

THE EQUITY INCOME TRUST FOR CHARITIES



Matt Hudson
Fund manager

TECHNICAL INFORMATION

Fund launch date	2 nd December 2002
Total fund size (£)	342.5 million
Total number of holdings	52
Unit price end of month (p)	95.07
Benchmark	FTSE All-Share Total Return
Managed fund since	2 nd December 2002
Investment manager	Schroders
Ethical restriction	No tobacco

FINANCIAL INFORMATION

	Fund	Benchmark
Annual Volatility (%)	13.0	13.6
Beta	0.9	-
Predicted Tracking Error (%)	3.2	-
P/E Ratio	18.9	20.5
Dividend Yield (%)	4.3	3.5

The above ratios are based on bid-to-bid price based performance data. These financial ratios refer to the average of the equity holdings contained in the fund's portfolio and in the benchmark (if mentioned) respectively.

PURCHASE INFORMATION

SEDOL	Acc: BF31D94 Inc: 3231164
Bloomberg	Inc: CAZEICI:LN
ISIN	Acc: GB00BF31D949 Inc: GB0032311648
Fund base currency	GBP
Dealing frequency	Daily (12:00 GMT)
Annual management charge	0.5%
Minimum investment amount	£10,000 and £1,000 thereafter

INVESTMENT OBJECTIVE AND POLICY

The Equity Income Trust for Charities aims to provide a portfolio yield in excess of the FTSE All-Share Index, targeting a premium of 30 per cent, through investing predominately in UK equities. The income provision will be the primary objective. The Trust's secondary target is to provide capital growth in order that its total return exceeds that of the FTSE All-Share Index over rolling five-year periods.

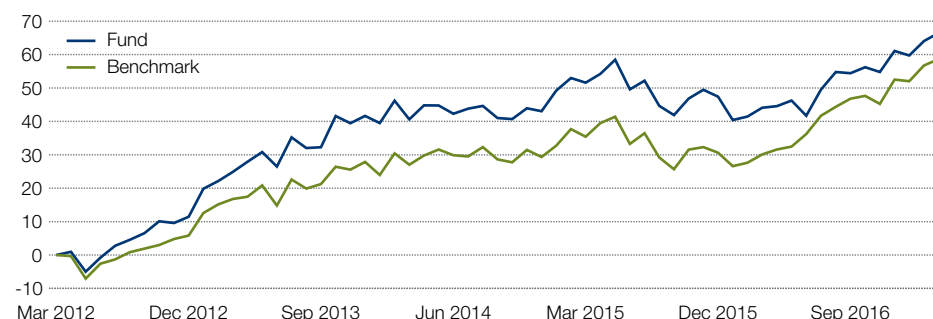
Subject to cash reasonably held for redemptions and expenses, it is the intention of the Fund to remain fully invested except where market conditions necessitate the use of a defensive investment strategy involves the holding of cash or near cash.

PERFORMANCE ANALYSIS

Performance (%)	1 month	3 months	6 months	YTD	1 year	3 years	5 years	10 years
Fund	1.5	3.3	7.8	3.3	15.6	18.4	66.5	84.8
Benchmark	1.2	4.0	8.1	4.0	22.0	24.9	58.7	73.7

Discrete yearly performance (%)	1 st Apr 2016 – 31 st Mar 2017	1 st Apr 2015 – 31 st Mar 2016	1 st Apr 2014 – 31 st Mar 2015	1 st Apr 2013 – 31 st Mar 2014	1 st Apr 2012 – 31 st Mar 2013
Fund	15.6	-4.9	7.8	12.6	24.9
Benchmark	22.0	-3.9	6.6	8.8	16.8

PERFORMANCE OVER 5 YEARS (%)



Past performance is not a reliable indicator of future results, prices of shares and the income from them may fall as well as rise and investors may not get back the amount originally invested.

Some performance differences between the fund and the benchmark may arise because the fund performance is calculated at a different valuation point from the benchmark. The since launch performance of the benchmark cannot be shown as it did not exist at the fund's launch date.

Source: Schroders, I Inc bid to bid price with net income reinvested, net of the ongoing charges and portfolio costs and, where applicable, performance fees.

