

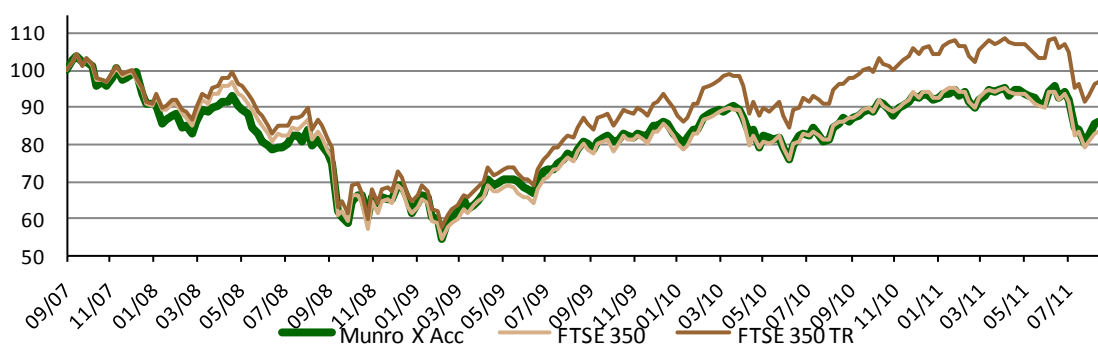
Fund Objective

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 dramatic feature last month was a big increase in the consensus dividend forecast for Vodafone from 10.7p to 13.7p. This alone added £1.5 billion to the projected total dividend payout for the FTSE 350 next year taking it to £75.7 billion. This is the highest ever recorded in the life of the fund and puts the index on a prospective yield of 4.5%. An additional positive factor for the calculation was the 0.94% depreciation of sterling against the dollar over the month which boosted the sterling value of dollar dividends. In addition BHP Billiton declared its results for the year to June and the model now incorporates forecasts for the year to June 2013. Market volatility in August provided excellent opportunities to add to resource and financial shares that had become oversold. Over the month the market correction has emphasised the value to be found in the large dividend paying companies and the fund has now delivered the same return as the total return of the index over the last year but with 9% less volatility.

Munro X Acc Prices



Returns

	Since Launch	3 Year	2 Year	1 Year	6 Month	3 Month
Munro X Acc	-13.8%	5.1%	10.6%	1.7%	-7.7%	-6.6%
FTSE 350 Index	-15.7%	-0.5%	8.8%	-1.2%	-10.8%	-8.7%
FTSE 350 TR Index	2.4%	11.1%	16.3%	2.0%	-8.8%	-7.9%

Tracking Error

3.8%

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

-0.44

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

-0.98

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

0.79

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

0.04

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

Yield

3.0%

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

Source: Bloomberg and FTIM as at 08/09/11

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
VODAFONE GROUP PLC	9.07%	DIAGEO PLC	1.53%
HSBC HOLDINGS PLC	6.98%	BARCLAYS PLC	1.39%
GLAXOSMITHKLINE PLC	5.61%	SABMILLER PLC	1.36%
ROYAL DUTCH SHELL A	5.34%	RECKITT BENCKISER GROUP	1.27%
BP PLC	5.00%	CENTRICA PLC	1.16%
BHP BILLITON PLC	4.97%	ANGLO AMERICAN PLC	1.07%
ROYAL DUTCH SHELL B	4.07%	SCOTTISH & SOUTHERN	1.04%
BRITISH AMERICAN TOBACCO	3.91%	BT GROUP PLC	1.00%
ASTRAZENECA PLC	3.23%	AVIVA PLC	0.97%
RIO TINTO PLC	2.12%	LLOYDS BANKING GROUP	0.97%
NATIONAL GRID PLC	2.05%	GLENCORE INTERNATIONAL	0.96%
TESCO PLC	1.86%	BAE SYSTEMS PLC	0.90%
UNILEVER PLC	1.66%	XSTRATA PLC	0.89%
STANDARD CHARTERED PLC	1.61%	PRUDENTIAL PLC	0.89%
IMPERIAL TOBACCO GROUP	1.58%	CARNIVAL PLC	0.88%

Fund Size: £2,272,116

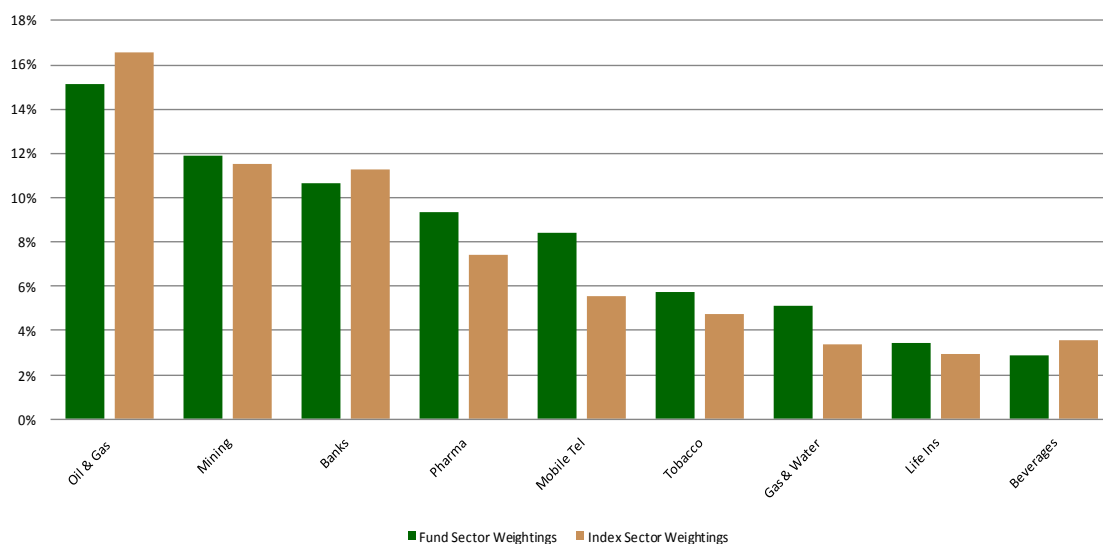
Number of Holdings: 139

Dividends

	A Class Income	X Class Income
2010 Interim Dividend	1.223p	1.250p
2010 Final Dividend	0.822p	0.848p
2011 Interim Dividend	1.4836p	1.522p
2011 Final Dividend	0.760p	0.779p

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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