



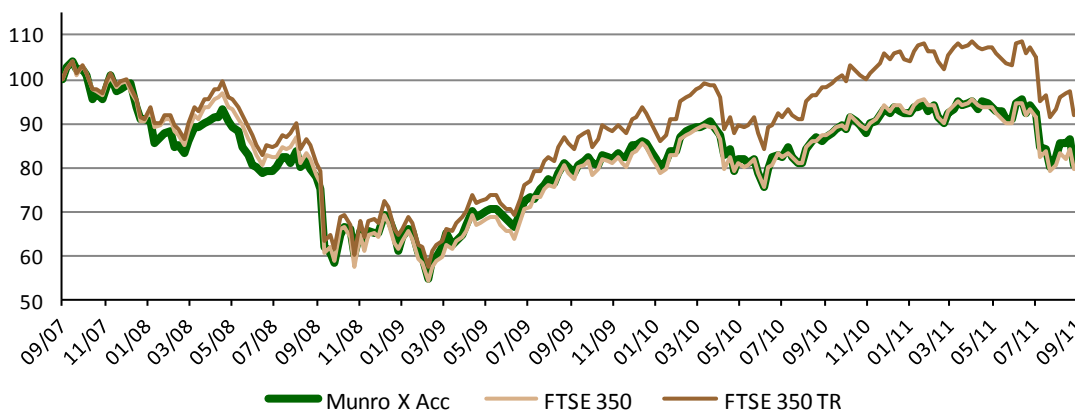
Fund Objective

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

The trend of rising dividend forecast evident over the summer has continued into September with another 1.1% rise in the total amount of dividends expected to be declared next year to £76.52 billion. A 3.5% rise in the dollar, increasing the sterling value of dividends declared in dollars, was the major influence. This increase is in sharp contrast to the sentiment in the market which fell 5% in September. A consequence of declining capital value and increasing income is that the forecast gross yield of the FTSE 350 is now 4.7%. The largest individual revision in the model was a 0.2% increase in Shell A on the back of a 4% increase in the forecasted dividend. Vodafone's model weight fell by 0.13% to 9.1% as a result of increases by other companies. Weakness in the resource sector depressed miners by more than the index and allowed the fund to add to holdings to maintain the model weight. Tullow Oil was purchased as a new holding. Northumbrian Water Group was sold after its takeover was agreed.

Munro X Acc Prices



Returns

	Since Launch	3 Year	2 Year	1 Year	6 Month	3 Month
Munro X Acc	-17.2%	12.8%	2.2%	-4.4%	-11.1%	-11.2%
FTSE 350 Index	-19.2%	6.7%	0.8%	-7.5%	-13.5%	-14.3%
FTSE 350 TR Index	-6.3%	19.1%	7.7%	-4.4%	-11.8%	-13.5%

Tracking Error

3.02%

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

1.27

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

Information Ratio

0.10

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

0.84

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

0.01

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

Yield

3.2%

Based on dividends paid and income received to date for future pay-out. (N.B. This is a net figure after charges to income).

Source: Bloomberg and FTIM as at 04/10/11

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	10.00%	STANDARD CHARTERED PLC	1.54%
HSBC HOLDINGS PLC	6.91%	BARCLAYS PLC	1.44%
GLAXOSMITHKLINE PLC	5.91%	RECKITT BENCKISER GROUP PLC	1.31%
ROYAL DUTCH SHELL PLC-A SHS	5.25%	SABMILLER PLC	1.28%
BP PLC	5.12%	CENTRICA PLC	1.19%
BHP BILLITON PLC	5.04%	SCOTTISH & SOUTHERN ENERGY	1.08%
BRITISH AMERICAN TOBACCO PLC	4.01%	BT GROUP PLC	1.03%
ROYAL DUTCH SHELL PLC-B SHS	3.97%	LLOYDS BANKING GROUP PLC	1.03%
ASTRAZENECA PLC	3.40%	AVIVA PLC	1.03%
NATIONAL GRID PLC	2.14%	ANGLO AMERICAN PLC	0.97%
RIO TINTO PLC	2.01%	CARNIVAL PLC	0.91%
TESCO PLC	1.98%	GLENORE INTERNATIONAL PLC	0.90%
UNILEVER PLC	1.71%	BAE SYSTEMS PLC	0.88%
IMPERIAL TOBACCO GROUP PLC	1.70%	XSTRATA PLC	0.82%
DIAGEO PLC	1.59%	INTERNATIONAL POWER PLC	0.81%

Fund Size: £2,178,437

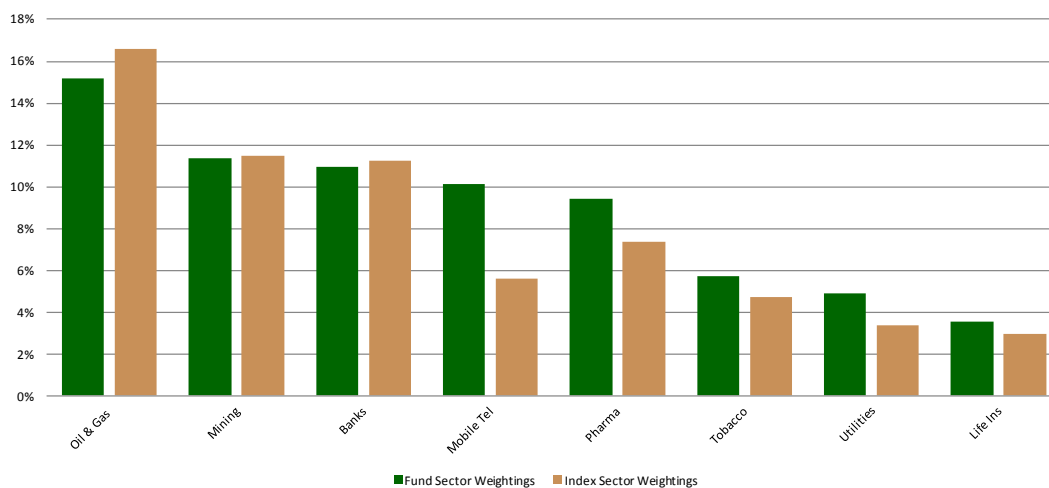
Number of Holdings: 138

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

FUNDAMENTAL TRACKER INVESTMENT MANAGEMENT LIMITED IS A COMPANY REGISTERED IN SCOTLAND, NO SC299736, AND IS AUTHORISED AND REGULATED BY THE FINANCIAL SERVICES AUTHORITY WITH REGISTERED NUMBER 457686. THIS COMMUNICATION IS FOR GENERAL INFORMATION PURPOSES ONLY AND DOES NOT CONSTITUTE PROFESSIONAL ADVICE. FUNDAMENTAL TRACKER INVESTMENT MANAGEMENT LIMITED ACCEPTS NO RESPONSIBILITY FOR ANY LOSS ARISING FROM RELIANCE ON THE INFORMATION IT CONTAINS.