

Emerging Markets Fund



January 2012



Jeff Chowdhry
Fund Manager

Fund manager biography

Jeff has over 27 years of industry experience and is Head of Emerging Markets Equities. He joined F&C in 1994 having held portfolio management positions at Royal Insurance and BZW Investments. Jeff has an MBA from Kingston Business School and a BSc (Hons) in Economics from Brunel University.

Key details

| | |
|-----------------------|----------------------------------|
| Fund Type | OEIC |
| Sector | Global Emerging Markets |
| Benchmark | MSCI Emerging Markets Free |
| Average annual return | 4.38% |
| Launch Date | 22 May 1996 |
| Fund Size | £375.43m |
| Currency | Sterling |
| Year End | 31 Aug |
| Distribution Policy | Annually |
| Payment Dates | 31 Oct |
| Front End Fee | 5.00% |
| Management Fee | 1.50% p.a. |
| Minimum Investment | £1,000.00 |
| Net TER (Inc/Acc) | n/a / 1.74% |
| Historic yield | 0.40% |
| Fund Price(inc/acc) | n/a / 82.53p |
| Sedol : SC1 (acc) | 0575100 |
| ISIN : SC1 (acc) | GB0005751002 |
| Price listed | Financial Times, Daily Telegraph |

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Fund overview

The objective of the Fund is to exploit opportunities for capital growth provided by investment in the world's less developed countries. The portfolio will comprise of ordinary shares of companies of those countries and may include investment in funds and schemes which in turn invest in those countries or certificates representing securities in those countries.

The Fund looks to provide investors with access to our best investment ideas through a concentrated, aggressively managed portfolio of shares in emerging markets. The Fund typically comprises 35-40 names.

Our disciplined investment approach is pragmatic, which allows us to adapt to changing conditions – an important consideration in rapidly evolving emerging markets. Our research team is structured into specific country teams, so that each major emerging market country is covered by three or four investment professionals. We select securities from the universe of 800 listed emerging markets companies in the MSCI Emerging Markets Index. The application of various liquidity criteria, including minimum market capitalisation requirements and trading measures, produces an investable universe of some 500 companies. We then undertake detailed analysis of this universe. We look at the quality of the management, market positions and prospects and how exposed each company is to the investment themes we have identified.

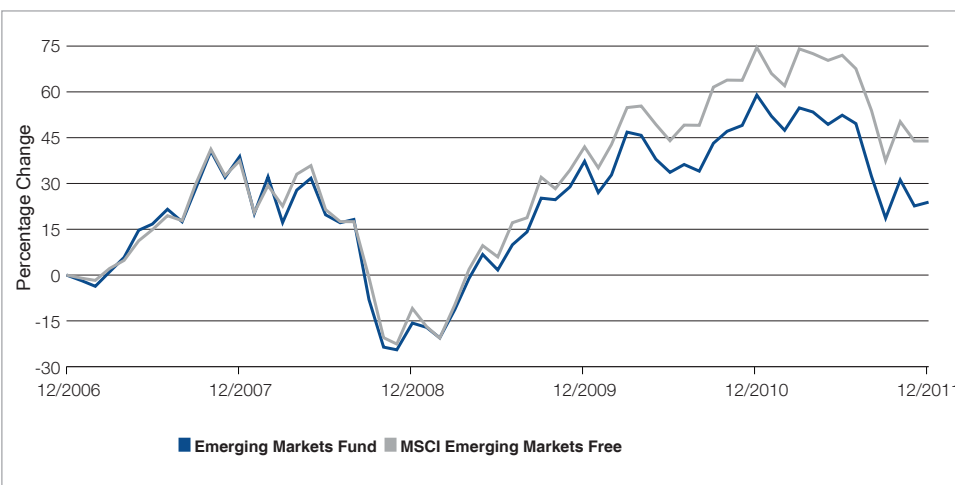
Standardised performance % as at 31.12.11

| | 2006/ 2007 | 2007/ 2008 | 2008/ 2009 | 2009/ 2010 | 2010/ 2011 |
|------------------|---------------|---------------|---------------|---------------|---------------|
| Fund | 38.82 | -39.28 | 62.87 | 15.80 | -22.07 |
| Benchmark | 37.43 | -35.18 | 59.39 | 22.94 | -17.57 |

Cumulative performance %

| | 1 Mth | YTD | 1 Yr | 3 Yrs | 5 Yrs |
|------------------|-------|--------|--------|-------|-------|
| Fund | 1.02 | -22.07 | -22.07 | 46.98 | 23.88 |
| Benchmark | -0.01 | -17.57 | -17.57 | 61.53 | 43.90 |

Fund Performance over 5 Years

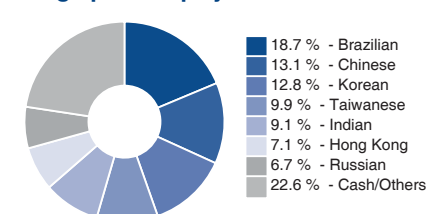


Past performance is not a guide to the future performance. Source: Lipper, percentage growth total return in Sterling, with no initial charges. For past performance data, updated quarterly, for the full range of F&C funds visit www.fandc.com.

Top ten holdings

| Holdings | % |
|------------------------------------|---------------|
| Samsung Electronic | 4.95% |
| Taiwan Semiconductor | 4.27% |
| Banco Bradesco Pref | 4.12% |
| Ind & Com Bank Of China | 4.11% |
| Vale Do Rio Doce | 3.75% |
| Gazprom Spon ADR | 3.69% |
| Petrobras | 3.59% |
| Ambev PN | 3.09% |
| Astra International | 2.64% |
| FEMSA Units ADR | 2.55% |
| TOTAL | 36.76% |

Geographical equity breakdown



All data as at 31.12.11. This factsheet is intended for Financial Advisers and existing investors only. Reference to investment activity is not intended as a recommendation of any investment action.

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