

# Premier Castlefield UK Equity Fund

## Premier Castlefield Fund OEIC



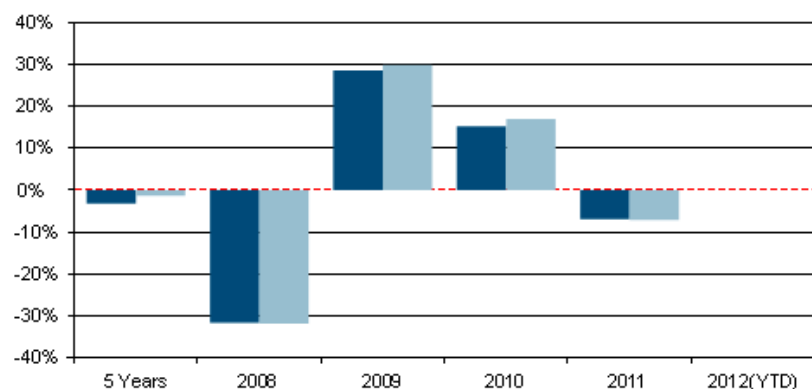
### | Fund Strategy |

- Our approach is risk controlled but with sufficient flexibility to add value via stock and sector selection.
- Our investment style is a blend of bottom-up and top-down decision making with an emphasis on the former. We combine views on macro factors with knowledge of individual companies, the latter evolving from a combination of internal and external research.
- Our style is pragmatic, on occasion seeking traditional value, or being prepared to pay a reasonable price for growth. We seek out dynamic change within companies or sectors that is not, in our view, fully recognised by the market as we see this as the most likely means of benefitting from a rerating in stocks.
- The bulk of the portfolio is typically made up of around 55 individual stocks, with a minimum market capitalisation at purchase of around £500m. Controls on asset allocation mean that stock or sector exposure should ideally never be more than 3% over or under the relevant position within the benchmark All Share Index.

### | Fund Objectives |

The Premier Castlefield UK Equity Fund aims to generate a combination of current income and long term capital growth by investing principally in a portfolio of UK equities and/or collective investment schemes although money market instruments, deposits, warrants, derivatives and other permitted investments and transactions may also be invested in.

### Performance Record



■ Premier Cfield UK Eq TR  
■ IMA UK All Companies TR

Powered by data from FE

Performance is based on Charity Income shares.

### Discrete Annual Performance (%)

Share Type	2012(YTD)	2011	2010	2009	2008
Income	-	-7.0	15.4	28.8	-31.8

### Discrete Annual Performance to Quarter End 31 December 2011 (%)

Share Type	31/12/2010	31/12/2009	31/12/2008	31/12/2007	31/12/2006
	31/12/2011	31/12/2010	31/12/2009	31/12/2008	31/12/2007
Income	-7.0	15.4	28.8	-31.8	2.6

### Cumulative Performance to 31 December 2011 (%)

Share Type	3 Months	6 Months	1 Year	3 Years	5 Years
Income	8.3	-6.9	-7.0	38.2	-3.2
Official Sector	6.2	-8.3	-7.0	42.5	-1.3

Quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to the future. The price of units and shares and the income from them may go down as well as up and you may get back less than you invested.

Source: Financial Express. 11/01/2012

### | Key Facts |

<b>Fund Size:</b>	£23.5m
<b>Historic Yield:</b>	Chrtly Inc 3.3%, R.Inc 3.0%, I.Inc 3.2%
<b>Launch Date:</b>	02 Dec 1996
<b>Sector:</b>	IMA UK All Companies

### | Top 10 Holdings |

	%
ROYAL DUTCH SHELL 'B'ORD EUR0.07	8.91
VODAFONE GROUP ORD USD0.11428571	6.18
BG GROUP ORD GBP0.10	5.06
BP ORD USD0.25	4.98
HSBC HLDGS ORD USD0.50(UK REG)	4.86
GLAXOSMITHKLINE ORD GBP0.25	4.40
UNILEVER PLC ORD GBP0.031111	3.65
RIO TINTO ORD GBP0.10	3.55
BT GROUP ORD GBP0.05	3.08
BHP BILLITON PLC USD0.50	3.04
<b>TOTAL</b>	<b>47.71</b>

### | Asset Allocation |

	%
Cash/Other	26.41
Oil & Gas Producers	18.96
Banks	10.92
Mining	10.13
Pharmaceuticals & Biotechnology	9.73
Mobile Telecommunications	7.72
Beverages	4.70
Support Services	3.93
Media	3.85
Oil Equipment, Services & Distribution	3.75

# Premier Castlefield UK Equity Fund

## Premier Castlefield Fund OEIC



### Fund developments and comments

#### Premier Castlefield UK Equity Fund, Investment Manager - David Soutar

The closing month of 2011 continued the trend of preceding months by behaving anything but serenely. The All-Share index had dipped by almost 3.0% by mid-month, only to rally in the quiet, thinly-traded holiday period. Santa's present to investors was a positive return of 0.8% for December – although, sadly, not even he could deliver a positive return overall. December's moves meant that the index fell 3.5% for 2011 as a whole.

