	334.53	292.30	6.4241
2011	341.04	322.00	8.6270
2012	349.56	330.59	8.3415
2013*	383.02	348.76	3.3724

*'S' Income shares*

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	210.91	173.13	4.4165
2009	230.93	190.18	4.9080
2010	256.78	229.09	5.1259
2011	259.51	244.85	6.5386
2012	261.30	244.49	6.1868
2013*	279.42	254.42	2.4606

*'S' Accumulation shares*

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	263.39	216.21	5.4114
2009	295.24	237.52	6.0942
2010	335.35	292.88	6.6424
2011	341.90	322.80	8.6028
2012	350.42	331.40	8.3609
2013*	383.96	349.62	3.3805

## CF RUFFER TOTAL RETURN FUND

ACD's Report (continued)

Fund Information (continued)

### 'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012#	243.72	234.46	–
2013*	267.71	243.85	2.3167

### 'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012#	334.60	321.79	–
2013*	367.54	334.77	3.1812

# From 19 September 2012.

\* To 15 March 2013.

### NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
15.09.10	'O' Income	263,983,338	112,380,426	234.90
	'O' Accumulation	462,513,993	150,886,696	306.53
	'I' Income	177,007,044	73,070,327	242.24
	'I' Accumulation	316,843,588	100,167,319	316.31
	'S' Income	10,454,864	4,307,641	242.71
	'S' Accumulation	5,872,491	1,852,620	316.98
15.09.11	'O' Income	404,321,346	171,484,269	235.78
	'O' Accumulation	742,523,218	235,063,309	315.88
	'I' Income	265,054,110	108,580,820	244.11
	'I' Accumulation	750,955,212	229,487,055	327.23
	'S' Income	11,026,533	4,507,604	244.62
	'S' Accumulation	6,787,198	2,069,021	328.04
15.09.12	'O' Income	454,072,023	190,250,746	238.67
	'O' Accumulation	822,934,825	251,152,440	327.66
	'I' Income	307,370,905	123,765,676	248.35
	'I' Accumulation	923,240,054	270,630,799	341.14
	'S' Income	10,756,916	4,322,344	248.87
	'S' Accumulation	7,971,736	2,331,041	341.98
15.03.13	'O' Income	419,948,457	158,481,506	264.98
	'O' Accumulation	777,416,507	211,813,592	367.03
	'I' Income	349,317,198	126,371,214	276.42
	'I' Accumulation	1,058,355,475	276,277,068	383.08
	'S' Income	11,918,471	4,302,760	277.00
	'S' Accumulation	8,549,240	2,226,277	384.02
	'C' Income	73,549,036	27,709,348	265.43
	'C' Accumulation	121,870,761	33,153,439	367.60

## CF RUFFER TOTAL RETURN FUND

ACD's Report (continued)  
Fund Information (continued)

### ONGOING CHARGES FIGURE

Expense Type	15.03.13			
	'O'	'I'	'S'	'C'
ACD's periodic charge	1.50	1.00	1.00	1.20
Other expenses	0.03	0.03	0.03	0.03
Ongoing charges figure	1.53	1.03	1.03	1.23

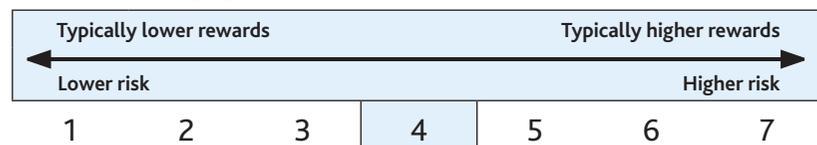
Expense Type	15.09.12		
	'O'	'I'	'S'
ACD's periodic charge	1.50	1.00	1.00
Other expenses	0.03	0.03	0.03
Ongoing charges figure	1.53	1.03	1.03

The Ongoing Charges Figure ('OCF') represents the total annualised operating expenses of the Fund expressed as a percentage of the average net assets over a 12 month period.

The OCF shown here for the 'C' share class is an estimate of the charges. An estimate is being used rather than an *ex post* figure due to the share class only being launched on 13 September 2012.

The rebate in relation to investments held in other Funds managed by the ACD, or an associate of the ACD, is not included for purposes of calculating the OCF, as this rebate is to eliminate double charging in the Fund.

### SYNTHETIC RISK AND REWARD INDICATOR



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

### DISTRIBUTIONS

Share Class	Interim 15.03.13 pence per share
'O' Income	2.3571
'O' Accumulation	3.2356
'I' Income	2.4554
'I' Accumulation	3.3724
'S' Income	2.4606
'S' Accumulation	3.3805
'C' Income	2.3167
'C' Accumulation	3.1812

### FUND PERFORMANCE TO 15 MARCH 2013 (%)

	6 months	1 year	3 years	5 years
CF Ruffer Total Return Fund	13.16	9.03	22.54	68.20

The performance of the Fund is based on the published price per 'O' Accumulation share which includes reinvested income.

The relevant price for this purpose was 366.98 pence per share being the NAV as at 10.00am on 13 March 2013. Please note the prices used in this table may differ from the figures reported in the Net Asset Value table.

