

Global Growth & Income Fund for Charities

First quarter 2009



Fund information

Aim

The objective of the fund is to maximise total returns for charities in terms of capital growth and income from a portfolio of global equities and fixed interest securities. The minimum target yield (income) is 3% per annum.

Fund facts

Fund structure	Common Investment Fund
Currency	GBP
Benchmark	20% FTSE Government All Stocks Index; 50% FTSE All Share Index; 25% FTSE World (ex UK) Index; and 5% 7-day cash (Since 1 January 2009*)
Launch date	November 2001
Domicile	UK
Pay dates	February, May, August and November
ISIN	GB0031050544
Sedol	3105054

Fund data

Fund size (millions)	GBP 159
Volatility (3 year)	14.3
Dividend yield	5.7%
Sharpe ratio	-0.8
Information ratio	-0.5

Fees and charges

Annual management charge	0.6%
Total expense ratio	0.74%
Initial charge	1.0%

* The benchmark was previously the WM Total Charities (ex property) Universe

All figures correct as at 31 March 2009

Risk and performance statistics sourced from Newton using 36 months of data (where applicable) to March 2009

Focus on the latest quarter

Performance over three months

Fund	-9.2%		
Benchmark	-7.4%	WM Total Charities (ex property)	-7.1%
FTSE All Share	-9.1%	FTSE W World (ex UK)	-10.7%
		FTA Govt All Stocks	-0.8%

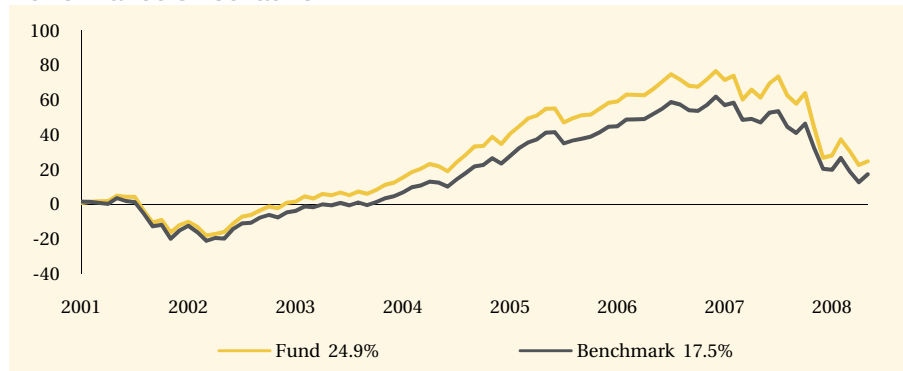
Significant transactions

Acquisitions	Disposals
Treasury-4.25% Stk 7/03/2036	Anglo American PLC
USA Treasury Notes-4.5% 15/5/2038	BT Group PLC
RSA Insurance Group PLC	Centrica PLC-5.875% EMTN 2/11/2012
Total S.A.	Intertek Group PLC
Newcrest Mining Limited	Conoco Phillips

Note: Portfolio holdings are subject to change at any time without notice and should not be construed as investment recommendations

Long-term performance

Performance since launch



	2002	2003	2004	2005	2006	2007	2008	YTD 2009
Fund	-14.1	20.0	13.4	22.1	12.6	6.6	-21.0	-9.2
Benchmark	-17.2	17.6	11.1	20.5	12.3	6.5	-20.0	-7.4

Discrete past performance – percentage change

From	31/03/2004	31/03/2005	31/03/2006	31/03/2007	31/03/2008
To	31/03/2005	31/03/2006	31/03/2007	31/03/2008	31/03/2009
Fund	15.8	27.1	7.3	-3.0	-22.7

All performance sourced from: Newton, as at 31 March 2009. Calculation basis: Sterling, total return, offer to offer, without initial charges, gross income reinvested, net of management fees

Risk factors

This is a financial promotion and is not intended as investment advice. Past performance is not a guide to future returns. The value of investments and the income from them can fall as well as rise and investors may not get back the original amount invested. The value of overseas securities will be influenced by fluctuations in exchange rates. If the portfolio invests in sub-investment grade bonds that typically have a low credit rating these carry a high degree of default risk, which can affect the capital value of your investment. If the portfolio has exposure to hedge funds, gold, private equity and property via publicly quoted transferable securities, there are additional risks associated with these sectors.

Newton's themes

Newton is a global thematic stock picking company. Our style is team oriented and relies on effective communication between all of our investment personnel. Several of our themes are listed below, along with examples of individual holdings.

