

CF LINDSELL TRAIN UK EQUITY FUND

May 2010

All data at 28th May 2010

Fund Objective

To primarily invest in the securities of companies which are listed, quoted or dealt on any of the markets of the London Stock Exchange, including the Alternative Investment Market (AIM), with the object of achieving capital and income growth and providing a total return in excess of that of the FTSE All Share Index.

| | |
|---------------------------------|----------|
| Fund Size | £187.2mn |
| Accumulation Share Price | £1.2383 |
| Income Share Price | £1.1114 |

Source: Lindsell Train Limited and Capita Financial Administrators Limited.

Fund Breakdown

Top 10 Holdings (% NAV)

| | |
|------------------|-----|
| Unilever | 9.5 |
| Diageo | 9.4 |
| Pearson | 8.3 |
| Hargreaves | 6.0 |
| Schroders | 5.8 |
| Fidessa | 5.2 |
| Reed Elsevier | 5.1 |
| Kraft Foods (US) | 5.0 |
| Sage | 5.0 |
| Burberry Group | 4.8 |

Industry Breakdown (% NAV)

| | | |
|--------------|-------------------------|--------------|
| Equity | Banks & Financials | 26.8 |
| | Consumer Goods | 5.0 |
| | Food & Beverage | 34.1 |
| | Leisure & Entertainment | 2.8 |
| | Media | 22.7 |
| | Retail | 4.8 |
| | Preference Shares | 0.1 |
| | Cash & Equivalent | 3.7 |
| Total | | 100.0 |

Fund Performance

Past performance is not a guide to future performance. The price of shares and the income from them may go down as well as up. Investors may not get back what they invested.

- CF LT UK Equity Fund comprises the Accumulation & Income Classes.
- The CF LT UK Equity Fund performance is based on total returns (dividends reinvested), net of fees and expenses. The CF LT UK Equity Fund price and performance is based on 10 a.m. valuation point

| Standardised Discrete Five Year History (%) | May 2005 | May 2006 | May 2007 | May 2008 | May 2009 | May 2010 |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| CF LT UK Equity Fund | NA | NA | -17.5 | -11.8 | +37.0 | |
| FTSE All Share Index | NA | NA | -7.1 | -23.7 | +22.9 | |

Source: Bloomberg and Lindsell Train

| Standardised Discrete Quarterly Performance (%) | Jun 2009 | Sep 2009 | Dec 2009 | Mar 2010 |
|--|-----------------|-----------------|-----------------|-----------------|
| CF LT UK Equity Fund | +11.3 | +7.8 | +7.7 | +6.0 |
| FTSE All Share Index | +13.1 | +5.9 | +4.0 | -1.3 |

Source: Bloomberg and Lindsell Train.

| Calendar Year 2009 Monthly Performance | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YE 2009 |
|---|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|----------------|
| CF LT UK Equity Fund | -2.6 | -4.7 | +1.2 | +11.5 | +2.4 | -3.3 | +8.3 | +6.3 | +9.2 | -0.2 | -1.1 | +4.8 | +34.9 |
| FTSE All Share Index | -5.8 | -6.5 | +3.2 | +9.9 | +4.2 | -3.2 | +8.5 | +7.7 | +4.7 | -1.8 | +3.0 | +4.3 | +30.1 |

| Calendar Year 2010 Monthly Performance | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD 2010 |
|---|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|-----------------|
| CF LT UK Equity Fund | -0.3 | +3.0 | +7.9 | +1.2 | -2.9 | | | | | | | | +8.9 |
| FTSE All Share Index | -3.6 | +3.4 | +6.8 | -1.4 | -6.2 | | | | | | | | -1.6 |

Source: Bloomberg and Lindsell Train.

| | |
|---|--|
| Portfolio Manager: | Nick Train |
| Fund Type: | FSA Authorised Collective Investment Scheme |
| Type of Scheme: | Non UCITS Retail |
| Class: | Accumulation & Income Units |
| Launch Date: | 10 Jul 2006 |
| Base Currency: | Sterling |
| Min Investment: | £500,000 Subsequent: £1,000 |
| Year End: | 31 May |
| Dividend: | XD dates: 30 Nov; 31 May Paydates: 31 Jan; 30 Sep |
| Benchmark: | FTSE All Share |
| Initial Charge: | 0%-2%, subject to ACD's discretion |
| Management Fees: | Annual Fee 0.65% p.a. |
| Authorised Corporate Director (ACD): | Capita Financial Managers Limited (Authorised & regulated by the Financial Services Authority) |
| Administrator: | Capita Financial Administrators Limited |
| ISIN: | Acc: GB00B18B9X76 Inc: GB00B18B9V52 |
| Depository: | BNY Mellon Trust & Depository (UK) Ltd (Authorised & regulated by the Financial Services Authority) |
| Bloomberg: | Acc: LTIUKEQALN Inc: LTIUKEQA LN |
| Sedol: | Acc: B18B9X7 Inc: B18B9V5 |
| Lipper: | 65022060 |

Fund Manager's Comments

At a time of personal and environmental tragedy it seems inappropriate to claim stock market vindication. However, there is no doubt that our decision to avoid investing in BP - taken several years ago - has benefited recent performance. Although we did not conceive of anything as terrible as the current disaster it was our concern that BP was being required to take increasing operational and political risks in order to replenish its oil reserves and that these risks meant the dividend was not as safe as, ostensibly, it appeared. BP's brand has been badly tarnished - specifically favours from oil-rich sovereigns are going to be even more expensive - and we are not tempted to buy the shares.

Elsewhere, our relatively low exposure to banks and the high direct or implicit exposure to the US Dollar helped during a month in which sovereign debt fears resurfaced and the Euro tanked. Dr Pepper/Snapple, a "free" gift from Cadbury, has been a wonderful holding - up 16% in Dollars. Finally, Euromoney's 14% share price gain demonstrates that even in difficult conditions any company delivering the promise of secular growth (via much better than expected results) can make money for its owners.

The correction has presented an opportunity to commit the majority of the cash realised from Cadbury, with liquidity down from c9% to, today, c3%. We have added across the strategy, but with an emphasis on "domestic", consumer franchises, notably Daily Mail and

Greene King. Pessimism about the UK economy still seems intense, perhaps too so. Meantime Travis Perkins' bid for BSS - UK builders merchants - shows how investors can underestimate the value in rationalisation and, indeed, the propensity of British industry to self-heal via consolidation. This transaction is very bullish for UK plc and its stock market - the LSE being another security we have added to recently. This last offers a 4% dividend yield on top of a mix of strategic and operational opportunity. Difficult markets are even more difficult for the LSE's loss-making competitors.

CF LINDSELL TRAIN UK EQUITY FUND

All data at 28th May 20

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Reports can be found on our
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