



# RATHBONE ETHICAL BOND FUND

## Fund facts

<b>Manager:</b>	Rathbone Unit Trust Management Limited
<b>Trustee:</b>	National Westminster Bank Plc
<b>Date launched/Launch price:</b>	May 2002/100p
<b>Size of fund:</b>	Offer value: £81.13m Mid-market: £78.74m
<b>Selling prices:</b>	Inc: 80.18p/Acc: 128.27p
<b>Buying prices:</b>	Inc: 83.52p/Acc: 133.61p
<b>Historical distribution yield*:</b>	7.20%
<b>Total no. of holdings:</b>	107
<b>Initial charge:</b>	4.0% (included in the offer price)
<b>Annual management charge:</b>	1.25% of the mid-market value of the fund
<b>Total expense ratio as at 31.10.11:</b>	1.36%

## 10 largest holdings

		%
Clydesdale Bank	5.75% 30/03/2012	3.21
Standard Life	6.546% 01/06/2020	2.46
British Land Universal	6.75% 31/03/2020	2.41
JP Morgan	6.125% 30/05/2017	2.36
Fresh Finance FOR Residential Social Housing	11.126% 10/05/2058	2.03
Lloyds FRN	29/04/2016	2.00
Fidelity International	6.75% 19/10/2020	1.97
Legal and General	6.385% Perp	1.95
Amlin	6.5% 19/12/2026	1.85
Holmes Masters	4.009% 15/10/2054	1.84

## Distributions (per unit)

	Ex div	Payment	Latest distributions (year paid)
Interim	01 Feb. 11	31 Mar. 11	1.17p (net), 1.46p (gross)
Final	01 May 11	30 June 11	1.10p (net), 1.38p (gross)
Interim	01 Aug. 11	30 Sep. 11	1.09p (net), 1.36p (gross)
Interim	01 Nov. 11	31 Dec. 11	1.02p (net), 1.28p (gross)

Year end 30 April

## Dealing

Forward daily: 9.00am-5.00pm	Sedol (Inc): 3095702
Valuation point: 12.00 midday	ISIN (Inc): GB0030957020
Valuation/dealing: 0845 300 2101	Sedol (Acc): 3095713
Information line: 020 7399 0399	ISIN (Acc): GB0030957137

Minimum initial investment: £1,000  
Minimum additional investments: £500

## Product availability

Unit trust and ISA, lump sum and savings plan.

For Investment Advisers, third party availability – all major, including Cofunds, Skandia, FundsNetwork.

For more information, please see our 'Strategic Partners' page on the 'How to Invest' section of our website [www.rutm.com](http://www.rutm.com)

## Ratings

★★★ Morningstar Rating™



## Investment objective

The objective of the fund is to provide a regular, above average income through investing in a range of bonds and bond market instruments that meet strict criteria ethically and financially.

To meet these objectives, the fund may also invest, at the Manager's discretion, in other transferable securities, money market instruments, warrants, cash and near cash, deposits and units in collective investment schemes. Use may be made of stocklending, borrowing, cash holdings, hedging and other investment techniques permitted by the FSA rules. The value of investments and the income from them may go down as well as up and you may not get back your original investment.

## Credit quality distribution at 30.12.11\*:

	%
AAA	9.79
AA+	0.76
AA	1.79
AA-	4.27
A+	1.17
A	8.23
A-	14.47
BBB+	14.39
BBB	16.21
BBB-	16.17
BB+	2.02
BB	0.00
BB-	0.00
C	0.37
NR	9.22
Cash	1.14

\*Ratings: various sources

## Maturity distribution at 30.12.11:

	% in fund
0-5 Years	38.83
5-10 Years	31.83
10-15 Years	16.09
15+ Years	12.11
Cash	1.14

†The Distribution Yield reflects the annualised income net of the expenses in the Fund (calculated in accordance with the relevant accounting standards) as a percentage of the mid-market unit price of the Fund as at the date shown. It is based on a snapshot of the portfolio on that day. It does not include any initial charge and investors may be subject to tax on their distributions.

Copyright © 2010 Morningstar. All Rights Reserved. The information, data and opinions expressed ("Information") and contained herein: (1) are proprietary to Morningstar and/or its content providers and are not intended to represent investment advice or recommendation to buy or sell any security; (2) may not be copied or distributed without express license to do so; and (3) are not warranted to be accurate, complete or timely. Morningstar reserve its rights to charge for access to these Ratings and/or Rating report. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this Rating, Rating Report or Information contained therein.

