

Monthly Fact Sheet 30 April 2016

Launch Date	4th December 2006	
Fund Size	£439.4m	
Historic Yield (%)*	4.79	
Share Price (as at 30.04.16)		
<i>Shares</i>	<i>Income</i>	<i>Accumulation</i>
B Shares	107.13p	183.94p



Fund Managers



David Horner

qualified as a chartered accountant in 1984 with Touche Ross & Co before joining 3i Corporate Finance Limited in 1986 where he was a manager giving corporate finance advice. In May 1993 he joined Strand Partners Limited, and was appointed a director in

January 1994, where he carried out a range of corporate finance assignments identifying, structuring and managing investments in quoted and unquoted companies. In October 1997 he left to set up Chelverton Asset Management Limited and was responsible for setting up, in May 1999, the Small Companies Dividend Trust, which he still manages. He has co-managed the Chelverton UK Equity Income Fund since launch.



David Taylor

began his career as an analyst in the research department at Wedd Durlacher and moved into fund management in 1987 with the Merchant Navy Officers Pension Fund. He joined Gartmore Investment Limited in 1991, during this time, he ran a combination of institutional funds and

investment trusts, namely the Clydesdale Investment Trust and London & Strathclyde Trust. In 1995, he moved to LGT to manage small cap retail funds and latterly spent nearly seven years as head of UK smaller companies at HSBC Asset Management. He joined Chelverton Asset Management in January 2006 and has co-managed the Chelverton UK Equity Income Fund since launch.

*The historic yield reflects distributions over the past 12 months as a percentage of the bid price of the B share class as at the date shown. It does not include any initial charge and investors may be subject to tax on their distributions.

Source & Copyright: CITYWIRE. David Horner & David Taylor are AAA rated by Citywire for their 3 year risk adjusted performance for the period 30/04/2013 - 30/04/2016.

MI Chelverton UK Equity Income Fund

Investment Objective and Policy

The objective of the Fund is to provide a progressive income stream and achieve long-term capital growth by investing primarily in a portfolio of fully listed and AIM traded UK equities. The Fund will invest in UK companies which aim to provide a high initial dividend, progressive dividend payments and long term capital appreciation.

Monthly Manager Commentary

A disappointing month for us as commodity stocks responded positively to improved investor sentiment towards China whilst, at the same time, news flow with respect to the domestic UK consumer seems to have deteriorated, albeit partly weather related. At home, 'Brexit' is still weighing heavily on both investor and corporate confidence and ahead of the vote we expect increased volatility in domestic sectors such as housebuilding and retail as they reflect short term mood swings as to whether the result will be 'in' or 'out'. This adverse effect on confidence also has implications for share price reactions to corporate news flow and we have seen for example the price of St Ives fall nearly forty percent after a twenty percent earnings downgrade after a series of order deferrals. Other stocks that performed poorly after downgrades were N.Brown, RPS, Restaurant Group and Cobham, the latter after announcing a rights issue. Conversely we expect the response to good news to be somewhat muted until the vote is out of the way. We would also expect sterling to remain relatively weak providing a relative boost to the larger overseas earners.

We raised funds from top slicing our largest holding Phoenix Group in the last month and continued to reduce Majestic Wine. We added to a wide range of existing holdings including, DFS, WS Atkins, Marstons, Games Workshop, Northgate and Polar Capital. We also topped up Wireless Group, which after the sale of its TV assets is now essentially a radio business with very attractive cash flow characteristics. In terms of performance, Victrex fell after a trading update and Ashmore and Fenner continued their recovery from recent lows. Our most positive contribution came from RWS after a very positive earnings update. Whilst we expect the domestic market to remain largely directionless with some downside risk ahead of the vote we are reassured that UK small and mid caps are now both trading at valuation discounts to the broader market as a whole and appear to be at the 'cheaper' end of their recent valuation range. Dividend growth continues to impress.

