



RATHBONE RECOVERY FUND

Fund facts

Manager:	Rathbone Unit Trust Management Limited
Trustee:	National Westminster Bank Plc
Date launched/Launch price:	July 2009/215p
Size of fund:	Offer value: £66.05m Mid-market: £63.81m
Selling prices:	Inc: 292.94p/Acc: 323.57p
Buying prices:	Inc: 311.63p/Acc: 344.22p
Historical distribution yield*:	Inc: 2.33%/Acc: 2.28%
Total no. of holdings:	61
Initial charge:	5.5% (included in the offer price)
Annual management charge:	1.5% of the mid-market value of the fund
Total expense ratio as at 30.09.11:	1.64%

10 largest holdings

	%
Booker	4.07
BG Group	3.73
Anheuser-Busch InBev	3.09
Unilever	2.95
Senior	2.75
WPP	2.72
Domino Printing	2.55
Hyder Consulting	2.52
Anglo Pacific	2.36
Hansteen	2.35

Distributions (per unit)

Year paid:	2009	2010	2011
Interim	–	2.32p	1.63p
Final	1.89p	3.86p	5.26p

	Ex div	Payment
Interim	01 April	31 May
Final	01 October	30 November

Year end 30 September

Dealing

Forward daily: 9.00am-5.00pm	Sedol (Inc): 0506229
Valuation point: 12.00 midday	ISIN (Inc): GB0005062293
Valuation/dealing: 0845 300 2101	Sedol (Acc): 3043080
Information line: 020 7399 0399	ISIN (Acc): GB0030430804
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

Ratings

★ Morningstar Rating™



Investment objective

The objective is to achieve capital growth by buying shares in companies whose recovery potential is not appreciated by the market and to sell them when this potential is recognised. The nature of unrecognised recovery potential may be based on macro economic, industry, sector specific or stock specific issues. Stock selection will involve the identification of a catalyst capable of triggering and sustaining a recovery in each specific stock selection. The fund has the flexibility to invest in companies of all sizes and to hold up to 20% in European shares; it will be benchmarked against the FTSE All-Share index.

Investment style

Selecting a recovery play requires identifying a reason for the share price weakness and a trigger for recovery. We ask why the shares have fallen (macro, industry/sector-specific or stock-specific issues). We then look for a catalyst for change and a rise in the share price (macro recovery; collapse of competition; management change; return of confidence). We use both qualitative and quantitative screens. We use standard qualitative analysis (looking at balance sheet strength, quality of the management and product, competitive advantage and barriers to entry), and more quantitative analysis to determine the value we will attribute to the business. To this extent, we use certain value ratios and look at the assumptions upon which those valuations are based. Finally, risk assessment remains a vital part of our process, and our bets are not at the expense of the overall balance of the fund.

*Income and Accumulation yields may differ for this fund as the figure is expressed as a percentage of the buying price.

The Morningstar Qualitative Rating™ represents Morningstar analysts' opinion of a fund's relative investment merit. It is a forward looking measure and identifies analyst conviction in a fund's long-term performance prospects relative to a relevant peer group, which is usually but not always the fund's Morningstar category. The Morningstar Qualitative Rating™ scale is 'Elite,' 'Superior,' 'Standard,' 'Inferior,' and 'Impaired.'

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Fund performance

Time periods ending 31.01.12:	6 months	1 year	Since launch*	Turnover
Rathbone Recovery Fund	-4.53%	-2.07%	53.47%	30.52%
IMA UK All Companies sector	-3.15%	-2.48%	47.13%	n/a
Quartile rank	4	3	1	

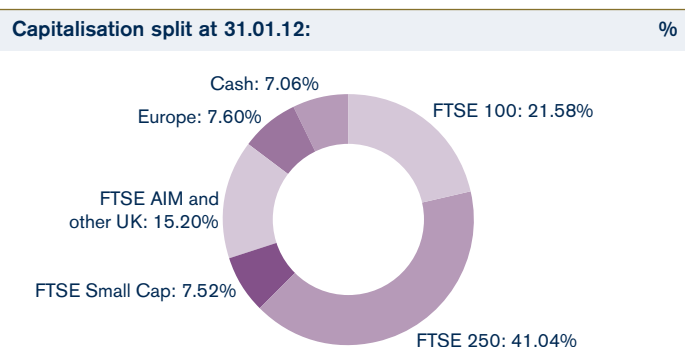
Discrete year performance ending 30 December	2010	2011
Rathbone Recovery Fund	27.00%	-7.30%
IMA UK All Companies sector	17.53%	-7.04%

Source performance data Financial Express, bid to bid, net income re-invested. Data using prices struck 31.01.12. 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

*The Rathbone Recovery Fund relaunched on 13 July 2009 from the merger of the Rathbone Special Situations Fund and the Rathbone Smaller Companies Fund.

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.

Sector breakdown at 31.01.12:	%
Oil & Gas	10.18
Basic Materials	9.86
Industrials	21.93
Consumer Goods	9.18
Consumer Services	12.95
Health Care	9.89
Telecommunications	1.78
Utilities	1.06
Financials	11.44
Technology	4.67
Cash	7.06



Julian Chillingworth – Chief Investment Officer (Large Cap)



Julian joined Rathbones in July 2001 as Deputy Chief Investment Director. He was appointed as a Board Director of Rathbone Unit Trust Management Limited in October 2001, and then Chief Investment Officer in August 2002.

Julian is responsible for managing the Rathbone Blue Chip Income and Growth Fund (formerly Rathbone Income and Growth Fund), and is also co-manager of the Rathbone Recovery Fund (along with Marina Bond) and the Rathbone Ethical Bond Fund (with Bryn Jones). As Chief Investment Officer, he plays a key role in the ongoing development of Rathbone's investment process.

Marina Bond – Investment Director (Mid and Small Cap)



Marina joined Rathbones in February 2000 after graduating from Durham University with first class BSc Honours in Natural Sciences (Philosophy and Archaeology).

Marina is jointly responsible for the management of the Rathbone Recovery Fund, (relaunched after a merger between the Rathbone Special Situations Fund and the Rathbone Smaller Companies Fund) along with Julian Chillingworth. Previously, Marina managed the Rathbone Smaller Companies Fund.

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 product, you should seek professional advice.

As 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. All other income expenses are paid out of the fund's income.

Important note

For more information on the fund please visit our website at 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

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A member of the Rathbone Group. Registered No. 2376568

RATHBONES
Established 1742