CF RUFFER TOTAL RETURN FUND

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 15 MARCH 2013

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	DEBT SECURITIES			
£100,000	Northern Electric 8.061% Preference shares	130,000	–	
£47,707	South Staffordshire Water 4% perpetual	27,432	–	
£45,778,000	Treasury 0.375% index-linked 2062	55,913,295	1.98	
£71,160,000	Treasury 0.5% index-linked 2050	95,531,873	3.39	
£109,343,800	Treasury 1.25% index-linked 2017	164,546,127	5.83	
£40,310,000	Treasury 1.25% index-linked 2055	78,089,338	2.77	
£7,737,700	Treasury 0.25% index-linked 2052	8,390,004	0.30	
£42,000,000	Treasury 1.875% index-linked 2022	66,900,750	2.37	
\$185,404,700	US Treasury Inflation Protected Securities 0.125% 2016	135,879,140	4.82	
\$178,000,000	US Treasury Inflation Protected Securities 0.125% 2022	129,234,465	4.59	
\$120,630,000	US Treasury Inflation Protected Securities 1.25% 2020	99,954,744	3.54	
\$39,600,000	US Treasury Inflation Protected Securities 0.75% 2042	27,422,016	0.97	
	<b>TOTAL DEBT SECURITIES</b>	<b>862,019,184</b>	<b>30.56</b>	<b>35.43</b>
	UNITED KINGDOM			
8,185,050	Barratt Developments	19,234,868	0.68	
12,200,900	BP	54,849,146	1.94	
12,064,700	BT Group	32,852,178	1.16	
2,415,529	Carclo	11,099,356	0.39	
702,900	Crest Nicholson	1,918,917	0.07	
27,859,299	Eredene Capital	3,621,709	0.13	
857,000	Games Workshop	5,270,550	0.19	
4,082,500	Geiger Counter	1,306,400	0.05	
518,636	Hansteen Holdings	436,692	0.02	
3,172,000	ICAP	10,448,568	0.37	
4,400,137	Invensys	15,774,491	0.56	
23,036,557	ITV	30,223,963	1.07	
17,312,342	Laura Ashley Holdings	5,063,860	0.18	
146,271	LondonMetric Property	155,047	0.01	
5,260,000	Melrose Industries	13,917,960	0.49	
498,000	nlyte Software**	624,302	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	UNITED KINGDOM (continued)			
276,446	nlyte Software 'A'***	346,558	0.02	
9,813	Oncimmune	407,043	0.01	
5,813,750	RAM Active Media	218,016	0.01	
8,690,716	Real Estate Investors	3,650,101	0.13	
121,000	Ruffer UK Medium and Smaller Companies#^	15,319,810	0.54	
100,000	SeaEnergy	29,750	–	
800,000	ServicePower	30,000	–	
6,500,000	Sherborne Investors	6,825,000	0.24	
11,202,600	Tesco	43,141,213	1.53	
21,573,900	Vodafone Group	39,523,385	1.40	
	<b>TOTAL UNITED KINGDOM</b>	<b>316,288,883</b>	<b>11.21</b>	<b>12.51</b>
	CONTINENTAL EUROPE			
6,194,000	Colt Group	8,361,900	0.30	
823,211	Deutsche Wohnen	10,428,382	0.37	
319,500	DKSH	18,680,836	0.66	
1,933,850	Ericsson (L.M)	17,048,144	0.60	
519,520	Fresenius Medical Care	23,498,678	0.83	
24,390	George Fischer	7,443,663	0.26	
257,883	GSW Immobilien	7,226,252	0.26	
355,000	LEG Immobilien	13,008,530	0.46	
1,126,870	Loomis	13,588,812	0.48	
690,507	Novartis	31,914,542	1.13	
950,000	Prime Office REIT	2,995,919	0.11	
7,723,023	Raven Russia	5,560,577	0.20	
5,647,698	Raven Russia preference	8,217,401	0.29	
4,598,983	TAG Immobilien	35,781,806	1.27	
	<b>TOTAL CONTINENTAL EUROPE</b>	<b>203,755,442</b>	<b>7.22</b>	<b>8.97</b>
	NORTH AMERICA			
611,000	Canadian Natural Resources	13,289,294	0.47	
1,666	Clean Diesel Technologies	2,433	–	
28,800	Google	15,508,648	0.55	
200,000	Immunovaccine	36,963	–	
122,810	International Business Machines	17,418,848	0.62	
1,331,500	Johnson & Johnson	69,703,877	2.47	
852,600	JPMorgan Chase & Co	28,168,532	1.00	
1,952,600	Microsoft	36,197,777	1.28	
530,100	Modelez International	9,949,744	0.35	

## CF RUFFER TOTAL RETURN FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	NORTH AMERICA (continued)			
827,000	Texas Instruments	19,168,010	0.68	
1,388,380	Thomson Reuters Corporation	29,601,142	1.05	
188,549	Value Creation**	–	–	
710,000	Viacom	29,623,058	1.05	
596,570	Wal-Mart Stores	28,608,457	1.02	
	<b>TOTAL NORTH AMERICA</b>	<b>297,276,783</b>	<b>10.54</b>	<b>10.37</b>
	JAPAN			
250,800	Benesse Holdings	6,719,039	0.24	
8,439	Dai-ichi Life	7,559,606	0.27	
1,461,650	Daiei (The)	2,387,077	0.08	
462,000	Hitachi	1,791,560	0.06	
795,000	Hoshizaki Electric Company	15,182,353	0.54	
3,000	Japan Prime Realty Investment Corporation	7,265,730	0.26	
12,269,515	Japan Residential Investment Company	7,484,404	0.27	
1,888,000	Kao Corporation	41,527,036	1.47	
1,816,000	Mitsubishi Estate Company	35,273,852	1.25	
14,894,400	Mitsubishi UFJ Financial Group	59,621,203	2.11	
94,000	Mitsui Fudosan	1,780,121	0.06	
1,421,600	Mitsui & Co	13,742,311	0.49	
20,450,000	Mizuho Financial	30,128,979	1.07	
260,000	Nihon Parkerizing Company	2,945,209	0.10	
123	Nippon Building	1,074,473	0.04	
419,000	Nippon Electric Glass Company	1,301,598	0.05	
599,100	Nippon Telegraph & Telephone Corporation	17,424,086	0.62	
4,500	NTT Data Corporation	9,475,680	0.34	
14,030	NTT docomo	14,167,020	0.50	
8,000	NTT Urban Development Corporation	6,193,418	0.22	
252,000	Paltac Corporation	2,108,542	0.07	
800,000	Pioneer Corporation	1,050,768	0.04	
1,835,800	Seven & i Holdings Company	37,495,590	1.33	
2,109,800	Sumitomo Mitsui Financial Group	59,308,242	2.10	
1,602,000	Tokio Marine	32,286,112	1.14	
1,558,700	Toyota Motor Corporation	54,161,137	1.92	
5,991,300	T&D Holdings	47,424,201	1.68	
7,000	United Urban Investment Corporation	6,932,153	0.25	
	<b>TOTAL JAPAN</b>	<b>523,811,500</b>	<b>18.57</b>	<b>15.42</b>

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	ASIA PACIFIC (EX JAPAN)			
7,938,683	Commercial Bank Of Ceylon	4,620,734	0.16	
4,300,000	CT Holdings	2,928,602	0.10	
5,138,289	Hatton National Bank	4,185,983	0.15	
2,557,103	Hatton National Bank non voting	1,682,621	0.06	
1,931,000	Hutchinson Whampoa	13,444,308	0.48	
1,013	Kenedix Realty Investment Corporation	2,963,786	0.10	
18,048,000	PICC Property and Casualty Company	17,123,112	0.61	
	<b>TOTAL ASIA PACIFIC (EX JAPAN)</b>	<b>46,949,146</b>	<b>1.66</b>	<b>2.23</b>
	GLOBAL			
121,000	Ruffer Global Smaller Companies#^	15,092,330	0.54	0.49
	GOLD			
914,000	Barrick Gold	17,277,560	0.61	
370,000	Centerra Gold	1,538,004	0.05	
408,045	Dynamic Baker Steel Alpha Gold#^	19,600,120	0.69	
5,871,430	Golden Prospect Precious Metals	3,816,430	0.14	
2,816,965	Golden Prospect Precious Metals subscription	98,594	–	
1,139,200	Gold Bullion Securities	115,727,841	4.10	
3,380,000	Gold Fields ADRs	17,960,090	0.64	
370,000	IAMGOLD Corporation	1,687,278	0.06	
330,000	Kinross Gold Corporation	1,729,111	0.06	
2,534,210	Newcrest Mining	38,313,378	1.36	
409,090	Newmont Mining Corporation	10,725,482	0.39	
845,000	Sibanye Gold	3,345,178	0.12	
	<b>TOTAL GOLD</b>	<b>231,819,066</b>	<b>8.22</b>	<b>8.89</b>
	ILLIQUID STRATEGIES			
1,100,000	Annaly Capital Management	11,391,933	0.40	
10,390,000	Better Capital 2009	15,481,100	0.55	
317,488	Better Capital 2012	342,887	0.01	

