



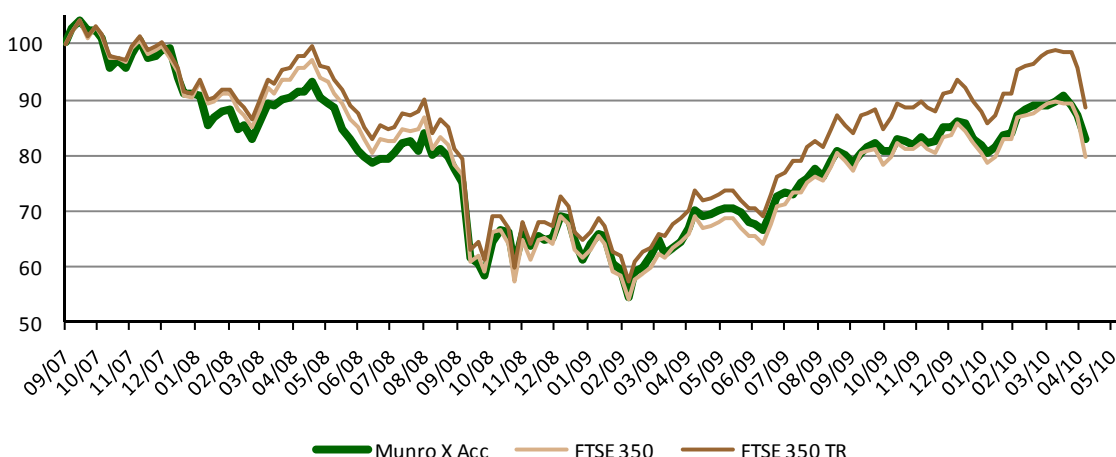
Fund Objective

The Munro Fund seeks to deliver the total return of the FTSE 350 index through its unique process of creating a tracker fund using forecast gross cash dividends to construct the portfolio.

Fund Manager's Comment

The trend of forecast dividend payouts increasing has continued over the last month and was again bolstered by a stronger dollar. Consensus forecasts for the total payout for all members of the FTSE 350 for the next financial year increased in April by 2.5% to £69.5b. Dollar earners such as miners and oil companies were the main beneficiaries. Some companies, such as GlaxoSmithKline and Vodafone, saw their forecasts increase, but at a lesser rate than the resource stocks. As a consequence their share of the total actually fell. A rising market allowed the fund to add Informa, Kazakhmys, IMI, Tomkins and Cobham. RBS was sold as analysts no longer expect it to pay a dividend in 2011. Carnival has risen 31% since the fund increased its weight in January in accordance with the model. Its overweight position was reduced. Against the index the biggest overweight in the fund is BP and the biggest underweight position is BG.

Munro X Acc Prices



Returns

	Since Launch	2 Year	1 Year	6 Month	3 Month
Munro X Acc	-17.2%	-7.9%	19.9%	2.6%	3.3%
FTSE 350 Index	-20.1%	-12.2%	21.6%	3.8%	5.6%
FTSE 350 TR Index	-11.5%	-4.8%	26.3%	5.8%	6.8%

Tracking Error

4.18%

A measure of how closely a portfolio follows the index. It measures the standard deviation of the difference between the portfolio and index returns over one year and can be viewed as a measure of risk.

Excess Return

-2.74

The return on the fund minus the return on the benchmark. The higher the excess return the more the fund has outperformed the index. N.B. This measure takes no account of risk.

Information Ratio

-1.01

The excess return divided by the tracking error. A measure of risk adjusted performance which gives the average performance per unit of volatility against the benchmark. The higher the ratio, the higher the return of the fund for the risk taken.

Beta

0.71

A measure of a fund's volatility relative to that of its benchmark. Beta is the percent change in the price of the fund given a 1% change in the benchmark. This reveals if the fund moves in line with the benchmark with a beta of 1 indicating perfect alignment. It can also be used as a measure of risk: the higher the beta, the higher the risk.

Alpha

0.06

The mathematical estimate of the return on a fund when the return on the benchmark is zero.

Yield

2.8%

Based on dividends paid and income received to date for future pay-out.

