

Monthly Fact Sheet 30 November 2014

Launch Date	4th December 2006
Fund Size	£345.4m
Historic Yield (%)*	4.96

Share Price (as at 30.11.14)

Shares	Income	Accumulation
A Shares	96.03p	147.79p
B Shares	100.25p	159.84p



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 A share class as at the date shown. It does not include any initial charge and investors may be subject to tax on their distributions.

PFS 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

Our fund lagged the market in the last month as small caps underperformed their larger counterparts in response to falling commodity prices, especially oil, heightening concerns over global growth rates. Whilst the headline numbers continue to confirm a robust domestic economy it is interesting to note that consumer spending and the housing market have slowed recently and growth in corporate investment is proving to be rather pedestrian. We do not expect a pick up in housing related activities now until next May as history suggests that transactions slow dramatically in the months running up to a General Election, and then bounce back strongly afterwards. The economic problems in the Eurozone are still weighing heavily on sentiment and there appears to be little sign of the ECB introducing a sustained programme of quantitative easing. With a rather mixed round of year end trading updates behind us the one sustained 'positive' for our fund remains dividend growth and the continued propensity of management to return excess capital to shareholders.

Despite our fund, in aggregate, making only a modest gain in the month at the individual stock level there were a number of holdings that performed very strongly. Most impressive was Dairy Crest after it announced the sale of its dairy business to Muller, Intermediate Capital, W H Smith and Marshalls reacted well to trading updates and Cineworld was buoyed by the prospects of an exceptionally good film release schedule in the coming year. Investors supported a rights issue and the acquisition of a European competitor, Promens, by RPC, Balfour Beatty continued the upward trend of last month after appointing a new CEO and RWS bounced from a recent 'oversold' position. On the downside both TT Electronics and Menzies fell heavily after company specific earnings downgrades, the component distributors Electrocomponents and Premier Farnell both had disappointing updates and Soco fell in reaction to the falling oil price. Given the current global macro uncertainties we expect share prices to remain volatile and susceptible to 'mood' swings by investors for the foreseeable future.

Cumulative Performance

	1 m	3 m	YTD	1 yr	3 yrs	5 yrs
Fund (%)	0.78	-2.55	-0.89	0.98	81.41	132.64
Sector Rank	86/90	85/89	82/86	81/86	3/80	2/72
Quartile Ranking	4th	4th	4th	4th	1st	1st
IMA UK Equity Income (%)	2.85	0.41	3.29	5.21	49.48	69.36

Source: Lipper, NAV to NAV, A Shares Inc, Total Return to 30.11.2014

Discrete Annual Performance

	29.11.13	30.11.12	30.11.11	30.11.10	30.11.09
Fund (%)	0.98	43.34	25.34	-0.29	28.61

Source: Lipper, NAV to NAV, A Shares Inc, Total Return to 30.11.2014

Dividend History

		Q1	Q2	Q3	Q4	Total
2011	B Inc	0.63p	0.85p	0.85p	2.02p	4.35p
	A Inc	0.63p	0.85p	0.85p	1.97p	4.30p
2012	B Inc	0.67p	0.90p	0.90p	1.83p	4.30p
	A Inc	0.67p	0.90p	0.90p	1.72p	4.19p
2013	B Inc	0.69p	1.00p	1.00p	2.12p	4.81p
	A Inc	0.69p	1.00p	1.00p	1.96p	4.65p
2014	B Inc	0.70p	1.05p	1.05p		2.80p
	A Inc	0.70p	1.05p	1.05p		2.80p

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

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30 November 2014

ACD
Phoenix Fund Services Ltd

Investment Advisor
Chelverton Asset Management Ltd

Administrator
Phoenix Fund Services Ltd

Income Paid Quarterly

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

Valuation 12 Noon, Daily

SEDOL Codes

	Income	Accumulation
A Shares	B1FD624	B1Y9J46
B Shares	B1FD646	B1Y9J57

Initial Charge (%)

A Shares	5.0*
B Shares	5.0*

Annual Management Fee (%)

A Shares	1.5
B Shares	0.75

Minimum Investment

A Shares	£1,000
B Shares	£100,000

* or any such lower amount agreed with the ACD

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FURTHER INFORMATION

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PFS Chelverton UK Equity Income Fund

Top 20 Holdings

Holding	Sector	% of Portfolio
1. WH Smith	General Retailers	1.95
2. Phoenix Group	Investment Companies	1.91
3. Galliford Try	Construction & Building Materials	1.84
4. Dairy Crest Group	Consumer Goods	1.77
5. Micro Focus International	Software & Computer Services	1.55
6. Intermediate Capital Group	Investment Companies	1.54
7. Connect Group	Industrials	1.53
8. Cineworld Group	Leisure, Entertainment & Hotels	1.52
9. Go-Ahead Group	Transport	1.52
10. Berkeley Group	Construction & Building Materials	1.50
11. Kier Group	Industrials	1.41
12. Fidessa Group	Software & Computer Services	1.41
13. Ashmore	Investment Companies	1.40
14. Marston's	Leisure, Entertainment & Hotels	1.38
15. Domino Printing Sciences	Software & Computer Services	1.34
16. GVC Holdings	Software & Computer Services	1.34
17. Pennon Group	Water	1.34
18. Segro	Real Estate	1.32
19. UBM	Media & Photography	1.32
20. Shoe Zone	General Retailers	1.30

Source: Chelverton Asset Management Limited

Market Cap Breakdown

	% of Portfolio	No. of Stocks
Above £1bn	31.08	26
£500m - £1bn	21.91	18
£250m - £500m	17.57	17
£100m - £250m	21.50	24
Below £100m	3.30	7
Cash and Income	4.64	-
Total	100.00	92

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. Phoenix Fund Services (UK) Ltd are the Authorised Corporate Director of this fund and prospectuses for the fund are obtainable directly from them. Please email pfsinfo@phoenixfundservices.com or call +44 (0) 1245 398 950.