## CF RUFFER TOTAL RETURN FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	ILLIQUID STRATEGIES (continued)			
7,707,535	Oakley Capital Investments	12,100,830	0.43	
9,944,162	Ruffer Illiquid Strategies 2009#	12,647,502	0.45	
38,667,000	Ruffer Illiquid Strategies 2011#	39,275,696	1.39	
	<b>TOTAL ILLIQUID STRATEGIES</b>	<b>91,239,948</b>	<b>3.23</b>	<b>3.47</b>
	WARRANTS			
144,298	Barclays Bank USD Put Warrants 28.06.13	1,406,657	0.05	
97,818	Barclays Bank USD Call Warrants 21.01.14	1,034,367	0.04	
156,670	Barclays Bank USD Call Warrants 10.03.14	1,760,234	0.06	
64,624	Barclays Bank USD Call Warrants 12.05.14	1,324,010	0.05	
106,279	JPMorgan USD Put Warrants 28.06.13	787,788	0.03	
171,510	JPMorgan USD Call Warrants 13.12.13	878,470	0.03	
257,743	JPMorgan USD Call Warrants 19.12.13	1,166,845	0.04	
86,193	JPMorgan USD Call Warrants 03.02.14	1,072,080	0.04	
43,030	JPMorgan USD Call Warrants 21.05.14	743,383	0.02	
60,391	JPMorgan USD Call Warrants 09.02.15	1,588,514	0.06	
22,009	Nomura Bank USD Call Warrants 12.11.13	77,674	-	
22,009	Nomura Bank USD Call Warrants 12.11.13	144,003	0.01	
11,040	Nomura Bank USD Call Warrants 09.01.14	73,328	-	
11,040	Nomura Bank USD Call Warrants 09.01.14	117,836	-	
22,009	Nomura Bank USD Call Warrants 09.01.14	146,185	0.01	
22,009	Nomura Bank USD Call Warrants 09.01.14	234,914	0.01	
22,009	Nomura Bank USD Call Warrants 16.01.14	168,294	-	
22,009	Nomura Bank USD Call Warrants 09.04.14	392,590	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	WARRANTS (continued)			
24,389	Nomura Bank USD Call Warrants 14.05.14	430,530	0.02	
10,574	UBS Put Warrant linked to the FTSE 100 Index 21.06.13	605,362	0.02	
13,049	UBS Put Warrant linked to the FTSE 100 Index 21.06.13	1,076,543	0.04	
	<b>TOTAL WARRANTS</b>	<b>15,229,607</b>	<b>0.54</b>	<b>0.22</b>
	FORWARD CURRENCY CONTRACTS			
	€(91,400,000) Vs £80,009,732 (expiry 14.06.13)	995,625	0.04	
	¥11,007,000,000 Vs £(76,381,275) (expiry 15.04.13)	138,135	-	
	¥(52,307,000,000) Vs £364,559,520 (expiry 15.04.13)	927,214	0.03	
	US\$(437,327,000) Vs £280,630,144 (expiry 15.05.13)	(8,498,631)	(0.30)	
	<b>TOTAL FORWARD CURRENCY CONTRACTS</b>	<b>(6,437,657)</b>	<b>(0.23)</b>	<b>0.31</b>
	Portfolio of investments*	2,597,044,232	92.06	98.31
	Net other assets	223,880,913	7.94	1.69
	<b>Net assets</b>	<b>2,820,925,145</b>	<b>100.00</b>	<b>100.00</b>

All investments are ordinary shares listed on a regulated market unless stated otherwise.

All debt securities held are investment grade.

# Related party.

\* Includes derivative liabilities.

\*\* Unlisted security.

^ Collective investment scheme.

Definition:

ADRs – American Depositary Receipts.

## CF RUFFER TOTAL RETURN FUND

ACD's Report (continued)

### SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 15 MARCH 2013

**Total purchases for the half year** **£570,952,958**

Major purchases	Cost £
Treasury 1.25% index-linked 2017	81,621,296
Treasury 1.875% index-linked 2022	63,127,024
Gold Bullion Securities	41,214,517
Seven & i Holdings Company	33,778,936
Microsoft	32,682,110
US Treasury Inflation Protected Securities 0.75% 2042	27,694,654
Tokio Marine	26,012,178
Hutchinson Whampoa	25,149,226
Mizuho Financial	20,634,618
International Business Machines	17,670,187
LEG Immobilien	13,496,641
Itochu Corporation	13,157,174
BP	13,115,204
Mitsui & Co	12,862,706
Google	12,456,772
Viacom	11,643,134
JPMorgan Chase & Co	8,507,388
Treasury 0.25% index-linked 2052	7,432,989
Mazda Motor Corporation	7,109,278
Dai-ichi Life	6,893,757

**Total sales for the half year** **£710,081,733**

Major sales	Proceeds £
Treasury 1.25% index-linked 2017	59,693,103
JPMorgan Chase & Co	34,164,244
Kroger Company (The)	31,862,679
Swisscom	26,649,949
RSA Insurance Group	20,261,761
Thomson Reuters Corporation	16,225,199
ITV	16,190,210
T&D Holdings	15,516,549
Hutchinson Whampoa	15,336,967
Mazda Motor Corporation	15,292,418
Cisco Systems	15,264,442
Nippon Telegraph & Telephone Corporation	15,254,448
Itochu Corporation	14,789,970
Korea Electric Power Company	14,446,806
Groupe Bruxelles Lambert	13,908,993
Koninklijke KPN	13,851,477
CITIC Securities International	13,772,397
Sumitomo Mitsui Financial Group	13,680,347
Johnson & Johnson	12,949,121
Invensys	11,685,490

The summary of material portfolio changes represents the 20 largest purchases and sales during the half year.

