

# Rathbone Income Fund

**Manager:** Rathbone Unit Trust Management Limited **Trustee:** Royal Bank of Scotland plc

Size of fund	Offer value:	£506.68m	(£490.53m mid-market value)		
<b>Unit prices and net yield (29.01.10)<sup>†</sup>:</b>		<i>Selling</i>	<i>Buying</i>	<i>Historical/Distribution Yield</i>	
	<i>Income:</i>	561.23p	597.05p	4.73%	
	<i>Accumulation:</i>	685.63p	729.39p	4.55%	
<i>Time periods ending 29.01.10:</i>	<i>6 months</i>	<i>1 year</i>	<i>3 years</i>	<i>5 years</i>	
<b>Rathbone Income Fund</b>	<b>16.63%</b>	<b>29.94%</b>	<b>-22.20%</b>	<b>12.74%</b>	
IMA UK Equity Income Sector	13.78%	27.43%	-15.49%	17.79%	
<b>Quartile rank</b>	<b>1</b>	<b>2</b>	<b>4</b>	<b>3</b>	
<i>Discrete year performance ending 31 December</i>	<i>2005</i>	<i>2006</i>	<i>2007</i>	<i>2008</i>	<i>2009</i>
<b>Rathbone Income Fund</b>	<b>23.05%</b>	<b>21.01%</b>	<b>-3.00%</b>	<b>-34.72%</b>	<b>23.10%</b>
IMA UK Equity Income Sector	20.54%	18.06%	-1.31%	-29.11%	23.84%
	<i>Alpha:</i>	<i>Beta:</i>	<i>Sharpe Ratio:</i>	<i>Volatility:</i>	<i>Turnover:</i>
<b>Rathbone Income Fund</b>	<b>-0.23</b>	<b>1.02</b>	<b>0.11</b>	<b>16.99%</b>	<b>37.08%</b>
IMA UK Equity Income Sector	-0.14	0.95	0.19	15.24%	n/a

**Source performance data Financial Express, bid to bid, net income re-invested.** Data using prices struck 29.01.10. Alpha, Beta, Volatility and Sharpe Ratio statistics given on a 5 year rolling basis. Alpha and Beta are calculated using the FTSE All-Share 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)

<sup>†</sup>Income and Accumulation yields may differ for this fund as the figure is expressed as a percentage of the buying price.

**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.

## Carl Stick – Investment Manager



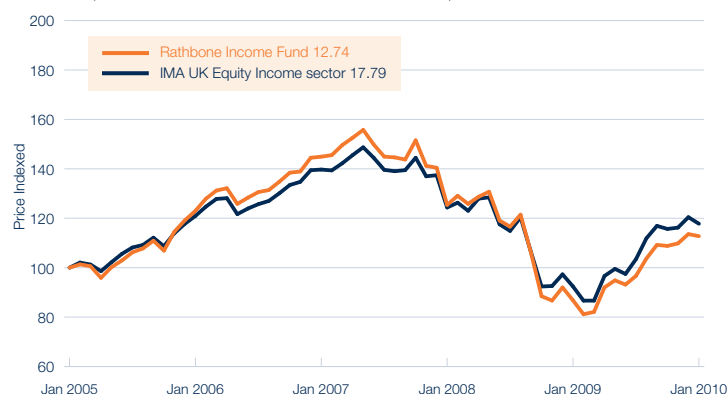
Carl joined Rathbones in 1996. After two years as a discretionary investment manager, he became an assistant fund manager working alongside Hugh Priestley, and assumed management of the Rathbone Income Fund in January 2000. Since October 2001, Carl has been a Board Director of Rathbone Unit Trust Management and plays a key role in the development of Rathbone's investment

process and business strategy. He is also I.I.M.R.-qualified and a Fellow of the Securities Institute.

He has run the London Marathon in 2004, 2005, 2006, 2007 and 2008 in support of the Multiple Sclerosis Society, having raised over £20,000.

## Fund performance over 5 years

31 January 05 To 29 January 10, Bid-Bid, UK Basic Rate, Based In UK Sterling, Calculation Indexed.  
Past performance should not be seen as an indication of future performance.