So what led this year-end strength, and should investors now have wind in their sails for 2012? Not quite. The leading sectors were the oil & gas producers, pharmaceuticals, tobacco and mobile telecoms – characterised by huge, global, defensive companies. The top five contributors to the month's return were Royal Dutch Shell, Glaxo, Vodafone and the two tobacco names, Imperial & BATS. Meanwhile, Mining was far and away the worst performing sector, while Rio Tinto, BHP Billiton, Xstrata & Anglo-American were among the top five fallers. Not much cyclical optimism on show, then.

But this presents something of a conundrum – the FTSE All-Share advancing in value based on the strength of share prices of companies that typically weather economic downturns better than most. 'Buy shares, times are tough' isn't the usual mantra from the world of finance. The reality, though, is perhaps quite understandable. The global economic picture is, at best, mixed. The ongoing travails of the Eurozone and fears about banking system liquidity and sovereign solvency are material concerns. In such circumstances, the attractions of sound balance sheets, healthy dividend streams and undemanding valuations are obvious, and as good a place as any to shelter until the outlook clears. In fact, given the nature of equity markets, investor optimism will return well ahead of the sun shining. Fortunately for investors, the markets are not like Jupiter's Great Red Spot – a storm raging for at least 180 years. We know that our storm will eventually blow over.

The portfolio participated in the end of year rally to close December essentially in line with the benchmark index. Strong performance from index heavyweights Shell and Glaxo both helped as well as new additions such as power-generator rental firm Aggreko.

### Fund Information

<b>Initial Charge</b>	0% Charity Shares, 3.5% General Shares
<b>Accounting Dates</b>	30 Nov, 28 Feb, 31 May, 31 Aug
<b>Payment Dates</b>	27 Feb, 27 May, 27 Aug & 27 Nov
<b>Valuation Point</b>	12 noon, daily
<b>Share Class</b>	Accumulation & Income (charity, general & institutional shares)
<b>Sedol Code</b>	Charity Inc: 3321894, General Inc: 3322068
<b>Published Price</b>	<a href="http://www.thecastlefieldfunds.co.uk">www.thecastlefieldfunds.co.uk</a>
<b>ISA eligible</b>	Yes, stocks & shares
<b>Min. Investment</b>	£500 / £50pm (General Shares only)
<b>Investment Adviser Fee</b>	0.65% Charity Shares 1.25% General Shares

### Investment Team

#### I David Soutar, Joint Managing Partner & Fund Manager I

David has 20 years' investment experience gained from a career spanning both private client and institutional money management. Prior to working for a number of years with John Eckersley at Henry Cooke Lumsden plc and latterly at Solus as Investment Director, he was formerly part of an in-house team managing substantial assets within the superannuation fund of Derbyshire County Council. He has also managed Far Eastern investments within life and pension funds for General Accident, now a constituent part of Aviva plc. He is an Associate of the UK Society of Investment Professionals (the UK member society of the CFA Institute), a member of the European Federation of Financial Analysts and a Fellow of the Securities Institute.

Issued by Premier Portfolio Managers Ltd Premier Portfolio Managers Ltd and Premier Fund Managers Ltd are ISA managers and members of the Premier Asset Management Marketing Group, authorised and regulated by the Financial Services Authority of 25 The North Colonnade, Canary Wharf, London E14 5HS. Premier Portfolio Managers Ltd is a member of the Investment Management Association. Exchange rates can cause the value of underlying investments to fall or rise. Tax concessions are not guaranteed and may be changed at any time; their value will depend on your individual circumstances. For your protection, your call may be recorded. Reference to any particular stock or fund is not a recommendation to buy or sell. Details of the nature of the investments, the commitment required and fund specific risk warnings are described in the Simplified Prospectus which is available on request. Persons who do not have professional experience in matters relating to investments should speak with a financial adviser before making an investment decision.

FTSE International Limited (FTSE) © FTSE 2011. FTSE® is a trade mark of London Stock Exchange Plc and The Financial Times Limited and is used by FTSE under licence. All rights in the FTSE indices and/or FTSE ratings vest in FTSE and/or its licensors. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and/or FTSE ratings or underlying data. No further distribution of FTSE data is permitted without FTSE's express written consent