

## FUND OVERVIEW

Charinco is one of six Common Investment Funds managed by BlackRock that have been specifically designed to meet the investment needs of charities. The Fund aims to provide charities with a high level of income from a portfolio of fixed interest securities. Charinco is a charity in its own right, approved by the Charity Commission and with an independent Advisory Committee. It is exempt from income tax and capital gains tax.

## GROWTH OF 10,000 GBP



Unit Class and Benchmark performance displayed in GBP. Source: BlackRock. Performance is based on closing bid prices for UK funds with net income reinvested. Past performance is not a guide to future performance. Prior to 1 October 15 the benchmark for this fund was 100% FTSE All Stocks Gilts Index and data before this date is shown against this benchmark

## CUMULATIVE &amp; ANNUALISED PERFORMANCE

	Cumulative (%)				Annualised (% p.a.)		
	1m	3m	6m	YTD	1 Year	3 Years	5 Years
Unit Class	0.78%	3.47%	3.09%	3.47%	1.62%	4.12%	6.23%
Benchmark	0.47%	3.47%	3.11%	3.47%	2.70%	4.46%	6.55%

## 12 MONTH PERFORMANCE PERIODS - TO LAST QUARTER END

	31/3/2011- 31/3/2012	31/3/2012- 31/3/2013	31/3/2013- 31/3/2014	31/3/2014- 31/3/2015	31/3/2015- 31/3/2016	2015 Calendar Year
Unit Class	11.35%	7.66%	-2.15%	13.51%	1.62%	1.02%
Benchmark	14.46%	5.25%	-2.56%	13.91%	2.70%	1.44%

Unit Class performance is calculated on a closing bid basis, with net income reinvested, in GBP, net of fees. Source: BlackRock. Past performance is not a guide to future performance and should not be the sole factor of consideration when selecting a product. Prior to 1 October 15 the benchmark for this fund was 100% FTSE All Stocks Gilts Index and data before this date is shown against this benchmark

## KEY FACTS

Asset Class	Fixed Interest
Fund Launch Date	03-Dec-1975
Unit Class Launch Date	03-Dec-1975
Fund Base Currency	GBP
Share Class Currency	GBP
Total Fund Size (M)	197.19 GBP
Benchmark	50% FTSE All Stocks Gilts Index 50% iBoxx Sterling Non-Gilt 1-10 Year
Domicile	United Kingdom
Fund Type	Common Investment Fund
ISIN	GB0001881662
Bloomberg Ticker	CHNCIFA
Distribution Type	None
Minimum Initial Investment	500 GBP

## PORTFOLIO MANAGER(S)

Simon Blundell  
Ben Edwards  
David Curtin  
Panayotis Ferendinos

## TOP HOLDINGS (%)

UK CONV GILT RegS 8 06/07/2021	11.52
UK CONV GILT RegS 4.75 12/07/2038	4.98
UK CONV GILT RegS 5 03/07/2018	4.07
UK CONV GILT RegS 3.75 07/22/2052	2.66
LCR FINANCE PLC - GTD RegS 4.5 12/07/2028	2.66
UK I/L GILT 2.5 07/26/2016	2.44
UK CONV GILT RegS 6 12/07/2028	2.22
UK CONV GILT RegS 5 03/07/2025	2.13
UK CONV GILT RegS 4.5 12/07/2042	2.03
UK CONV GILT RegS 4.25 12/07/2046	1.73
<b>Total of Portfolio</b>	<b>36.44</b>
Holdings subject to change	

**Key Risks:** All financial investments involve an element of risk. Therefore, the value of your investment and the income from it will vary and your initial investment amount cannot be guaranteed. The fund invests in fixed interest securities issued by companies which, compared to bonds issued or guaranteed by governments, are exposed to greater risk of default in the repayment of the capital provided to the company or interest payments due to the fund. The fund invests in fixed interest securities such as corporate or government bonds which pay a fixed or variable rate of interest (also known as the 'coupon') and behave similarly to a loan. These securities are therefore exposed to changes in interest rates which will affect the value of any securities held.

## SECTOR BREAKDOWN (%)

	Fund	Benchmark	
Government	49.40	50.00	-0.60
Financial Institutions	17.37	14.59	2.78
Agency	10.54	7.90	2.64
Industrial	9.33	11.85	-2.53
Utility	5.93	5.13	0.79
ABS	3.28	2.12	1.16
Cash and Derivatives	1.76	0.00	1.76
Supranational	1.43	4.64	-3.21
CMBS	0.69	0.56	0.13
Covered	0.29	2.06	-1.77
Other	0.00	1.15	-1.15

Negative weightings may result from specific circumstances (including timing differences between trade and settlement dates of securities purchased by the funds) and/or the use of certain financial instruments, including derivatives, which may be used to gain or reduce market exposure and/or risk management. Allocations are subject to change.

