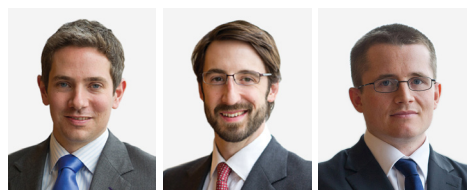


## CHARITY EQUITY FUND



**Kevin Murphy** Fund manager  
**Nick Kirrage** Fund manager  
**Andrew Lyddon** Fund manager

## INVESTMENT OBJECTIVE AND POLICY

The Charity Equity Fund aims to provide participating charities with a total return (income and capital growth) in excess of the FTSE All-Share Index over five year rolling periods. In order to achieve this objective, the Fund may invest in securities anywhere in the world, although investment will be predominantly in good quality UK equities.

## TECHNICAL INFORMATION

Fund launch date	3 <sup>rd</sup> March 1992
Total fund size (£)	140.4 million
Total number of holdings	41
Unit price end of month (£)	858.7 GBX
Benchmark	FTSE All-Share Total Return
Managed fund since	18 <sup>th</sup> May 2010
Investment manager	Schroders

## FINANCIAL INFORMATION

	Fund	Benchmark
Annual Volatility (%)	12.1	12.0
Beta	0.9	-
Predicted Tracking Error (%)	3.2	-
P/E Ratio	16.2	14.1
Dividend Yield (%)	3.4	3.3

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: 0775591 Inc: 0775580
Bloomberg	Acc: SCHCHEA:LN Inc: SCHCHEI:LN
ISIN	Acc: GB0007755910 Inc: GB0007755803
Fund base currency	GBP
Dealing frequency	Daily (16:00 GMT)
Annual management charge	0.5%
Minimum investment amount	£1,000

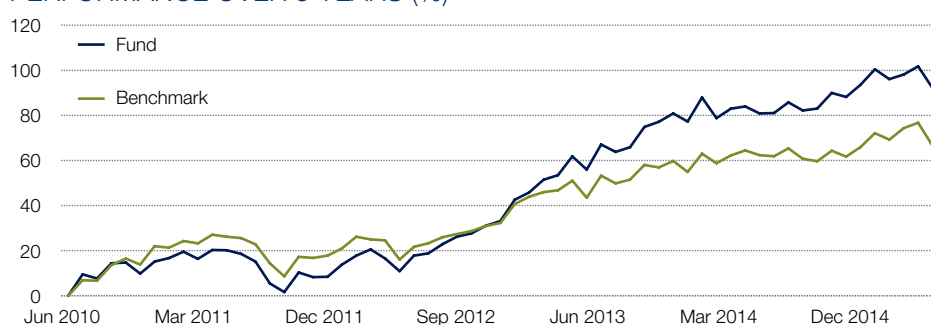
## PERFORMANCE ANALYSIS

Performance (%)	1 month	3 months	6 months	YTD	1 year	3 years	5 years	10 years
Fund	-4.8	-2.0	2.1	2.1	6.2	63.0	92/1	140.7
Benchmark	-5.7	-1.6	3.0	3.0	2.6	36.9	66.6	97.7

Discrete yearly performance (%)	1 <sup>st</sup> Jul 2014 - 30 <sup>th</sup> Jun 2015	1 <sup>st</sup> Jul 2013 - 30 <sup>th</sup> Jun 2014	1 <sup>st</sup> Jul 2012 - 30 <sup>th</sup> Jun 2013	1 <sup>st</sup> Jul 2011 - 30 <sup>th</sup> Jun 2012	1 <sup>st</sup> Jul 2010 - 30 <sup>th</sup> Jun 2011
Fund	9.7	18.0	25.6	3.6	3.0
Benchmark	6.6	8.8	16.8	1.4	8.7

## 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, A Acc bid to bid price with net income reinvested, net of the ongoing charges and portfolio costs and, where applicable, performance fees.