CF RUFFER TOTAL RETURN FUND  
INTERIM FINANCIAL STATEMENTS (UNAUDITED)  
STATEMENT OF TOTAL RETURN  
FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13		15.03.12	
	£	£	£	£
Income:				
Net capital gains		290,104,673		122,157,987
Revenue	27,294,213		28,783,593	
Expenses	(15,695,031)		(14,458,916)	
Finance costs: Interest	–		(257)	
Net revenue before taxation	11,599,182		14,324,420	
Taxation	(1,441,977)		(925,329)	
Net revenue after taxation		10,157,205		13,399,091
<b>Total return before distributions</b>		300,261,878		135,557,078
Finance costs: Distributions		(24,679,165)		(25,333,221)
<b>Change in net assets attributable to shareholders from investment activities</b>		<u>275,582,713</u>		<u>110,223,857</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS  
FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13		15.03.12	
	£	£	£	£
<b>Opening net assets attributable to shareholders</b>		2,526,346,459		2,180,667,617
Amounts receivable on issue of shares	132,348,827		227,091,957	
Amounts payable on cancellation of shares	(130,574,111)		(27,297,322)	
		1,774,716		199,794,635
Stamp duty reserve tax		(81,598)		(63,777)
Change in net assets attributable to shareholders from investment activities		275,582,713		110,223,857
Retained distribution on Accumulation shares		17,300,545		18,448,713
Unclaimed distributions		2,310		12
<b>Closing net assets attributable to shareholders</b>		<u>2,820,925,145</u>		<u>2,509,071,057</u>

The above statement shows the comparative closing net assets at 15 March 2012 whereas the current accounting period commenced 16 September 2012.

BALANCE SHEET  
AS AT 15 MARCH 2013

	15.03.13		15.09.12	
	£	£	£	£
<b>ASSETS</b>				
<b>Investment assets</b>		2,605,542,863		2,484,673,593
<b>Other assets</b>				
Debtors		32,659,369		7,991,084
Cash and bank balances		225,214,057		76,389,035
<b>Total other assets</b>		257,873,426		84,380,119
<b>Total assets</b>		<u>2,863,416,289</u>		<u>2,569,053,712</u>
<b>LIABILITIES</b>				
<b>Investment liabilities</b>		(8,498,631)		(1,088,882)
<b>Other liabilities</b>				
Creditors		(26,406,210)		(30,985,228)
Distribution payable on Income shares		(7,586,303)		(10,633,143)
<b>Total other liabilities</b>		(33,992,513)		(41,618,371)
<b>Total liabilities</b>		<u>(42,491,144)</u>		<u>(42,707,253)</u>
<b>Net assets attributable to shareholders</b>		<u>2,820,925,145</u>		<u>2,526,346,459</u>

CF RUFFER JAPANESE FUND  
ACD'S REPORT  
FOR THE HALF YEAR ENDED 15 MARCH 2013

IMPORTANT INFORMATION

On 13 September 2012 a new share class, the 'C' Accumulation, was launched in the CF Ruffer Japanese Fund ('the Fund'), with its first live valuation date being 19 September 2012.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Fund is to provide capital growth by investing in a portfolio of predominantly Japanese equities, though Japanese fixed income securities and fixed income securities and equities from other geographical areas may be utilised if the Investment Manager believes they will assist in meeting the overall objective of the Fund. The Fund may also invest in collective investment schemes, cash, money market instruments, other transferable securities and derivatives and forward transactions and other investments to the extent that each is permitted by the Regulations. There will be no particular emphasis on any industrial or economic sector.

CAPITA FINANCIAL MANAGERS LIMITED  
ACD of CF Ruffer Japanese Fund  
10 May 2013

INVESTMENT MANAGER'S REPORT

In the period under review, the Net Asset Value of the Fund's 'O' Accumulation share's increased 30.8% from 99.71 pence to 130.47 pence. During the same period, the TOPIX Index on a sterling-adjusted basis rose by 22.9% while the TOPIX Index in Japanese yen rose 38.7%\*. As of the close of 15 March 2013, the Fund was 88.3% invested in equities and its cash position was 11.7%. We continued to hedge about 80% of the Fund's yen exposure during the period under consideration. The most recent level of the currency hedge was about 90%.

The risk-off mode, which returned to the Japanese equity market in the middle of August 2012, continued at the beginning of September on the back of growing fears of a global economic slowdown. However, the equity market started rebounding strongly from the second week of the month as the European Central Bank increased the level of clarity over its possible purchases of sovereign debt from southern European countries and more favourable Japanese domestic core machinery orders for July led to higher expectations for a recovery in capex. Japanese equity prices climbed even higher after the US Federal Reserve decided to embark on its third programme of Quantitative Easing on 13 September and the Bank of Japan ('BoJ') announced its decision to expand the size of its Asset Purchase Programme from JPY70 trillion to JPY80 trillion on 19 September. However, the end of the month saw profit-taking pressure as the yen started appreciating against major currencies and political tension between Japan and China led to anti-Japan demonstrations in many Chinese cities and the closure of some Japanese companies' plants and shops in China.

Japanese equities trended downward in the first part of October on concerns about the slowing global economy and weakening corporate earnings. Against this backdrop, the BoJ held its regular Monetary Policy Meeting on 5 October and decided to leave its monetary policy unchanged. This led to a rebound in the yen and a sell-off in Japanese equities, especially export related stocks. Japanese equities weakened further when the IMF lowered its growth forecast for China on 8 October. However, shares staged a recovery around the middle of October on the back of improving sentiment towards the US economy and the European sovereign debt crisis. The rebound was further strengthened by a weakening of the yen in anticipation of further monetary easing by the BoJ; which duly delivered what the market had expected on 30 October. The BoJ decided to expand its Asset Purchase Programme by JPY11 trillion to JPY91 trillion and to establish a 'Stimulating Bank Lending Facility'. The BoJ also issued a joint statement with the government entitled "Measures Aimed at Overcoming Deflation". The BoJ eased its monetary policy for the second month in a row but Japanese equities came under profit taking pressure as the new measures were within the range of elevated market expectations.

Prime Minister Noda's decision on 14 November to dissolve the Lower House and call a general election, scheduled for 16 December, led to a depreciation of the yen and a rebound in Japanese equities. Comments by the Liberal Democratic Party ('LDP')'s new leader, Mr Abe, further fuelled the risk-on mode as he proposed policies of "unlimited" monetary easing with an inflation target of 2-3%; a large and aggressive stimulus budget and that the BoJ should underwrite all the government construction bonds.

\* Source: Thomson Reuters Datastream. The TOPIX Index is used by the Investment Manager for comparison. No benchmark is required to be disclosed as per the Prospectus.

## CF RUFFER JAPANESE FUND

*ACD's Report (continued)*

*Investment Manager's Report (continued)*

The calendar year 2012 ended on a positive note for the first time in many years, on the back of the LDP's landslide victory in the Lower House election on 16 December. This was in stark contrast to 2011, when both the TOPIX and Nikkei 225 Indices finished at their lowest year-end closing levels since 1982. In 2011, Japan suffered from the Great Tohoku Earthquake of magnitude 9.0 and the subsequent devastating 40 metre high tsunami, the nuclear disaster at the Fukushima nuclear power station and the associated rolling blackouts that crippled industries over the summer months, the Thai floods and related supply chain issues, the sovereign debt crisis in Europe, a slowing Chinese economic growth rate, and the excessive appreciation of the yen against major currencies that suffocated many Japanese exporters.

