

Chariguard Investment Solutions

Q3 2011

Mission Statement: RCM's mission is to be an internationally recognised leader in global asset management by consistently delivering superior investment results and fostering value-added consultative client relationships in a working environment that attracts, develops, stimulates and rewards excellence.

Chariguard Common Investment Funds

Background and Objective

Chariguard UK Equity Fund's objective is to produce earnings in line with the FTSE All-Share Index. The Fund fully replicates its benchmark index, holding all constituent stocks and thus provides the maximum diversification combined with the lowest possible tracking error.

Chariguard Overseas Equity Fund has the objective of performing in line with its benchmark. The fund's benchmark is constructed by the WM Company, based upon the FTSE World ex UK Index adjusted according to the regional composition of the WM Total Charities Universe. The data is available quarterly two months after each quarter end. In this way the Fund provides its clients with a diversified overseas asset mix which is appropriate for the charities market.

Chariguard Fixed Interest Fund is a conventional fixed income fund investing in Gilts. The Fund generally seeks to avoid Gilts that are significantly above par in order not to prejudice future capital value at the expense of current income.

Investment Rationale

There are two main types of investment for charity portfolios – segregated management and pooled funds such as Common Investment Funds. Chariguard Common Investment Funds enable charities to benefit from: cost effective diversification; dividends paid gross of recoverable tax, thus removing the need to reclaim tax; a reduction in the Charity's administration burdens compared to a segregated portfolio – especially in view of the Charity SORP requirements, since the need to monitor transactions is reduced. Chariguard Funds are regulated by the Charity Commission and subject to oversight by an independent Trustee.

Disclaimer

Past performance is not a reliable indicator of future performance. The value of an investment and the income from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested. Issued by RCM (UK) Ltd. Authorised and regulated by the Financial Services Authority Registered office: 155 Bishopsgate, London EC2M 3AD. The Chariguard Common Investment Funds ("the Funds") are unregulated collective investment schemes, the promotion of which in the United Kingdom is restricted by The Financial Services and Markets Act 2000 (Promotion of Collective Investment Schemes) (Exemptions) Order 2001.

Investment in the Funds may only be made by persons or bodies of persons eligible to participate in a scheme constituted under S24 of The Charities Act 1993 and is therefore only directed at those persons.

Investing in the securities of smaller companies carries a higher risk than investing in the securities of larger companies and there is also a risk of illiquidity (i.e. they may not be easy to buy and sell). It is often not possible to obtain an open market valuation on unlisted securities. The information contained herein, including any expression of opinion, is for information purposes only and is given on the understanding that anyone who acts on it, or changes their opinion thereon, does so entirely at their own risk.

For our mutual protection, calls are recorded and may be used for quality control and training purposes, however, Allianz Global Investors reserves the right to use such recordings in the event of a dispute.

Product Profile

Units:	Income and Accumulation
Legal Status:	Common Investment Funds
Domicile:	United Kingdom
Dealing:	15th Day and last day of every month (or nearest preceding business day)

Fund Statistics

Chariguard UK Equity Fund

Fund Size:	£123.3m
Launch Date:	31 July 1994
Benchmark:	FTSE All Share Index
Fund Manager:	Rupert Marlow
Fees:	0.2% p.a. + VAT

Chariguard Overseas Equity Fund

Fund Size:	£42.2m
Launch Date:	06 January 1995
Benchmark:	FTSE World (ex UK) Adjusted
Fund Manager:	Rupert Marlow
Fees:	0.35% p.a. + VAT

Chariguard Fixed Interest Fund

Fund Size:	£17.7m
Launch Date:	31 July 1994
Benchmark:	FTSE UK Government All Stocks Index
Fund Manager:	Rupert Marlow
Fees:	0.35% p.a. + VAT

AUM: Source RCM, as at 30 September 2011

Performance

As at 30th September 2011	1 Yr	2 Yr	3 Yr	4 Yr	5 Yr
	% per annum				
Chariguard UK Equity Fund	-4.3	3.8	6.4	-1.5	1.1
FTSE All Share Index (Gross)	-4.4	3.7	6.0	-1.9	0.8
Chariguard Overseas Equity Fund	-6.0	1.2	5.6	-0.3	2.8
FTSE World (ex UK) WM Adjusted	-6.4	1.1	5.6	-0.5	2.6
Chariguard Fixed Interest Fund	7.1	7.3	8.4	8.0	6.5
FTA Govt. All Stocks Total Return Index	7.8	7.5	8.7	8.2	6.7

Performance

As at 30th September	30/09/10 - 30/09/11	30/09/09 - 30/09/10	30/09/08 - 30/09/09	30/09/07 - 30/09/08	30/09/06 - 30/09/07
	% per annum				
Chariguard UK Equity Fund	-4.3	12.6	11.9	-21.9	12.2
FTSE All Share Index (Gross)	-4.4	12.5	10.8	-22.3	12.2
Chariguard Overseas Equity Fund	-6.0	8.9	15.0	-15.9	16.1
FTSE World (ex UK) WM Adjusted	-6.4	9.2	15.3	-16.9	16.2
Chariguard Fixed Interest Fund	7.1	7.5	10.7	6.8	0.7
FTA Govt. All Stocks Total Return Index	7.8	7.3	11.2	6.8	0.6

Source: RCM as at 30 September 2011, GBP Gross of Fees and Expenses.