FUNDAMENTAL TRACKER INVESTMENT MANAGEMENT LIMITED

THE MUNRO® FUND

FTIM.

THE MUNRO FUND — FACT SHEET 48: JULY 2011

Fund Objective

The Munro Fund seeks to deliver the total return of the FTSE 350 index at lower risk through its unique asset allocation process that uses forecast gross cash dividends to construct the portfolio.

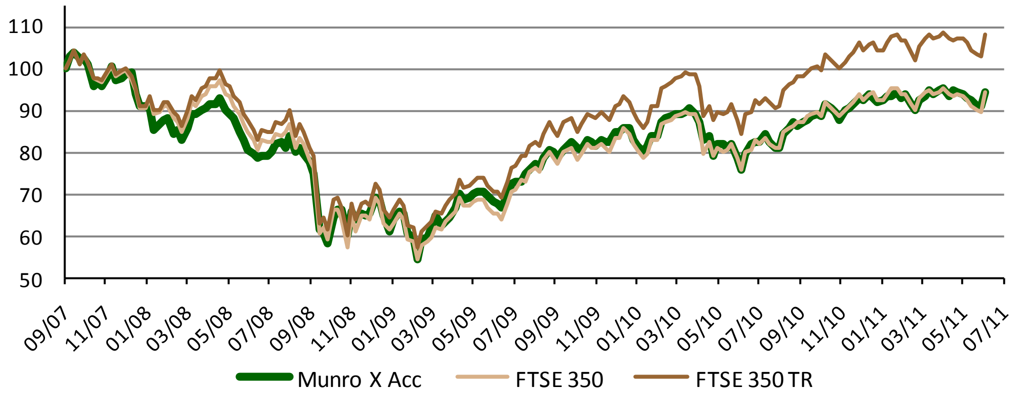
Fund Manager's Comment

A 2% fall in sterling over the month boosted the value of dividends declared in dollars. That was the main driver behind the 3.4% rise in the forecast dividend income for the FTSE 350 to £75.3 billion. This is the highest figure recorded since this series was established in August 2007. Other contributors to the gain were the listing of New World Resources, which added £134 million of projected income, and a further increase in the consensus dividend forecast for Vodafone. On the downside consensus dividend forecasts for Lloyds were reduced by £255 million and HSBA also suffered a modest downgrade.

The only new company added to the fund was New World Resources after its IPO.

After a weak start to the month the market had a very sharp rally of over 5% at the very end which undid some of the relative gains value shares had been making over growth shares in the previous

Munro X Acc Prices



Returns

	Since Launch	3 Year	2 Year	1 Year	6 Month	3 Month
Munro X Acc	-4.7%	19.2%	40.8%	25.4%	2.3%	1.5%
FTSE 350 Index	-4.4%	14.7%	44.9%	25.6%	0.2%	0.7%
FTSE 350 TR Index	9.7%	23.0%	54.7%	29.6%	2.0%	1.7%

Tracking Error

3.76%

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

-3.62

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

-1.06

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

0.81

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

0.02

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

Yield

2.3%

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

Source: Bloomberg and FTIM as at 06/07/11

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

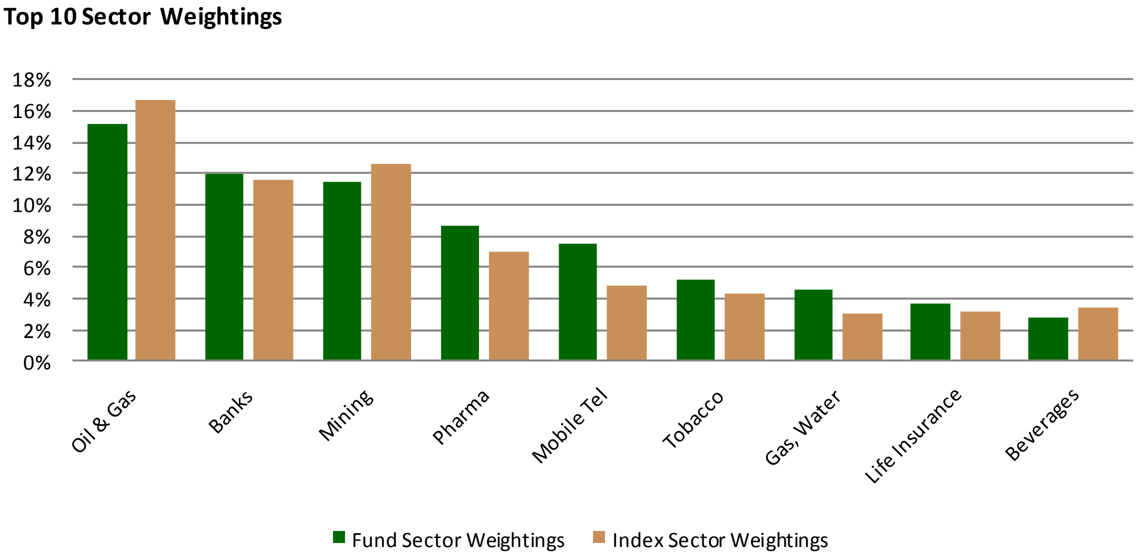
Company	Holding	Company	Holding
HSBA	**7.52%**	Barclays Plc	**1.44%**
Vodafone Group Plc	**7.40%**	Diageo Plc	**1.43%**
GlaxoSmithKline Plc	**5.40%**	SABMiller Plc	**1.31%**
Royal Dutch Shell Plc-A Shs	**5.29%**	Reckitt Benckiser Group Plc	**1.26%**
BP	**4.86%**	Centrica Plc	**1.19%**
BHP Billiton	**4.61%**	Aviva Plc	**1.09%**
Royal Dutch Shell Plc-B Shs	**4.11%**	Anglo American Plc	**1.06%**
British American Tobacco Plc	**3.69%**	BT Group Plc	**1.00%**
AstraZeneca Plc	**3.16%**	Lloyds Banking Group Plc	**0.98%**
Rio Tinto Plc	**2.19%**	Scottish & Southern Energy	**0.98%**
National Grid Plc	**1.87%**	Glencore International Plc	**0.93%**
Tesco Plc	**1.78%**	Prudential Plc	**0.93%**
Standard Chartered Plc	**1.60%**	Antofagasta Plc	**0.86%**
Unilever Plc	**1.57%**	Bae Systems Plc	**0.84%**
Imperial Tobacco Group Plc	**1.51%**	Carnival Plc	**0.81%**

Fund Size: £2,450,907 **Number of Holdings: 139**

Dividends

	A Class Income	X Class Income
2009 Interim Dividend	1.303p	1.343p
2010 Final Dividend	0.822p	0.848p
2010 Interim Dividend	1.223p	1.250p
2011 Final Dividend	0.760p	0.779p

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