

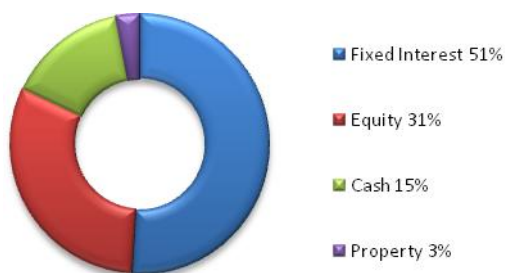
Higher Income Portfolio

Key Information – March 2012

Launch Date	5 th Aug 2008
Money Wise Risk Category	4 – 5
Yield	4.81%
Initial Fund Charge	0.05%*
Annual Portfolio TER	1.99%**
Benchmark	FTSE APCIMS Income

* Average initial fund charges and excludes Money Wise charges
 ** Current TER includes Money Wise and Ascentric annual charges and underlying fund TER excluding dealing charges & bid/offer spread where applicable

Asset Allocation



Sector Allocation



Investment Objective & Methodology

The aim of this portfolio is to achieve a high level of income over the medium term, by adopting a balanced approach to risk. The target yield offered by this portfolio is aimed at producing 6% gross per annum.

Because the mandate of this portfolio is to produce a high yield, there are instances where this must be done at the sake of capital preservation. Over the cycle, however we would expect to preserve capital and return the income stated.

The majority of assets inside the portfolio will be higher yielding fixed interest securities, but there will also be a proportion of dividend producing equities in large companies.

The portfolio is benchmarked against the FTSE APCIMS Income Index. There may be times where we underperform this, because our higher income target requires using a lower amount of equities.

Market Commentary

March was a mixed month for risk assets, as finally the strong rally since January drew breath.

The month began with a sell off due to worries over a Greek default (expect the issue to re-emerge in 1-3 months). Markets recovered afterwards with reasonably good US unemployment data adding to hopes of growth and recovery, however cracks began to emerge again later in the month with weaker Chinese data.

We think markets may have a bit further to go on the upside before growth starts to wane. The wild card for the next quarter is the price of oil and potential conflict with Iran/Syria.

Portfolio Performance



09/08/2008 - 20/03/2012 Data from FE 2012

Risk Warnings

Investments may go down in value as well as up; you may not get back the full amount invested. Past performance figures are not necessarily a reliable guide to, or indicator of, future performance or results. The price of investments can be volatile. You may not be able to encash one or more funds whenever you choose because the underlying asset in the fund may not always be easy to sell, during periods when they are not readily saleable, and the fund manager may refuse to repurchase your units. Due to timing differences in the dealing process, fund restrictions and de minimus dealing limits, the performance of your own investment portfolio may not exactly replicate the figures indicated above.

Source: Financial Express dated as shown on the above fund chart, Bid-Bid, Net of basic rate tax, Net of charges, Net income reinvested. Performance information is based on, and shows complete 12-month periods. The Past performance figures cover the last five years or the whole period for which the investment has been offered as shown in the above fund chart. The currency used is mainly Sterling, but not exclusively. The return on foreign currencies may increase or decrease as a result of currency fluctuations.