The combination of these extremely adverse conditions together with low company valuations made us even more bullish on Japanese equities at the beginning of 2012. We continued to focus on financials, property and currency sensitive stocks which had been hard hit. As a result of our regular visits to Japan and continual engagement with companies, we believed that many Japanese companies were doing much better than their share prices were implying. We continued to experience a very bumpy road until the summer, but Japanese equities started rebounding in June sensing possible political change. The LDP's decisive victory on 16 December, winning more than two thirds of the Lower House together with its coalition partner New Komei Party, further fuelled the risk-on mode towards the year end.

Japanese equities continued to go up strongly during January refusing to pause for profit-taking or consolidation thanks to improving external factors in the US, Europe and China, as well as rising hope for a complete monetary policy regime change at the BoJ. The BoJ held its regular Monetary Policy Meeting on 21 and 22 January and made the key decisions to adopt a 2% inflation target and to start open-ended asset purchases from January 2014. In addition, the BoJ issued a joint statement with the government expressing their common goal to overcome deflation. The BoJ's decisions were largely in line with market expectations. As a result, the yen started to appreciate against major currencies and Japanese equities began to slide due to profit-taking. However, some senior Japanese government officials stepped in to halt the moves in the currency and equity markets by making strong statements that they are determined to pursue economic policies to overcome deflation. Their verbal interventions caused the yen to fall and Japanese share prices to rise. Prime Minister Abe's advisors seem to think that it is vitally important to keep the yen weak and share prices high in order to decisively win the Upper House election scheduled for July. Many LDP top officials are aware that they have not been given a real mandate to run the country despite winning more than two thirds of the Lower House seats jointly with the New Komei Party. They publicly state that they did not 'win' the election but that the Democratic Party of Japan was simply defeated by its own failures. Therefore, they are now focusing on reviving the economy and overcoming deflation as key issues to win a real mandate at the Upper House elections and to resolve the issue of the split Diet.

The TOPIX Index in yen terms delivered a positive return in February. During the month there were setbacks and rebounds due to some negative external factors and positive internal ones. The yen rebounded and appreciated against major currencies in the second half of the month. The 10 year JGB yield (as measured by Bloomberg) fell from 0.754% on 31 January to 0.663% by 28 February.

The government handed the BoJ governor and deputy governor nominees to the Diet on 27 February. As widely expected, Mr Haruhiko Kuroda was nominated as governor while Professor Kikuo Iwata and Mr Hiroshi Nakaso were nominated as deputy governors. A hearing was held for each nominee in each chamber of the Diet from 4 March onwards and all three nominees were endorsed at the Lower House on 14 March and the Upper House on 15 March. Investors seem to be expecting a complete monetary policy regime change at the BoJ and anticipating that the new leadership will launch much more aggressive monetary policies at either the April 3-4 meeting or 26 April meeting. Possible new measures may include strengthening forward guidance, extending the maturity of Japanese government bond purchases up to 10 years and bringing its open-ended asset purchase programme forward from next year to this year.

We continue to believe that the most important positive factor for the Japanese economy and stock prices is the completion of de-leveraging in the corporate sector as well as the completion of price adjustment in the property sector. However, Abenomics may accelerate the recovery process and future growth, if all the measures being discussed are actually implemented.

Japanese companies have been engaged in de-leveraging over the last 15 years or so as the total lending balance of Japanese banks decreased from over JPY500 trillion in 1996 to less than JPY400 trillion in 2011 – a reduction of some JPY125 trillion in 15 years, which is about 1.7% per year of Japan's GDP. In the meantime Japan's GDP has managed to remain almost unchanged over the same period thanks to government spending. At a time of de-leveraging, spending by the government as 'spender of last resort' was required. On the other hand, some of the major Japanese banks have announced that they are starting to pay corporation tax now, having not paid corporation tax for nearly 20 years. This implies that the Japanese corporate sector has nearly completed the de-leveraging process which has been accompanied by deflation. Therefore, the completion of de-leveraging may mean the end of deflation. It took the Japanese corporate sector nearly 20 years to sort out its mess, and despite de-leveraging, Japan continued to be the biggest creditor country in the world. The mega banks have cleaner balance sheets and stronger capital bases, while a long term price adjustment process seems to have been completed in many areas including the property sector. If banks feel that downside risks to collateral, which is normally property assets, are limited, they may be encouraged to lend more, and this may lead to a virtuous circle which can slowly and steadily influence the very long term credit cycle.

RUFFER LLP  
*Investment Manager*  
8 April 2013

## CF RUFFER JAPANESE FUND

ACD's Report (continued)

### FUND INFORMATION

#### PERFORMANCE RECORD

##### 'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	105.53	96.54	–
2010	112.86	94.13	0.0393
2011	112.84	95.23	0.0775
2012	110.78	93.86	0.1566
2013*	128.23	110.12	–

##### 'I' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	105.66	96.76	–
2010	113.88	95.24	0.9044
2011	113.97	96.44	0.5935
2012	113.01	95.50	0.6657
2013*	130.94	112.33	0.1971

##### 'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012##	110.93	97.48	–
2013*	128.49	110.27	0.1023

# From 14 May 2009.

## From 19 September 2012.

\* To 15 March 2013.

#### NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
15.09.10	'O' Accumulation	86,737,867	87,048,085	99.64
	'I' Accumulation	93,118,936	92,729,088	100.42
15.09.11	'O' Accumulation	113,679,359	118,124,064	96.24
	'I' Accumulation	152,698,880	156,634,022	97.49
15.09.12	'O' Accumulation	128,681,773	129,052,745	99.71
	'I' Accumulation	166,524,091	164,027,204	101.52
15.03.13	'O' Accumulation	6,243,545	4,785,603	130.47
	'I' Accumulation	245,775,848	184,478,091	133.23
	'C' Accumulation	176,904,648	135,321,914	130.73

#### ONGOING CHARGES FIGURE

Expense Type	15.03.13 %			15.09.12 %	
	'O'	'I'	'C'	'O'	'I'
ACD's periodic charge	1.50	1.00	1.20	1.50	1.00
Other expenses	0.04	0.03	0.03	0.04	0.04
Ongoing charges figure	1.54	1.03	1.23	1.54	1.04

The Ongoing Charges Figure ('OCF') represents the total annualised operating expenses of the Fund expressed as a percentage of the average net assets over a 12 month period.

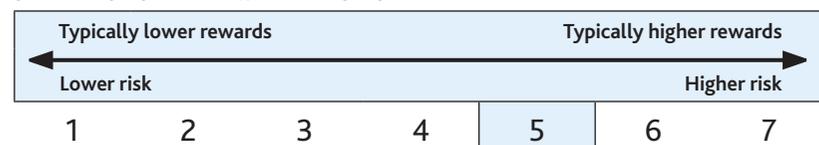
The OCF shown here for the 'C' share class is an estimate of the charges. An estimate is being used rather than an *ex post* figure due to the share class only being launched on 13 September 2012.