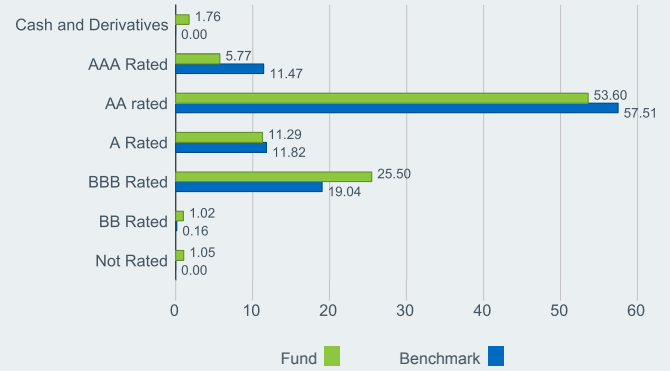
## PORTFOLIO CHARACTERISTICS

Effective Duration (years)	7.30
Nominal Weighted Average Life (WAL)	10.74 yrs
Yield to Worst (%)	1.95

## FEES AND CHARGES

Max Initial Charge	1.00%
*Annual Management Fee	0.40%
*Annual Management Fee prior to 1/10/2014 was 0.75%	

## CREDIT RATINGS (%)



Credit quality ratings on underlying securities of the fund are received from S&P, Moody's and Fitch and converted to the equivalent S&P major rating category. This breakdown is provided by BlackRock and takes the median rating of the three agencies when all three agencies rate a security the lower of the two ratings if only two agencies rate a security and one rating if that is all that is provided. "R" applies to securities where the issuing company is under regulatory supervision due to its financial situation. "SD" applies to securities where the issuing company has selectively defaulted on some obligations. "NR" applies to securities that are not rated. "Other" includes dividends booked but not yet received and, if applicable, short-term fixed income securities.

## DEALING INFORMATION

Settlement	Trade date + 3 days
Dealing Frequency	Daily, forward pricing basis

**Effective Duration:** A measure of price sensitivity of a bond to changes in interest rates. The Modified Duration of the fund is calculated as the average of the underlying bonds' modified duration values, adjusted to take account of their relative weight (size) within the fund.

**Nominal Weighted Average Life (WAL):** A bond's maturity is the length of time until the principal amount of the bond is to be repaid. WAL of the fund is calculated as the average of the underlying bonds' maturities, adjusted to take account of their relative weight (size) within the fund.

**Yield To Worst:** The lowest potential yield that can be received on a bond without the issuer actually defaulting. The yield to worst is calculated by making worst-case scenario assumptions on the issue by calculating the returns that would be received if provisions are used by the issuer.

IFDS / Valuations: 0800 44 55 22 [charity.enquiry@blackrock.co.uk](mailto:charity.enquiry@blackrock.co.uk) [www.blackrock.co.uk/charities](http://www.blackrock.co.uk/charities)

All financial investments involve an element of risk. Therefore, the value of your investment and the income from it will vary and your initial investment amount cannot be guaranteed. Issued by BlackRock Investment Management (UK) Limited (authorised and regulated by the Financial Conduct Authority). Registered office: 12 Throgmorton Avenue, London, EC2N 2DL. Registered in England No. 2020394. Tel: 020 7743 3000. For your protection, telephone calls are usually recorded. BlackRock is a trading name of BlackRock Investment Management (UK) Limited. Unless indicated, the fund information displayed only provides summary information. Investment should be made on the basis of the Scheme Particulars which are available from the Manager. All financial investments involve an element of risk. Therefore, the value of your investment and the income from it will vary and your initial investment amount cannot be guaranteed. BlackRock has not considered the suitability of this investment against your individual needs and risk tolerance. Any research in this document has been procured and may have been acted on by BlackRock for its own purpose. The results of such research are being made available only incidentally. The views expressed do not constitute investment or any other advice and are subject to change. They do not necessarily reflect the views of any company in the BlackRock Group or any part thereof and no assurances are made as to their accuracy. Reference to the names of each company mentioned in this communication are merely for explaining the investment strategy, and should not be construed as investment advice or investment recommendation of those companies. This document is for information purposes only and does not constitute an offer or invitation to anyone to invest in any BlackRock funds and has not been prepared in connection with any such offer. © 2016 BlackRock, Inc. All Rights reserved. BLACKROCK, BLACKROCK SOLUTIONS, iSHARES, BUILD ON BLACKROCK, SO WHAT DO I DO WITH MY MONEY and the stylized i logo are registered and unregistered trademarks of BlackRock, Inc. or its subsidiaries in the United States and elsewhere. All other trademarks are those of their respective owners. Charinco ("the Fund") is a Common Investment Fund ("CIF") established under Section 24 of The Charities Act 1993 and its registered charity number is 270540. Over 35% of the fund is invested in securities issued by the British Government. Investment in the Fund must be made in writing using an official application form and be based on the information contained in the Scheme Particulars. The Fund is a CIF established and registered with Charity Commission for England and Wales. Pursuant to the Charities Act 2006, charities established and registered in England and Wales, Scotland and Northern Ireland may invest in the Fund. Cancellation rights do not apply to investments in Charinco and the protections provided under the Financial Conduct Authority will not be available. The lead Investment Adviser of the Fund is BlackRock Investment Management (UK) Limited. BlackRock Fund Managers Limited carries out all administrative functions. Both companies are authorised and regulated by the Financial Conduct Authority. © 2016 Morningstar. All Rights Reserved. The information, data, analyses, and opinions contained herein (1) include the proprietary information of Morningstar, (2) may not be copied or redistributed, (3) do not constitute investment advice offered by Morningstar, (4) are provided solely for informational purposes and therefore are not an offer to buy or sell a security, and (5) are not warranted to be correct, complete, or accurate. Morningstar shall not be responsible for any trading decisions, damages, or other losses resulting from, or related to, this information, data, analyses, or opinions or their use. RSM-0172