Source: Bloomberg and FTIM as at 10/05/10.

Disclaimer:

- The value of your shares and the income from them can go down as well as up and you may get back less than you invested.
- Past performance is not a guide to the future.

Top 30 Holdings

Company	Holding	Company	Holding
BP Plc	9.53%	Diageo Plc	1.56%
HSBC Holdings Plc	7.55%	Unilever Plc	1.46%
Vodafone Group Plc	6.58%	Anglo American Plc	1.44%
Royal Dutch Shell Plc-A Shs	5.48%	SABMiller Plc	1.38%
GlaxoSmithKline Plc	4.91%	Reckitt Benckiser Group Plc	1.28%
BHP Billiton Plc	4.44%	Centrica Plc	1.27%
Royal Dutch Shell Plc-B Shs	4.40%	Scottish & Southern Energy	1.20%
AstraZeneca Plc	3.76%	Aviva Plc	1.18%
British American Tobacco Plc	3.68%	BT Group Plc	1.04%
Rio Tinto Plc	2.44%	Prudential Plc	0.98%
Tesco Plc	2.09%	BAE Systems Plc	0.97%
Barclays Plc	1.84%	Man Group Plc	0.85%
Standard Chartered Plc	1.82%	Lloyds Banking Group Plc	0.78%
National Grid Plc	1.73%	Rolls-Royce Group Plc	0.78%
Imperial Tobacco Group Plc	1.57%	Xstrata Plc	0.74%

Fund Size: £1,602,472

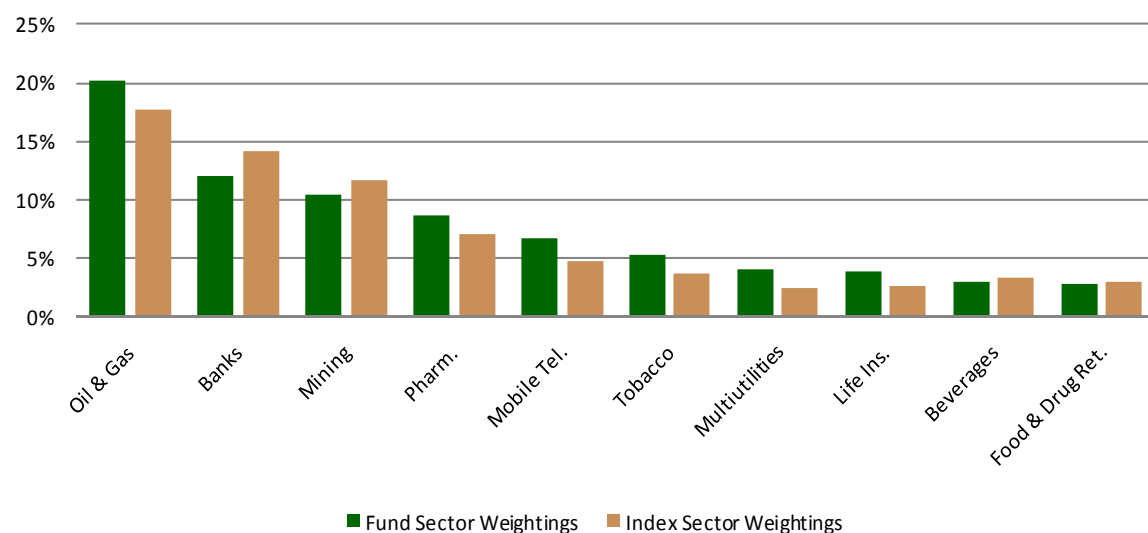
Number of Holdings: 107

Dividends

	A Class Income	X Class Income
2009 Interim Dividend	1.303p	1.343p
2010 Final Dividend (paid May 31st)	0.807p	0.833p
2010 Interim Dividend	Ex-dividend date July 31st. To be paid September 30th.	

Sector Weightings

Top 10 Sector Weightings



Sector

IMA Sector	UK All Companies
Benchmark	FTSE 350 Total Return Index

Website

Fund Website	www.themunrofund.com
Prices	www.themunrofund.com/0603_prices.html

Dealing

Please call: 020 7131 4223

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