## CF RUFFER JAPANESE FUND

ACD's Report (continued)

Fund Information (continued)

### SYNTHETIC RISK AND REWARD INDICATOR



This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.

The Fund has been classed as 5 because its volatility has been measured as above average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

### DISTRIBUTIONS

Share Class	Interim 15.03.13 pence per share
'O' Accumulation	–
'I' Accumulation	0.1971
'C' Accumulation	0.1023

### FUND PERFORMANCE TO 15 MARCH 2013 (%)

	6 months	1 year	3 years	Since launch*
CF Ruffer Japanese Fund	30.50	19.49	22.56	28.23

\* Launch date 14 May 2009.

The performance of the Fund is based on the published price per 'O' Accumulation share which includes reinvested income.

The relevant price for this purpose was 128.23 pence per share being the NAV as at 10.00am on 13 March 2013. Please note the prices used in this table may differ from the figures reported in the Net Asset Value table.

### PORTFOLIO STATEMENT AS AT 15 MARCH 2013

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
	<b>OIL &amp; GAS</b>			
1,801	<i>OIL &amp; GAS PRODUCERS</i> INPEX Corporation	6,696,112	1.56	2.32
	<b>BASIC MATERIALS</b>			
	<i>CHEMICALS</i>			
77,000	Nihon Parkerizing Company	872,235	0.21	
53,700	Tocalo	534,407	0.12	
		1,406,642	0.33	0.41
	<b>INDUSTRIAL METALS &amp; MINING</b>			
2,762,000	Kobe Steel	2,303,351	0.54	
856,000	Nippon Light Metals Company	660,316	0.15	
		2,963,667	0.69	0.18
	<b>TOTAL BASIC MATERIALS</b>	4,370,309	1.02	0.59
	<b>INDUSTRIALS</b>			
	<i>CONSTRUCTION &amp; MATERIALS</i>			
587,000	Mitsubishi Heavy Industries	2,174,305	0.51	
473,500	Penta-Ocean Construction	789,744	0.18	
64,200	Sho-Bond Holdings	1,501,327	0.35	
280,800	Taihei Dengyo Kaisha	1,116,216	0.26	
		5,581,592	1.30	1.02
	<b>GENERAL INDUSTRIALS</b>			
436,000	Marubeni Corporation	2,263,405	0.53	–
	<b>ELECTRONIC &amp; ELECTRICAL EQUIPMENT</b>			
804,000	Fujitsu	2,363,478	0.55	
170,000	Hamamatsu Photonics	4,453,952	1.04	
2,837,000	Hitachi	11,001,421	2.56	
29,400	Keyence Corporation	5,867,958	1.37	
140,000	Kuroda Electric	1,088,713	0.25	

## CF RUFFER JAPANESE FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
<i>ELECTRONIC &amp; ELECTRICAL EQUIPMENT (continued)</i>				
146,500	Murata Manufacturing Company	7,126,740	1.66	
71,000	Nidec Corporation	2,758,198	0.64	
264,000	Nippon Electric Glass Company	820,100	0.20	
		<u>35,480,560</u>	<u>8.27</u>	<u>9.13</u>
<i>INDUSTRIAL ENGINEERING</i>				
876,000	Amada	3,993,587	0.93	
41,700	FANUC Corporation	4,164,358	0.97	
124,700	Fuji Seal International	2,037,391	0.47	
80,800	Harmonic Drive Systems	887,766	0.21	
236,400	Hoshizaki Electric Company	4,514,602	1.05	
352,000	Makino Milling Machine Corporation	1,484,864	0.35	
673,000	Mitsubishi Electronic Corporation	3,881,936	0.91	
275,300	Nabtesco Corporation	3,443,769	0.80	
332,900	OSG Corporation	3,009,860	0.70	
33,300	SMC Corporation	4,228,030	0.99	
3,675,800	Sojitz Corporation	3,857,306	0.90	
406,000	Toshiba Plant Systems & Services Corporation	3,405,560	0.79	
		<u>38,909,029</u>	<u>9.07</u>	<u>11.01</u>
<i>INDUSTRIAL TRANSPORTATION</i>				
1,355,000	Nippon Yusen Kabushiki Kaisha	2,485,985	0.58	
410,300	Yamato Holdings	4,850,216	1.13	
		<u>7,336,201</u>	<u>1.71</u>	<u>-</u>
<i>SUPPORT SERVICES</i>				
97,100	Meitec Corporation	1,681,599	0.39	
380,000	Mitsui & Co	3,673,381	0.86	
170,400	SECOM	5,968,365	1.39	
		<u>11,323,345</u>	<u>2.64</u>	<u>3.45</u>
	TOTAL INDUSTRIALS	<u>100,894,132</u>	<u>23.52</u>	<u>24.61</u>

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
<i>CONSUMER GOODS</i>				
<i>AUTOMOBILES &amp; PARTS</i>				
6,035,000	Mazda Motor Corporation	12,624,059	2.94	
329,800	Toyota Motor Corporation	11,459,770	2.67	
		<u>24,083,829</u>	<u>5.61</u>	<u>4.38</u>
<i>LEISURE GOODS</i>				
46,500	Funai Electric Company	420,745	0.10	
392,900	Panasonic Corporation	1,878,563	0.44	
771,300	Pioneer Corporation	1,013,072	0.24	
460,700	Sony Corporation	5,333,944	1.24	
472,600	Yamaha Corporation	3,103,707	0.72	
		<u>11,750,031</u>	<u>2.74</u>	<u>3.45</u>
<i>PERSONAL GOODS</i>				
519,600	Kao Corporation	11,428,733	2.67	
61,500	Paltac Corporation	514,585	0.12	
		<u>11,943,318</u>	<u>2.79</u>	<u>3.38</u>
	TOTAL CONSUMER GOODS	<u>47,777,178</u>	<u>11.14</u>	<u>11.21</u>
<i>HEALTH CARE</i>				
<i>HEALTH CARE EQUIPMENT &amp; SERVICES</i>				
125,800	BML	2,193,494	0.51	
7,500	Nakanishi	635,360	0.15	
269,800	Nihon Kohden Corporation	5,793,695	1.35	
92,300	Symex Corporation	3,579,243	0.83	
		<u>12,201,792</u>	<u>2.84</u>	<u>3.64</u>
<i>PHARMACEUTICALS &amp; BIOTECHNOLOGY</i>				
3,400	CellSeed	39,010	0.01	
124,700	Miraca Holdings	4,185,707	0.98	
72,300	RaQualia Pharma	493,909	0.11	
		<u>4,718,626</u>	<u>1.10</u>	<u>1.18</u>
	TOTAL HEALTH CARE	<u>16,920,418</u>	<u>3.94</u>	<u>4.82</u>

