Brunsdon™

INSURANCE & FINANCIAL SOLUTIONS SINCE 1932

IFSL BRUNSDON ADVENTUROUS GROWTH FUND (Retail Accumulation)

FUND FACTSHEET 31 DECEMBER 2012

FUND OBJECTIVE AND POLICY

The Fund will aim to increase the value of your investment over the medium to long term.

The Fund is actively managed and is known as a 'fund of funds,' which means that it invests mainly in other investment funds. The Fund uses rigorous performance analysis and risk management techniques when selecting its investments on an ongoing basis. The targeted funds, in turn, invest in a mixture of shares, tradable debt (bonds) and debt issued by UK and overseas governments (UK and overseas gilts).

The Fund aims to have a higher than ususal level of volatility over the medium to long term. Volatility is the measure of the movement in the price of the Fund's shares over a period of time. Very broadly, a fund with a higher level of volatility is considered a higher risk investment than one with a lower level of volatility.

The Fund may use financial contracts (derivatives) to manage risk, reduce costs and improve results.

Income is not distributed but is rolled up (accumulated) into the value of your investment.

You can sell all or part of your investment whenever you like, subject to the minimum holding requirements.

INVESTMENT STRATEGY

The Adventurous mandate is looking to target a LIBOR* + 5% return per annum on a rolling three year time horizon. As this mandate is looking to target a return in excess of long-term equities, a higher level of market participation than is usually seen in institutional mandates will be employed. The Adventurous mandate's asset allocation will therefore have a reduced core of diversified assets with an added allocation of a basket of risk assets. This increased level of market exposure in asset classes that SLW deems favourable, provides the potential for the increased return performance required. The alpha generation† target for the Adventurous mandate has been set at a level of between 1 and 2%.

The funds selected to be used within this mandate are slightly more aggressive in nature than core funds and will typically operate with a tracking error of between 3 and 8%. These funds are selected for their robust and repeatable investment process within a strong risk framework, but due to their more aggressive nature will tend to have a slightly more volatile return profile.

** LIBOR (London Interbank Offered Rate) is the average interest rate that leading London banks charge when lending to other banks.*

† Out-performance of the benchmark

INVESTMENT MANAGERS' MARKET REVIEW

Darren Ripton
Head of Investment Process

David Sullivan
Senior Portfolio Manager

As we entered the fourth quarter of 2012, markets were focused on the approach of the US 'Fiscal Cliff,' the combination of spending cuts and tax increases that if left unmanaged would tip the US economy into recession. In the event, the middle class was protected from the worst of the scheduled tax rises, and a decision on the scheduled spending cuts was delayed for two months.

In Europe, the Greek budget included a further austerity package and the country has been given a further two years to implement the measures it has undertaken to reduce its overall debt levels. French banks received a downgrade from the rating agency Standard & Poors, and in Italy, Prime Minister Mario Monti has forced through a swathe of tax increases, spending cuts and structural reforms.

Mark Carney, the next Bank of England governor, has indicated some of the measures he may take once in office. He stated that when interest rates had been cut as far as they could go, banks should commit to keeping rates low for an extended period, until unemployment fell and that they could scrap an inflation target and focus on a nominal GDP target. This could be what is needed to take account of the current state of the economy. The US Federal Reserve has announced similar measures as part of their new policy for the coming months.

Chancellor George Osborne stated that the UK would be forced into borrowing more than anticipated over the next few years. This prompted the main credit rating agencies to put the UK on 'negative outlook,' the stage before a physical downgrade is passed. One of the positives to come from the budget was the announcement that the maximum level of capped drawdown will be reinstated to 120% of the GAD tables. This is good news for pensioners. However, the worsening state of public finances is likely to remain in focus and the extent to which this impacts on growth will steer our investment views in this space.

The growth in asset values experienced in 2012 was better than we anticipated, and was largely founded on loose monetary policy and the sense of protection conferred to investors from global central banks. This situation can only be sustained for so long and we therefore believe that market volatility is likely to remain a feature of 2013, having been largely absent in the second half of 2012. Until some meaningful policy developments emerge from Europe regarding the issues of sovereign solvency and the banking sector, we believe a degree of caution is warranted.

Across both the Cautious Growth and the Adventurous Growth Funds there has been a reduction in both UK and European Investment Grade Bond Funds in Q4 with these monies predominantly being reallocated into a new asset class, Global Reits (Real Estate Investment Trusts). The yield spread of Investment Grade Bonds over Government bonds has fallen through 2012 and although on a relative basis they continue to look attractive, they don't look as attractive as at the start of the year. As property markets across the world have firmed in 2012, and with demand for prime real estate sites increasing, an allocation to Global Reits adds a new sustainable yield leg to these portfolios. The security used to gain this exposure in both funds is the Schroder Global Property Securities Fund which is run by Jim Rehlaender and has a very consistent track record.

With the uncertainty around the US Fiscal Cliff negotiations, the level of risk taken within the Adventurous Fund was reduced in the fourth quarter. This was predominately achieved by reducing the level of Asian and Emerging market equities held. We continue to monitor the US situation closely.