All Change

Factors

The previously benign period of stable growth, low inflation, and easy credit, which allowed private sector debt and financial leverage to grow to unsustainable levels (as described in a previous theme, "Becalmed") has come to an end. When assessing investments we assume that access to credit will remain difficult, which favours companies with limited financing requirements and argues against exposure to highly-indebted customers.

Investments

New Crest, Centrica, Unilever, BHP Billiton, Nestle, Novartis, short-dated corporate bonds

Networked World

Factors

Communications networks have already transformed our lives, but there is great scope for further expansion. Rapid increases in bandwidth continue to increase networks' potential, and this is driving productivity gains. The explosive growth of mobile internet, combined with innovations in sensor technology, will generate profound changes in many industries.

Investments

Cisco, Deutsche Telekom, Millicom, Tele Norte Leste, Vodafone

Newton Investment Management

Charities enquiries:
Telephone: 0800 917 6594
Email: charities@newton.co.uk
www.newton.co.uk

London

160 Queen Victoria Street, London
EC4V 4LA

Edinburgh

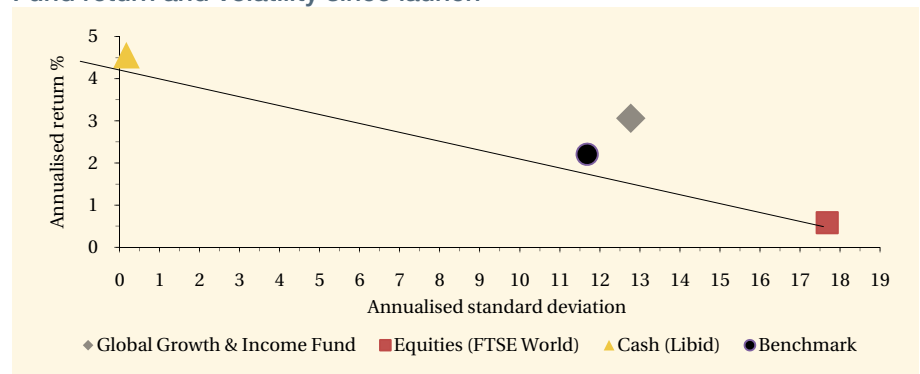
2 Festival Square, Edinburgh EH3 9SU

Leeds

1 Whitehall Riverside, Leeds LS1 4BN

Long-term performance – risk and reward

Fund return and volatility since launch

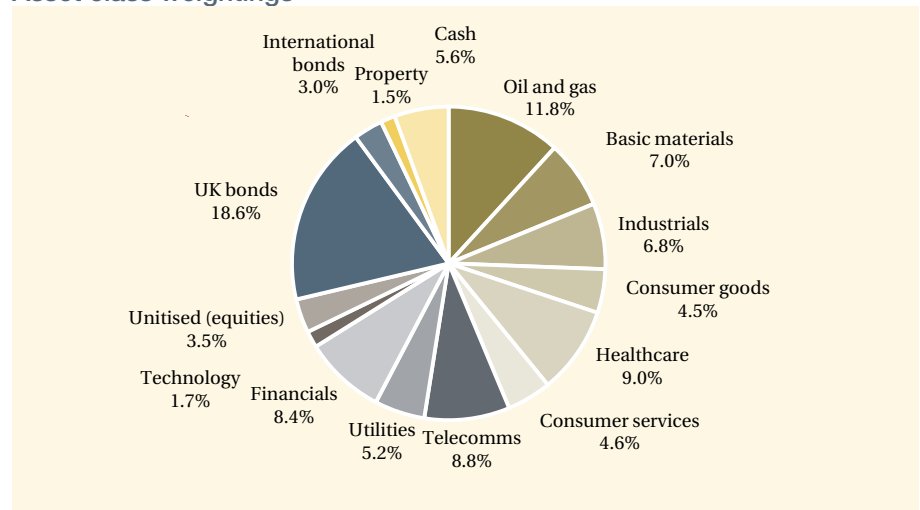


This chart shows both volatility and return. The Global Growth & Income Fund for Charities has given a higher return than world equities and the benchmark with greater volatility than that of the benchmark. The launch date of the fund was 12 November 2001.

Source: Newton, as at 31 March 2009. Calculation basis: Sterling, total return, offer to offer, without initial charges, gross income reinvested, net of management fees

Fund analysis

Asset class weightings



Source: Newton, as at 31 March 2009.