**CF RUFFER JAPANESE FUND**
*ACD's Report (continued)*
*Portfolio Statement (continued)*

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
<b>CONSUMER SERVICES</b>				
<i>FOOD &amp; DRUG RETAILERS</i>				
127,500	FamilyMart	3,579,701	0.83	0.87
<i>GENERAL RETAILERS</i>				
272,300	Benesse Holdings	7,295,033	1.70	
3,386,500	Daiei (The)	5,530,625	1.29	
88,100	Don Quijote	2,286,766	0.53	
197,000	Otsuka Kagu	1,170,544	0.27	
994,300	Rakuten	6,529,869	1.52	
189,400	Seven & i Holdings Company	3,868,430	0.90	
54,400	Shimachu	785,597	0.19	
482	Village Vanguard	430,768	0.10	
79,570	Yamada Denki	2,225,720	0.52	
		<u>30,123,352</u>	<u>7.02</u>	<u>8.17</u>
<i>MEDIA</i>				
5,016	M3	6,239,730	1.45	
137,600	Zenrin	1,152,287	0.27	
		<u>7,392,017</u>	<u>1.72</u>	<u>2.12</u>
<i>TRAVEL &amp; LEISURE</i>				
181,200	Doutor Nichires Holdings	1,667,253	0.39	
47,000	East Japan Railway Company	2,541,164	0.60	
		<u>4,208,417</u>	<u>0.99</u>	<u>0.92</u>
<b>TOTAL CONSUMER SERVICES</b>		<u>45,303,487</u>	<u>10.56</u>	<u>12.08</u>
<b>TELECOMMUNICATIONS</b>				
<i>FIXED LINE TELECOMMUNICATIONS</i>				
116,300	SoftBank	3,051,068	0.71	–
<i>MOBILE TELECOMMUNICATIONS</i>				
2,150	NTT docomo	2,170,997	0.51	–
<b>TOTAL TELECOMMUNICATIONS</b>		<u>5,222,065</u>	<u>1.22</u>	<u>–</u>

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
<b>UTILITIES</b>				
<i>ELECTRICITY</i>				
320,700	Hokkaido Electric Power Company	1,771,827	0.41	
168,000	Kyushu Electric Power Company	990,057	0.23	
118,400	Shikoku Electric Power Company	875,485	0.21	
		<u>3,637,369</u>	<u>0.85</u>	<u>–</u>
<b>FINANCIALS</b>				
<i>BANKS</i>				
353,500	Aeon Credit Service	6,149,014	1.43	
1,572,100	Mitsubishi UFJ Financial Group	6,293,002	1.47	
4,942,100	Mizuho Financial Group	7,281,194	1.70	
1,195,900	Resona Holdings	4,280,134	1.00	
243,000	Sumitomo Mitsui Financial Group	6,830,933	1.59	
926,000	Sumitomo Mitsui Trust Holdings	2,709,245	0.63	
		<u>33,543,522</u>	<u>7.82</u>	<u>7.26</u>
<i>LIFE INSURANCE</i>				
7,108	Dai-ichi Life Insurance Company	6,367,304	1.48	
153,600	Lifenet Insurance Company	912,667	0.22	
1,514,100	T&D Holdings	11,984,875	2.79	
107,600	Tokio Marine Holdings	2,168,530	0.51	
		<u>21,433,376</u>	<u>5.00</u>	<u>5.83</u>
<i>REAL ESTATE INVESTMENT &amp; SERVICES</i>				
186	Japan Real Estate Investment Corporation	1,589,913	0.37	
515	Kenedix Realty Investment Corporation	1,506,762	0.35	
345,000	Mitsubishi Estate Company	6,701,255	1.56	
380,000	Mitsui Fudosan	7,196,235	1.68	
222	Nippon Accommodations	1,133,954	0.26	
407,700	Nomura Real Estate Holdings	5,907,477	1.38	

## CF RUFFER JAPANESE FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
<i>REAL ESTATE INVESTMENT &amp; SERVICES (continued)</i>				
9,554	NTT Urban Development Corporation	7,396,490	1.72	
1,409	United Urban Investment Corporation	1,395,343	0.33	
		<u>32,827,429</u>	<u>7.65</u>	<u>7.44</u>
<i>REAL ESTATE INVESTMENT TRUSTS</i>				
800	Nippon Prologis REIT	<u>4,909,146</u>	<u>1.14</u>	<u>-</u>
<i>FINANCIAL SERVICES</i>				
275,670	ACOM	4,272,181	1.00	
1,598,000	Daiwa Securities Group	7,274,000	1.70	
72,600	GCA Savvian Group	466,191	0.11	
63,200	IBJ Leasing	1,249,992	0.29	
195,750	Mitsubishi UFJ Lease & Finance	6,230,494	1.45	
875,100	Nomura Holdings	3,575,940	0.83	
147,150	Orix Corporation	12,230,570	2.85	
		<u>35,299,368</u>	<u>8.23</u>	<u>8.68</u>
<i>EQUITY INVESTMENT INSTRUMENTS</i>				
1,455,492	Fidelity Japanese Values	<u>862,379</u>	<u>0.21</u>	<u>-</u>
	TOTAL FINANCIALS	<u>128,875,220</u>	<u>30.05</u>	<u>29.21</u>
TECHNOLOGY				
<i>SOFTWARE &amp; COMPUTER SERVICES</i>				
856,000	Asahi Net	2,724,548	0.64	
56,700	NEC Fielding	473,240	0.11	
2,360	NTT Data Corporation	4,969,468	1.16	
48,700	Otsuka Corporation	3,590,869	0.84	
2,022	Simplex Holdings	465,822	0.10	
		<u>12,223,947</u>	<u>2.85</u>	<u>3.09</u>

Holding	Portfolio of Investments	Value £	Total Net Assets	
			15.03.13 %	15.09.12 %
<i>TECHNOLOGY HARDWARE &amp; EQUIPMENT</i>				
108,600	Canon	2,607,553	0.61	
128,800	Canon Marketing Japan	1,256,719	0.29	
445,000	Ricoh Company	3,185,316	0.74	
		<u>7,049,588</u>	<u>1.64</u>	<u>1.97</u>
	TOTAL TECHNOLOGY	<u>19,273,535</u>	<u>4.49</u>	<u>5.06</u>
<i>FORWARD CURRENCY CONTRACTS</i>				
¥(49,000,000,000)	Vs £335,348,160 (expiry 15.05.2013)	<u>(5,425,230)</u>	<u>(1.26)</u>	<u>2.42</u>
	Portfolio of investments*	373,544,595	87.09	92.32
	Net other assets	55,379,446	12.91	7.68
	Net assets	<u>428,924,041</u>	<u>100.00</u>	<u>100.00</u>

All investments are ordinary shares listed on a regulated market unless stated otherwise.

\* Includes derivative liabilities.