IFSL BRUNSDON ADVENTUROUS GROWTH FUND PERFORMANCE: One year to 31 December 2012

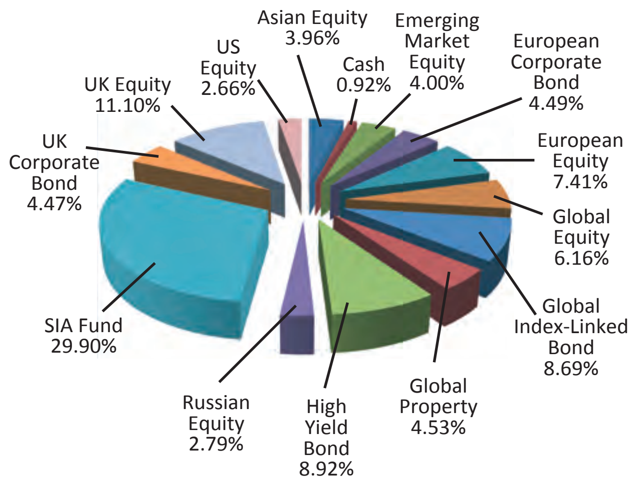
Discrete 1 year performance, 31/12/11 - 31/12/12	Performance from inception, 3/10/11 - 31/12/12
7.89%	8.00%

Please Note:
5 year discrete data is not yet available as Fund was not launched until 3/10/11

INVESTMENT HOLDINGS AS AT 31 DECEMBER 2012

Security Name	Weight
SIA FUND GBP	29.90
PIMCO FUNDS GBL INVESTORS GBL HIGH YLD BD FD INST GBP DHGD	8.92
STANDARD LIFE INVST GBL INDX LKD BOND INSTL ACC NAV	6.09
SCHRODER GBL PROPERTY SEC FUND GBP	4.53
ABERDEEN UT MGRS EMERGING MRKTS A ACC	4
BNY MELLON FD MGRS NEWTON GBL HIGHER INC INST ACC GBP	4
M&G RECOVERY ACC STERLING A ACC	3.9
INVESTEC FUND MGRS UK VALUE FUND ACC	3.32
DB X TRACKERS MSCI RUSSIA CAPPED INDX ETF	2.79
CAZENOVE INV FUND MGMT EUROPEAN ACC FUND CLS X GBP	2.78
STANDARD LIFE INVSTS EURO EQTY GTH INSTL SHS CLS	2.77
THREADNEEDLE INVST AMER SELECT INST GBP	2.66
PIMCO GBL INVRS GBL REAL RTN BD INS GBP	2.6
BNY MELLON FUND MGRS NEWTON ASIAN INC INST ACC	2.38
STANDARD LIFE INV EUROPEAN CORPORATE BOND A E	2.25
M&G SEC EUROPEAN CORP BD GBP A ACC NAV	2.24
AEGON ASSET MGMT UK EQTY B INSTL ACC NAV	2.21
SCHRODER INSTL GBL EQTY I ACC	2.16
SCHRODER UNIT TST INSTL EUROPEAN I ACC	1.86
STANDARD LIFE INVST UK SMALLER COS ACC INST	1.67
FIL INVST SERV UK FID SOUTH EAST ASIA Y ACC	1.58
M&G STRATEGIC CORPORATE BOND GBP A ACC	1.49
INVESTEC MGRS STRATEGIC BOND I NET GBP DIS NAV	1.49
FIL INV SVCS UK INSTL UK CORP BD GROSS NAV	1.49
Liquidity GBPCapital Ac-CAPGBP	0.92
TOTAL	**100%**

ASSET ALLOCATION



SERVICE PROVIDERS

Investment Manager	**Standard Life Wealth**
Authorised Corporate Director	**Investment Fund Services Ltd.**
Depositary	**NatWest**
Auditor	**Ernst & Young LLP**
Admin./Custodian/Registrar	**BNP Paribas Securities Services**

FUND INFORMATION

Launch date	3rd October 2011
Fund size as at 31 December 2012	£12.2 million
SEDOL Code	B3S29W3
Annual Management Charge (AMC)	1.05%
Ongoing charge*	2.26%

** The ongoing charge represents all the costs declared by the fund manager, including the annual management charges, and expresses them as an annual percentage. This includes everything from fund management costs, through audit, legal and custody fees to all 'other' running costs and can vary from year to year, as it depends on the percentage of the overall fund size. The figure quoted here is the ongoing charge for the period ended 31 August 2012 and is also a 'synthetic ongoing charge' which takes into account the costs borne by the Sub-Funds through holdings in the underlying funds.*

View latest real-time market snapshot at: www.bloomberg.com/quote/IFSAGRA:LN

IMPORTANT INFORMATION

Please note that past performance is not a reliable indicator of future performance. The value of your investment and any income from it can go down as well as up. You may not get back the amount originally invested. Please also note that tax treatment depends on individual circumstances and may be subject to change in the future. The information in this Fact Sheet does not constitute advice or recommendation and does not form part of any contract for the sale or purchase of any investment. Potential investors should read the Key Investor Information Document before investing. The Prospectus is available on request.

INVESTMENT FUND SERVICES LTD (IFSL)

Investment Fund Services Limited (IFSL) acts as Authorised Corporate Director (ACD) and provides fund hosting services to the Brunsdon Investment Funds. IFSL is authorised and regulated by the FSA. IFSL was acquired by UFC Fund Management PLC (UFC) in December 2012. UFC's subsidiary Marlborough Fund Managers has been active as ACD for its own fund range and for a number of third-party funds for over 25 years, and its administration services have earned a reputation for excellence. Registered Office: Marlborough House 59 Chorley New Road Bolton BL1 4QP Registered in England No. 06110770

IFSL A Marlborough group company