## INCOME PAYMENTS

2014	Ex-distribution date	Payment date	Rate per unit
Final	31 <sup>st</sup> March 2015	31 <sup>st</sup> May 2015	3.00p
Quarterly	31 <sup>st</sup> December 2014	28 <sup>th</sup> February 2015	2.60p
Interim	30 <sup>th</sup> September 2014	30 <sup>th</sup> November 2014	2.95p
Quarterly	30 <sup>th</sup> June 2014	31 <sup>st</sup> August 2014	4.90p

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HOLDINGS ANALYSIS

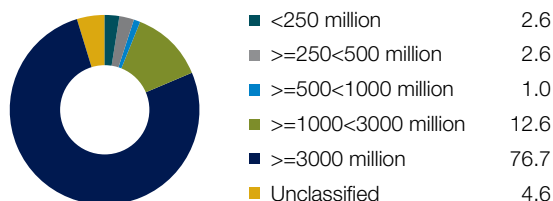
Top 10 holdings	Sector	% NAV
GlaxoSmithKline	Health Care	5.6
BP	Oil & Gas	4.8
Vodafone Group	Telecommunications	4.5
AstraZeneca	Health Care	4.3
Rentokil Initial	Industrials	3.8
Aviva	Financials	3.7
Tesco	Consumer Services	3.7
HSBC Holdings	Financials	3.7
WM Morrison Supermarkets	Consumer Services	3.4
Lloyds Banking Group	Financials	3.3
<b>Total</b>		<b>40.9</b>

Underweights (%)

Overweights (%)

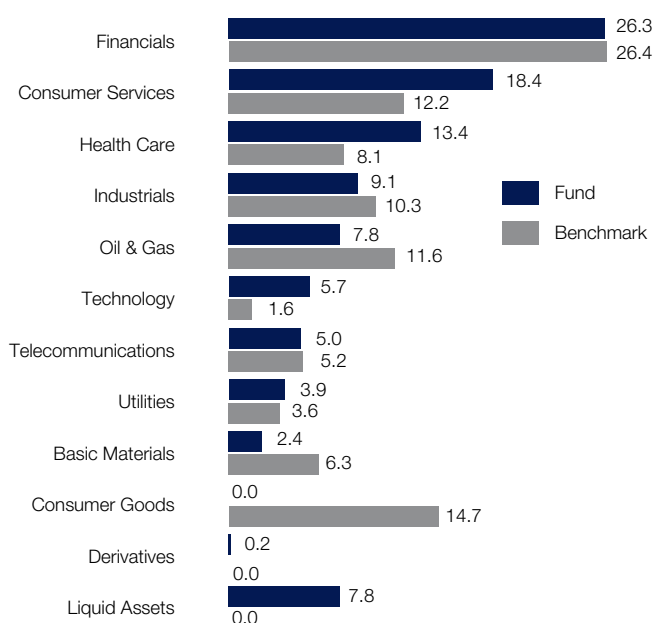


Market cap split (%)



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

The fund underperformed the FTSE All-Share index in the second quarter.

At a stock level, Tesco detracted - giving back some of the outperformance it generated in the first quarter - as did AstraZeneca and GlaxoSmithKline, while publisher Trinity Mirror declined following higher-than-expected phone-hacking charges. On the upside, Debenhams' half-year results signalled that the high-street retailer's nascent turnaround strategy is beginning to take effect. In the utilities sector, Centrica was among the largest contributors to returns. The end of the UK general election and news of a potential merger with high-street rival Gala Coral sent Ladbrokes shares higher during the quarter.

The managers reduced the holding in BAE Systems, as since establishing the position in 2011, the share price has risen by 110% and, while the valuation remains undemanding, at today's levels they felt it prudent to begin reducing the holding. The manager built positions in miner Anglo American and Drax, and took advantage of market pessimism to add to Home Retail Group.

RISK CONSIDERATIONS

Funds that invest in a smaller number of stocks carry more risk than funds which spread their investments over a larger number of stocks. As a result of the annual management fee of the fund being charged to capital, the distributable income of the fund may be higher but there is the potential that performance or capital value may be eroded.

For further information, contact Jeremy Barker, Portfolio Director, on 020 7658 1107 or [jeremy.barker@cazenovecapital.com](mailto:jeremy.barker@cazenovecapital.com)

[www.cazenovecharities.com](http://www.cazenovecharities.com)

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