INCOME PAYMENTS

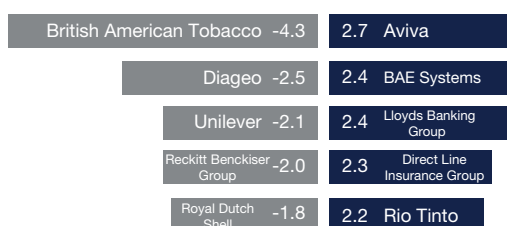
2016/2017	Ex-distribution date	Payment date	Rate per unit
Final	31 st January 2017	15 th March 2017	0.80p
Interim	31 st October 2016	15 th December 2016	1.53p
Interim	31 st July 2016	15 th September 2016	1.15p
Interim	30 th April 2016	15 th June 2016	1.10p

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HOLDINGS ANALYSIS

Top 10 holdings	Sector	% NAV
Royal Dutch Shell	Oil & Gas	5.7
GlaxoSmithKline	Health Care	5.2
BP	Oil & Gas	5.0
Lloyds Banking Group	Financials	4.3
Rio Tinto	Basic Materials	3.9
HSBC Holdings	Financials	3.8
Aviva	Financials	3.7
National Grid	Utilities	3.6
Vodafone Group	Telecommunications	3.3
BAE Systems	Industrials	3.3
Total		41.9

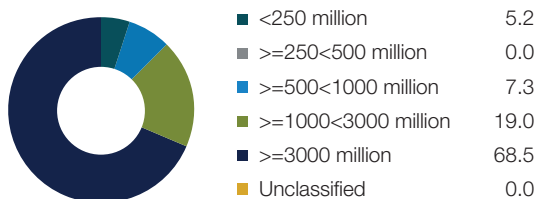
Underweights (%)



Overweights (%)

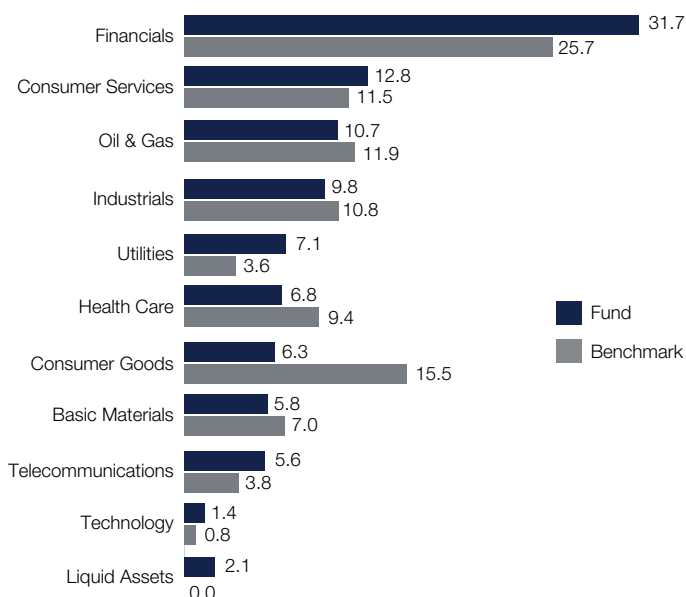


Market cap split (%)



Overweights and underweights data are based on fund's exposure to holdings grouped by name.

ASSET ALLOCATION (%)



The commitment linked to any equity index futures contracts, if present, is deducted from cash. Source: Schroders.

PERFORMANCE AND PORTFOLIO ACTIVITY

Over the quarter the Fund underperformed the FTSE All-Share return of +4.0% but continued to achieve its primary objective of an income yield 30% above the index.

At the sector level, overweight positions in the financial Services and Media sectors contributed positively to performance. However, the underweight holding to consumer staples and particularly not owning Tobacco detracted from relative performance. At the stock level, key positive drivers included portfolio positions in Ashmore, Man Group, Aviva, Relx and Headlam. Weak performances from holdings in BT Group, Dairy Crest, Royal Mail, Centrica and Direct Line held back relative performance alongside not holding British American Tobacco which performed well in the period.

The Fund maintained its balanced portfolio positioning over the period. The primary change in the quarter was to increase the weighting to Consumer Cyclical, primarily through new holdings in DFS and Bovis Homes. Purchases were funded by taking profits in stocks such as Sage and Man Group.

The depreciation of sterling provided a translational boost to UK dividends in 2016 with some of this currency impact still feeding through in 2017. In 2017 market estimates suggest 6% year-on-year growth with the fading currency effect, in addition to improvements from sectors such as Banks and Commodities driving the growth. The Fund continues to target an increase in the income distribution whilst maintaining the premium to the market yield.

For further information, contact Jeremy Barker, Portfolio Director, on 020 7658 1107 or jeremy.barker@cazenovecapital.com

www.cazenovecharities.com

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