



Chelverton

ASSET MANAGEMENT LTD

Monthly Fact Sheet 30 November 2011

Launch Date	4th December 2006
Fund Size	£33.8m
Yield (%)*	6.40

Share Price (as at 30.11.11)

Shares	Income	Accumulation
Retail	62.64p	81.41p
Institutional	64.08p	86.39p

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 retail 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 longterm capital appreciation.

Monthly Manager Commentary

The Chancellor made his Autumn Statement at the end of the month which saw downward revisions for domestic GDP growth and estimates of increased levels of borrowing, although neither of these was a surprise and the UK equity market took the news in it's stride. Generally, the UK macro indicators have continued to get worse but on a more positive note there have been the first signs of an improvement in US economic data. Closer to home, whilst the problems in the Euro-zone remain there was some brief respite as markets benefitted from a period of co-ordinated central bank intervention.

As we move into 2012 consensus earnings per share growth for the UK equity market is forecast to be around 10%, although, in aggregate, estimates are still falling. This is particularly the case for some cyclicals, as we have seen recently with our holding in SThree. Current consensus estimates suggest an earnings multiple of sub ten times for next year which means there is scope for multiple expansion when the balance of earnings upgrades to downgrades turns positive. Importantly for our fund, we expect that dividend growth will remain strong throughout. In the last month we took some profit in one of our more defensive companies, Hilton Foods, marginally increased our weighting in Renishaw and we added one new holding to the fund, TUI Travel the leading international leisure travel group on a yield of over 7%.

Cumulative Performance

	1m	3 m	6 m	YTD	1 yr	3 yrs
Fund (%)	-3.30	-3.26	-12.19	-6.00	-1.65	78.79
Sector Rank	51/106	102/103	90/101	61/98	70/98	2/84
Quartile Ranking	2nd	4th	4th	3rd	3rd	1st
IMA UK Equity Income (%)	-3.55	1.19	-8.52	-4.81	0.84	41.34
FTSE All-Share (%)	-0.37	2.11	-7.44	-4.27	2.57	47.89

Source: Lipper, NAV to NAV, Retail Inc shares, Total Return to 30.11.2011

Discrete Annual Performance

	30.11.10 30.11.11	30.11.09 30.11.10	28.11.08 30.11.09	30.11.07 28.11.08	30.11.06 30.11.07
Fund (%)	-1.65	28.61	41.35	-46.96	-10.25

Source: Lipper, NAV to NAV, Retail Inc shares, Total Return to 30.11.2011

Dividend History

	Q1	Q2	Q3	Q4	Total
2010	0.60p	0.80p	0.80p	1.68p	3.88p
2011	0.63p	0.85p	0.85p		2.33p

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



PFS Chelverton UK Equity Income Fund

Monthly Fact Sheet 30 November 2011

ACD
Phoenix Fund Services Ltd

Investment Advisor
Chelverton Asset Management Ltd

Administrator
Phoenix Fund Services Ltd

Income Paid Quarterly

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

Valuation 12 Noon, Daily

SEDOL Codes

	Income	Accumulation
Retail	B1FD624	B1Y9J46
Institutional	B1FD646	B1Y9J57

Initial Charge (%)

Retail	5.0
Institutional	0.0

Annual Management Fee (%)

Retail	1.5
Institutional	0.75

Minimum Investment

Retail	£1,000
Institutional	£100,000

Dealing Line 0845 305 4217

Dealing Fax 0845 280 0188

FURTHER INFORMATION

Please contact Spring Capital Partners,
in the first instance.

Tel +44 (0)20 3195 0076

Email chelverton@springcapitalpartners.com

Visit springcapitalpartners.com

springcapital

London • Singapore

Top 20 Holdings

Holding	Sector	% of Portfolio
1. Cineworld	Travel & Leisure	2.58
2. Diploma	Support Services	2.48
3. RPC	Industrial Engineering	2.39
4. Moneysupermarket	Media	2.33
5. Melrose	Industrial Engineering	2.14
6. BBA Aviation	Industrial Transportation	2.06
7. N Brown	General Retailers	2.02
8. Beazley	Life Insurance	2.01
9. Hansard Global	Life Insurance	1.93
10. Office2Office	Support Services	1.90
11. First Group	Industrial Transportation	1.88
12. UBM	Media	1.86
13. Menzies	Support Services	1.81
14. Hilton Foods	Food Producers	1.77
15. Britvic	Food Producers	1.71
16. Cranswick	Food Producers	1.61
17. Chesnara	Life Insurance	1.60
18. Braemar Seascop	Industrial Transportation	1.59
19. 4Imprint	Media	1.58
20. Brewin Dolphin	Asset Management	1.54

Source: Chelverton Asset Management Limited

Market Cap Breakdown

	% of Portfolio	No of Stocks
£1bn - £2bn	10.02	6
£500m - £1bn	23.05	14
£250m - £500m	14.68	10
£100m - £250m	22.21	18
Below £100m	23.41	27
Cash & Income	6.63	-
Total	100.00	75

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 Services 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.