## CF RUFFER JAPANESE FUND

ACD's Report (continued)

### SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 15 MARCH 2013

**Total purchases for the half year** **£45,563,983**

Major purchases	Cost £
Yamato Holdings	4,043,112
Nippon Prologis REIT	3,003,612
Marubeni Corporation	2,033,437
Kobe Steel	2,023,124
Tokio Marine Holdings	2,022,259
East Japan Railway Company	2,018,934
Sumitomo Mitsui Trust Holdings	2,017,551
NTT docomo	2,016,195
Fujitsu	2,014,836
Yamada Denki	2,009,915
Hokkaido Electric Power Company	2,005,700
SoftBank	2,005,481
Mitsubishi Heavy Industries	2,001,234
Nippon Yusen Kabushiki Kaisha	1,990,872
Asahi Net	1,563,324
Rakuten	1,020,247
Sumitomo Mitsui Financial Group	1,012,357
Seven & i Holdings Company	1,008,428
FamilyMart	1,007,599
Kuroda Electric	1,004,952

**Total sales for the half year** **£5,368,552**

Sales	Proceeds £
Aozora Bank	2,286,495
Accordia Golf	1,948,443
Mitsui Matsushima	1,133,108
SoftBank	506

The summary of material portfolio changes represents the 20 largest purchases and all of the sales during the half year.

CF RUFFER JAPANESE FUND  
INTERIM FINANCIAL STATEMENTS (UNAUDITED)  
STATEMENT OF TOTAL RETURN  
FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13		15.03.12	
	£	£	£	£
Income:				
Net capital gains		97,355,163		33,286,410
Revenue	2,420,214		2,233,240	
Expenses	(1,878,648)		(1,739,217)	
Finance costs: Interest	(111)		(210)	
Net revenue before taxation	541,455		493,813	
Taxation	(169,272)		(156,682)	
Net revenue after taxation		372,183		337,131
<b>Total return before distributions</b>		97,727,346		33,623,541
Finance costs: Distributions		(401,225)		(354,073)
<b>Change in net assets attributable to shareholders from investment activities</b>		97,326,121		33,269,468

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS  
FOR THE HALF YEAR ENDED 15 MARCH 2013

	15.03.13		15.03.12	
	£	£	£	£
<b>Opening net assets attributable to shareholders</b>		295,205,864		266,378,239
Amounts receivable on issue of shares	41,928,837		15,191,430	
Amounts payable on cancellation of shares	(6,038,818)		(1,216,502)	
		35,890,019		13,974,928
Stamp duty reserve tax		(4)		(11)
Change in net assets attributable to shareholders from investment activities		97,326,121		33,269,468
Retained distribution on Accumulation shares		502,041		394,698
<b>Closing net assets attributable to shareholders</b>		428,924,041		314,017,322

The above statement shows the comparative closing net assets at 15 March 2012 whereas the current accounting period commenced 16 September 2012.

BALANCE SHEET  
AS AT 15 MARCH 2013

	15.03.13		15.09.12	
	£	£	£	£
<b>ASSETS</b>				
<b>Investment assets</b>		378,969,825		272,547,003
<b>Other assets</b>				
Debtors	1,904,300		784,758	
Cash and bank balances	58,069,415		22,385,919	
<b>Total other assets</b>		59,973,715		23,170,677
<b>Total assets</b>		438,943,540		295,717,680
<b>LIABILITIES</b>				
<b>Investment liabilities</b>		(5,425,230)		-
<b>Other liabilities</b>				
Creditors	(4,594,269)		(511,816)	
<b>Total other liabilities</b>		(4,594,269)		(511,816)
<b>Total liabilities</b>		(10,019,499)		(511,816)
<b>Net assets attributable to shareholders</b>		428,924,041		295,205,864

## GENERAL INFORMATION

**Head Office:** Ibex House, 42 – 47 Minories, London EC3N 1DX.

**Address for Service:** The Head Office is the address in the United Kingdom for service on the Company of notices or other documents required or authorised to be served on it.

**Base Currency:** The base currency of the Company is pounds sterling. Each sub-fund and class is designated in pounds sterling.

**Share Capital:** The minimum share capital of the Company is £1 and the maximum is £100,000,000,000.

Shares in the Company have no par value. The share capital of the Company at all times equals the sum of the net asset values of each of the sub-funds.

### STRUCTURE OF THE COMPANY

The Company is structured as an umbrella company, in that different sub-funds may be established from time to time by the ACD with the approval of the Financial Conduct Authority and the agreement of the Depositary. On the introduction of any new sub-fund or class, a revised Prospectus will be prepared setting out the relevant details of each sub-fund or class.

The Company is a UCITS scheme.

The assets of each sub-fund will be treated as separate from those of every other sub-fund and will be invested in accordance with the investment objective and investment policy applicable to that sub-fund. The sub-funds which are currently available are:

CF Ruffer Baker Steel Gold Fund  
CF Ruffer Equity & General Fund  
CF Ruffer European Fund  
CF Ruffer Pacific Fund  
CF Ruffer Total Return Fund  
CF Ruffer Japanese Fund

In the future there may be other sub-funds of the Company.

### CLASSES OF SHARES

The Company can issue different classes of shares in respect of any sub-fund.

Holders of Income shares are entitled to be paid the income attributable to such shares, in respect of each annual or interim accounting period.

Holders of Accumulation shares are not entitled to be paid the income attributable to such shares, but that income is retained and accumulated for the benefit of shareholders and is reflected in the price of shares.

Where a sub-fund has more than one class, each class may attract different charges and expenses and so monies may be deducted from the classes in unequal proportions. In these circumstances, the proportional interest of the classes within a sub-fund will be adjusted accordingly.

The Instrument of Incorporation does not provide for bearer shares and consequently none will be issued.

## General Information (continued)

### VALUATION POINT

The valuation point of each sub-fund is 10.00am on each Wednesday where this is a business day and the last business day of each month. Valuations may be made at other times under the terms contained within the Prospectus.

### BUYING AND SELLING SHARES

The ACD will accept orders to deal in the shares on normal business days between 8.30am and 5.30pm and transactions will be effected at prices determined by the following valuation. Instructions to buy or sell shares may be either in writing to: 2 The Boulevard, City West One Office Park, Gelderd Road, Leeds LS12 6NT or by telephone on 0845 922 0044. A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

### PRICES

The most recent prices of shares are published in the *Financial Times*, under the heading Ruffer LLP, and are also available on the website of the Investment Management Association at [www.fundlistings.com](http://www.fundlistings.com), under the heading CF Ruffer Investment Management Limited, or on the ACD's website at [www.capitafinancial.com](http://www.capitafinancial.com), or by calling 0845 922 0044 during the ACD's normal business hours.

### OTHER INFORMATION

The Instrument of Incorporation, Prospectus, Key Investor Information Document and the most recent interim and annual reports may be inspected at the office of the ACD, which is also the Head Office. Copies of these may be obtained upon application and can be found on our website, [www.capitafinancial.com](http://www.capitafinancial.com), by following the link 'Fund Information'.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at South Quay Plaza, 183 Marsh Wall, London E14 9SR.

### DATA PROTECTION ACT

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products. Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

### RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.