## Fund performance

Time periods ending 30.12.11:	6 months	1 year	3 years	5 years
<b>Rathbone Ethical Bond Fund</b>	<b>-2.15%</b>	<b>1.78%</b>	<b>38.78%</b>	<b>13.13%</b>
IMA Sterling Corporate Bond sector	1.46%	4.36%	28.32%	15.44%
<b>Quartile rank</b>	<b>4</b>	<b>4</b>	<b>1</b>	<b>3</b>

Discrete year performance ending 30 December	2007	2008	2009	2010	2011
<b>Rathbone Ethical Bond Fund</b>	<b>-1.52%</b>	<b>-17.23%</b>	<b>19.08%</b>	<b>14.51%</b>	<b>1.78%</b>
IMA Sterling Corporate Bond sector	-0.41%	-9.67%	14.31%	7.57%	4.36%

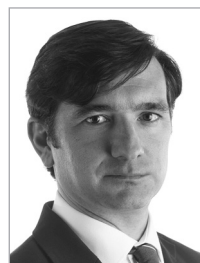
  

	Alpha	Beta	Sharpe Ratio	Volatility	Turnover
<b>Rathbone Ethical Bond Fund</b>	<b>0.40</b>	<b>-0.21</b>	<b>0.21</b>	<b>9.67%</b>	<b>127.81%</b>
IMA Sterling Corporate Bond sector	0.03	0.32	0.36	6.62%	n/a

**Source performance data Financial Express, bid to bid, net income re-invested.** Data using prices struck 30.12.11. Alpha, Beta, Volatility and Sharpe Ratio statistics given on a 5 year rolling basis. Alpha and Beta are calculated using the FTSE Gilts 5-15 Years Index as the benchmark. Sharpe Ratio calculated using Risk Free Rate of 0.50. Volatility shown is annualised standard deviation of monthly returns. Turnover is calculated on a 1 year rolling basis. For further information on these statistics, please call our Information line on 020 7399 0399, or visit [www.rutm.com](http://www.rutm.com)

**Past performance should not be seen as an indication of future performance.** The value of investments and the income from them may go down as well as up and you may not get back your original investment. Interest rate fluctuations are likely to affect the capital value of investments within bond funds. When long term interest rates rise the capital value of units is likely to fall and vice versa. The effect will be more apparent on funds that invest significantly in long-dated securities. The value of capital and income will fluctuate as interest rates and credit ratings of the issuing companies change.

## Bryn Jones – Fixed Income Director, Fund Manager



Bryn joined Rathbones in November 2004. He is lead manager of the Rathbone Ethical Bond Fund.

He has over 14 years' investment industry experience in equity and fixed income markets and has a BA Honours in Geography. Bryn holds the Investment Management Certificate.

## Further information

Copies of the Prospectus, Simplified Prospectus (incorporating Key Features) and application forms may be obtained, free of charge, from Rathbone Unit Trust Management Limited.

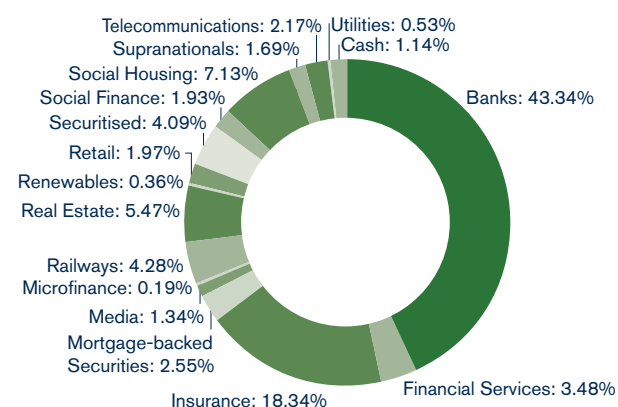
Changes in rates of exchange between currencies may cause the value of investments to decrease or increase.

Details of tax levels and reliefs may change in the future. The value of any tax relief depends on individual circumstances. If you have any doubts about your tax position, or the suitability of this investment, you should seek professional advice.

As the Manager's annual fee is taken out from capital, distributable income will be increased at the expense of capital which will either be eroded or future growth constrained. All other expenses are paid out of the fund's income.

## Sector asset allocation (iBoxx sector classifications)

Data as at 30.12.11



## Important note

For more information on the fund please visit our website at [www.rutm.com](http://www.rutm.com) or call us on 020 7399 0399.

Rathbones will be relocating its London head office on 27 February 2012 to 1 Curzon Street, London W1J 5FB. Telephone and facsimile numbers will remain the same. Until then we will remain at our current premises (New Bond Street).

## Rathbone Unit Trust Management Limited

159 New Bond Street, London W1S 2UD | Information line: 020 7399 0399  
Telephone: 020 7399 0000 | Facsimile: 020 7399 0057 | [rutm@rathbones.com](mailto:rutm@rathbones.com) | [www.rutm.com](http://www.rutm.com)

Authorised and regulated by the Financial Services Authority. A member of the Investment Management Association. A member of the Rathbone Group. Registered No. 2376568

**RATHBONES**  
Established 1742