## Important note

The next investment review for the Rathbone Income Fund will be available in April. Subsequent updates will be produced in July, October and January. The reports will be available on request by e-mailing [rutm@rathbones.com](mailto:rutm@rathbones.com) and in future can be found online at [www.rutm.com](http://www.rutm.com). Please advise us if you would like to receive it by email on a regular basis by calling 020 7399 0399.

We shall continue to develop and deliver timely fund information, including more informative reviews of our funds and various other reports, which will be available on our website.

## Investment objective

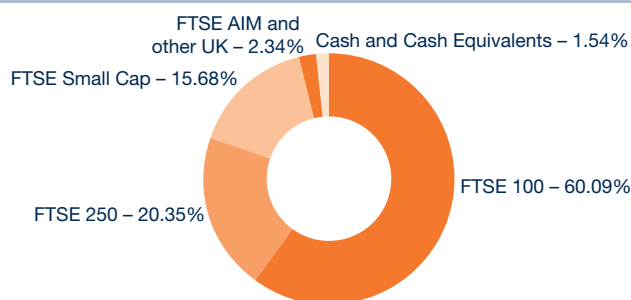
The objective of the fund is to achieve above average and maintainable income but without neglecting capital security and growth. The Manager intends to achieve the objective primarily through the purchase of ordinary shares with an above average yield. There is no restriction on the economic sectors or geographic areas in which the fund may invest. However, investments will always be predominantly in the ordinary shares of UK companies.

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.

**Total no. of holdings at 29.01.10: 46**

10 largest holdings at 29.01.10:	%
Royal Dutch Shell 'B'	5.73
Vodafone	5.25
Diageo	4.94
BP	4.91
National Grid	4.28
BAE Systems	4.19
Scottish & Southern Energy	4.17
British American Tobacco	3.66
Tesco	3.26
GlaxoSmithKline	3.18

**Capitalisation split at 29.01.10: %**



Sector breakdown at 29.01.10:	%
Oil & Gas	11.78
Basic Materials	2.68
Industrials	17.70
Consumer Goods	14.76
Health Care	5.38
Consumer Services	21.25
Telecommunications	5.25
Utilities	11.78
Financials	7.88
Cash & Cash Equivalents	1.54

Latest distributions 2004	2005	2006	2007	2008	2009
<b>(year paid):</b>					
Interim	5.75p	5.75p	6.50p	7.50p	9.00p
Final	16.41p	17.06p	18.88p	21.16p	21.96p

Distribution dates:	Ex div	Payment
Interim	16 April	15 June
Final	16 October	15 December

## Dealing

Forward daily: 9.00am-5.00pm Valuation: 0845 300 2101  
 Valuation point: 12:00 midday Dealing: 0845 300 2101  
 Information line: 020 7399 0399  
 Sedol No. (Inc): 0122904 ISIN (Inc): GB0001229045  
 Sedol No. (Acc): B06ZVC7 ISIN (Acc): GB00B06ZVC73

The minimum initial investment is units to the value of £1000. Thereafter, additional investments are subject to a minimum of £500.

Availability – Unit trust and ISA, lump sum and savings plan.

## Charges

An initial charge of 5.5% is included in the offer price. An Annual Management Charge (AMC) of 1.5% of the mid-market value (between bid and offer price values) of the fund is also charged. The AMC is deducted monthly from the fund's capital. All other annual charges are deducted monthly from the fund's income.

## 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.

Emerging markets are volatile and may suffer from liquidity problems. 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 doubts about your tax position, or the suitability of this investment, you should seek professional advice.

The Manager's annual fee is taken from capital. This will mean that capital may be eroded or growth restricted to the extent of the charge and that, while there may as a result be a reduction in liability for Capital Gains Tax, there will be some increase in Income Tax liability for tax paying unitholders.

## Rathbone Unit Trust Management Limited

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★★★ Overall Morningstar Rating™

Authorised and regulated by the Financial Services Authority

A member of the Investment Management Association

A member of the Rathbone Group

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