Cumulative Performance

	1 m	3 m	YTD	1 yr	3 yrs	5 yrs	7 yrs
Fund (%)	-1.68	2.14	-2.81	4.64	43.25	88.97	245.74
Sector Rank	79/84	55/84	63/84	2/82	2/79	1/69	2/61
Quartile Ranking	4th	3rd	3rd	1st	1st	1st	1st
IA UK Equity Income (%)	-0.06	2.87	-1.51	-2.69	20.20	41.99	112.30

Source: Lipper, NAV to NAV, B Shares Acc, Total Return to 30.04.2016

Discrete Annual Performance

	30.04.15	30.04.14	30.04.13	30.04.12	30.04.11
	30.04.16	30.04.15	30.04.14	30.04.13	30.04.12
Fund (%)	4.64	6.50	28.54	31.74	0.13

Source: Lipper, NAV to NAV, B Shares Acc, Total Return to 30.04.2016

Dividend History

		Q1	Q2	Q3	Q4	Total
2012	B Inc	0.69p	1.00p	1.00p	2.12p	4.81p
2013	B Inc	0.70p	1.05p	1.05p	2.09p	4.89p
2014	B Inc	0.72p	1.15p	1.15p	2.08 e	5.10p
2015	B Inc	0.75p				

History of dividends declared per share. Source: Chelverton Asset Management Limited

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30 April 2016

ACD
Maitland Institutional Services Limited

Investment Advisor
Chelverton Asset Management Ltd

Administrator
Maitland Institutional Services Limited

Income Paid Quarterly

XD Dates 31 March, 30 June
30 September, 31 December

Valuation 12 Noon, Daily

SEDOL Codes

	Income	Accumulation
B Shares	B1FD646	B1Y9J57

Initial Charge (%)

B Shares 5.0*

Annual Management Fee (%)

B Shares 0.75

Minimum Investment

B Shares £1,000

* or any such lower amount agreed with the ACD

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FURTHER INFORMATION

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MI Chelverton UK Equity Income Fund

Top 20 Holdings

Holding	Sector	% of Portfolio
1. Ashmore	Investment Companies	2.31
2. Phoenix Group	Investment Companies	1.93
3. Galliford Try	Construction & Building Materials	1.69
4. RWS Holdings	Support Services	1.67
5. Dairy Crest Group	Consumer Goods	1.48
6. Fidessa Group	Software & Computer Services	1.44
7. Connect Group	Industrials	1.41
8. Go-Ahead Group	Transport	1.39
9. Halfords	Engineering & Machinery	1.36
10. Marston's	Leisure, Entertainment & Hotels	1.33
11. Northgate	Industrials	1.33
12. Brewin Dolphin Holdings	Speciality & Other Finance	1.32
13. FDM	Software & Computer Services	1.31
14. Intermediate Capital Group	Financials	1.31
15. Mortgage Advice Bureau	Speciality & Other Finance	1.31
16. Hilton Food Group	Food Producers & Processors	1.30
17. Brown (N) Group	General Retailers	1.29
18. Segro	Real Estate	1.29
19. Hill & Smith Holdings	Construction & Building Materials	1.29
20. Informa	Media & Photography	1.27

Source: Chelverton Asset Management Limited

Market Cap Breakdown

	% of Portfolio	No. of Stocks
Above £1bn	32.40	27
£500m - £1bn	20.96	18
£250m - £500m	19.88	21
£100m - £250m	20.31	22
Below £100m	2.91	7
Cash and Income	3.54	-
Total	100.00	95

Source: Chelverton Asset Management Limited

Disclaimer: This fund invests in smaller companies and carries a higher degree of risk than funds investing in larger companies. The shares of smaller companies may be less liquid and their performance more volatile over shorter time periods. The fund can also invest in smaller companies listed on the Alternative Investment Market (AIM) which also carry the risks described above. This document is provided for information purposes only and should not be interpreted as investment advice. If you have any doubts as to the suitability of an investment, please consult your financial adviser. The information contained in this document has been obtained from sources that Chelverton Asset Management Limited ("CAM") considers to be reliable. However, CAM cannot guarantee the accuracy or completeness of the information provided, and therefore no investment decision should be based solely on this data. Past performance is not a guide to future performance. This document is issued by CAM, Authorised and regulated by the Financial Conduct Authority. This document does not represent a recommendation by CAM to purchase shares in this Fund. We recommend private investors seek the services of a Financial Adviser. Maitland Institutional Services Limited are the Authorised Corporate Director of this fund and prospectuses for the fund are obtainable directly from them. Please email pfsenquiries@phoenixfundservices.com or call +44 (0) 1245 459 962.