

# JM Finn & Co

## UK Portfolio Fund

31 DECEMBER 2011



### FUND OBJECTIVE

The investment objective of the CF JM FINN UK PORTFOLIO FUND is to seek long term capital growth from a portfolio of predominantly UK listed companies and a target income yield in line with the FTSE All-Share Index. From time to time, the manager may also choose to hold bonds, Government securities, collective investment schemes, cash and money market instruments as appropriate in achieving the overall objective of the fund.

### FUND MANAGER'S COMMENTARY

Markets around the world closed the year with a 'Santa rally', with the FTSE100 Index appreciating +1.3% over the course of December, with most of the gain in the second half of the month. This compares to the UK Portfolio Fund which appreciated +1.8% (all figures in total return terms). Much of the rally was on low volumes and so we will only see in the early weeks of 2012 whether this rally was sustainable or not.

Performance across the portfolio was varied, with Royal Dutch Shell continuing to out-perform, appreciating +7.4% over the month, while BG Group and BP returned +1.3% and -0.1% respectively, while the miners gave up some of their recent gains, with Rio Tinto and Xstrata slipping -6.4% and -3.8% respectively. The more economically sensitive property stocks held back performance, as we saw Land Securities and British Land depreciate -7.5% and -6.6%.

Nevertheless, away from the European sovereign debt crisis we are seeing encouraging signs, with China loosening monetary policy and manufacturing data from Germany and the US surprising us all. So at the time of writing we are seeing strength in the more cyclical sectors while the more defensive stocks, those which had performed so well over the past few months giving back some of their out-performance.

But the danger remains that the European problem will continue without resolution for sometime yet, and as such there remains the very real possibility that markets could take a step down from the current levels. There is also the risk that more economic data points to some sustained economic recovery, and in that scenario we could see markets enter a new and higher trading range, supported by low valuations, strong company balance sheets and increasing dividend flows.

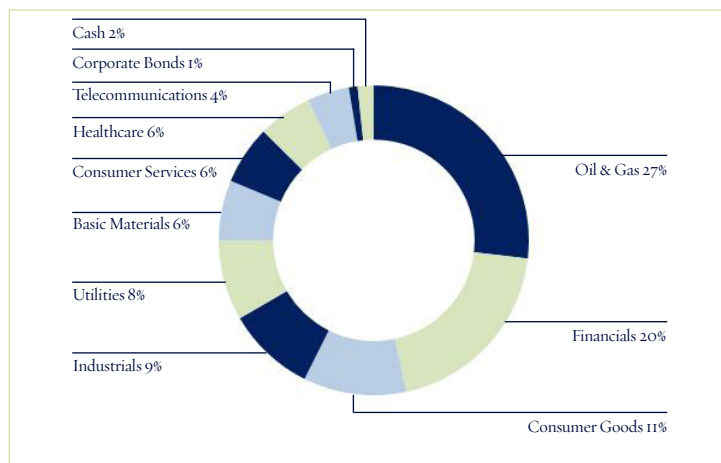
### UK PORTFOLIO FUND

Institutional Accumulation Shares	157.21p
Institutional Income Shares	123.95p
Retail Accumulation Shares	149.20p
Retail Income Shares	118.14p

### TOP 10 HOLDINGS

Royal Dutch Shell B plc	5.71%
BG Group plc	5.33%
Diageo plc	4.60%
Pearson plc	4.37%
Vodafone plc	4.34%
Unilever plc	4.23%
Tullow Oil plc	3.82%
BP plc	3.65%
Anglo American plc	3.43%
Amec plc	3.28%

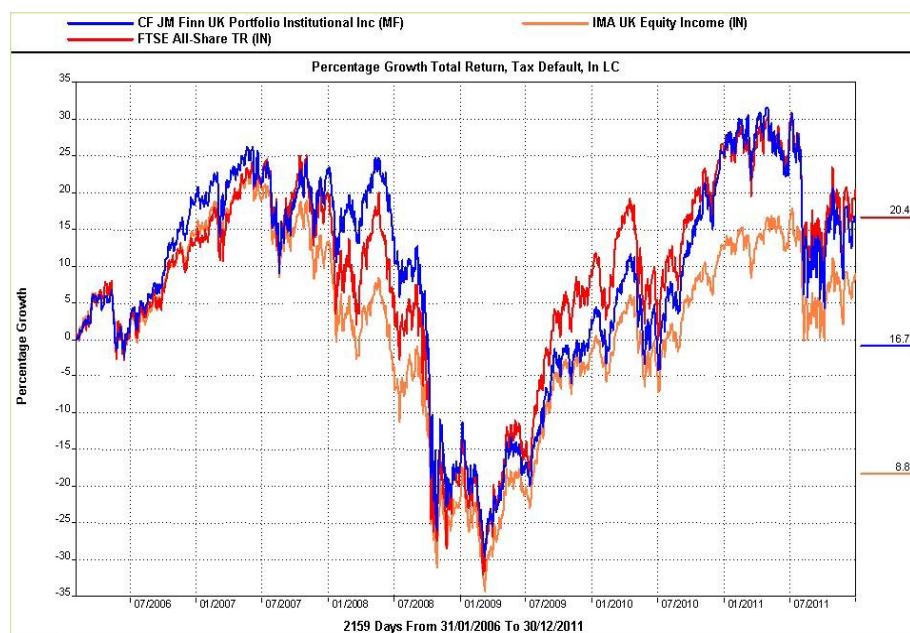
### SECTOR BREAKDOWN



Mark Powell is A rated by Citywire for his 3 year risk adjusted performance in respect of this fund for the period 31/10/2008 - 31/10/2011.

## FUND PERFORMANCE

### Retail Accumulation Shares



Note: User may have modified the original chart and axis titles provided by Lipper.

Source: Lipper to 31 December 2011 mid to mid, net income reinvested. Retail class. The value of investments and the income derived from them may go down as well as up and you may not receive back all the money which you invest. Past performance should not be seen as an indication of future performance.

## PERFORMANCE TO THE LAST QUARTER END

### Discrete 12 month periods

31.12.10 – 31.12.11	-7.00%
31.12.09 – 31.12.10	21.83%
31.12.08 – 31.12.09	21.12%
31.12.07 – 31.12.08	-31.35%
31.12.06 – 31.12.07	2.53%

## PERFORMANCE TO 31 DECEMBER 2011

	%	Sector Ranking	Quartile Ranking
Since launch	52.99	37/52	3
Since 01/02/06	14.64	36/72	2
3 years	39.08	49/84	3
1 year	-7.21	83/98	4
6 months	-7.77	83/103	4
3 months	7.02	36/105	2

## FUND INFORMATION

Launch Date	10 August 2001
Fund Manager	Mark Powell (since 1 Feb 2006)
Fund Size	£8.28 million
Number of Holdings	56
Fund facts at	30 December 2011
Currency	GBP
PEP/ISA eligible	Yes
Min Investment	Retail £1,000 Institutional £5,000,000
Initial Charges	Retail Shares up to 5% Institutional Shares Nil
Annual Charges	Retail Shares 1.5% Institutional Shares 0.75%
Estimated Gross Yield	2.6%
Dividend Declaration	30 June final
Dates	31 December interim
Sector	IMA UK Equity Income
Benchmark	FTSE All Share Index
Prices	The Financial Times
Sedol number	Inst. Acc. 3407534 Inst. Inc. 3407523 Retail Acc. 3067756 Retail Inc. 3067745
ISIN	Inst. Acc. GBO034075340 Inst. Inc. GBO034075233 Retail Acc. GBO030677560 Retail Inc. GBO030677453
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