

CHARLES STANLEY

CF Charles Stanley Equity Fund

Fact sheet as at 31st July 2010

Fund Information

Price:	Inc: 110.62p Acc: 119.29p
Fund size:	£6.71m
Yield	1.73% (inc shares) 1.69% (acc shares)

Price at launch	100.00p
Sedol	Inc: B09CC44 Acc: B09DHH5
Launch Date	13th March 2006
Annual Management Charge	1.25%
Share types	Income/Accumulation
Sector	IMA UK All Companies
Benchmark	FTSE 350
Standard Initial Charge	up to 5% 0% charge for Charles Stanley clients
Minimum Lump Sum Investment	£1,000
Fund Managers	Chris Evans Chris Harris
Dealing	Capita Financial Managers 0845 9220044

Investment objective

The investment objective of the CF Charles Stanley Equity Fund is to generate capital growth from a portfolio consisting predominantly of companies which form the FTSE 350 Index. There may be occasions when we choose to hold a high level of collective investment schemes, bonds, government securities, cash and/or money market instruments.

TOP 10 HOLDINGS

FUND	% OF FUND
CASH	5.51
ROLLS ROYCE	2.94
BHP BILLITON	2.91
DIAGEO	2.80
SMITHS	2.79
NATIONAL GRID	2.77
IMMARSAT	2.75
NORTHUMBRIAN WATER GROUP	2.72
CRODA	2.69
INTERNATIONAL POWER	2.67

HIGHLIGHTS

- First monthly gains in UK equity since March
- Strong advance in UK Markets mirrored overseas
- Successful completion of 'Stress tests'

Fund Manager's comment

July showed the first monthly gains in UK equity markets since March as indices ended the period sharply higher from their June lows. This was reflected by the performance of the FTSE 350 Share Index (the Fund's benchmark) which finished the period up 7.0% and compares with a rise in the Fund itself of 5.3%. (Source: Financial Express Analytics as at 31st July. Total return, bid to bid, sterling, net income reinvested.)

The strong advance in UK markets was mirrored overseas with the biggest monthly gain for a year on Wall Street as well as improvements in both the Far East and Eurozone. The successful completion of 'stress tests' in the European banking sector brought some much needed relief to investors, although their conclusions arguably remain debatable, while a number of encouraging updates from companies marking the end of 2010's second quarter was a significant driver behind the improving sentiment and rising market levels. It should be remembered however that these results are a backward-looking indicator and comments on the outlook for the future

still remain mixed. The unanswered question remains whether the current advance is simply a counter-trend rally.

The relatively defensive positioning of the Fund contributed to its slight under-performance over the month, although good figures from some of our larger holdings including Rolls Royce and Croda International have been heartening. The successful capping of BP's well in the Gulf of Mexico has seen its share price rally strongly from its lows. While we remain holders of International Power which has received an indicative bid approach from GDF Suez. We await further news, but it is a sign that the attractive level of company valuations historically as well as the low level of sterling could encourage further merger and acquisition activity.

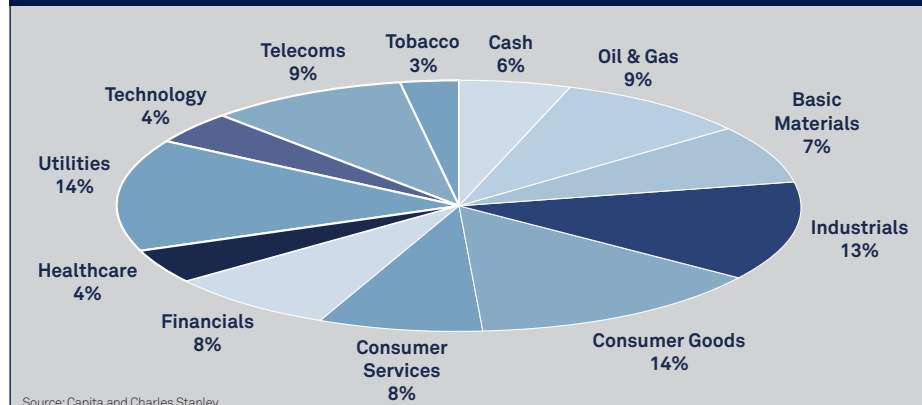
Actions during the period have included a small reduction in our holding of Croda as well as additions to National Grid and Sage Group. We also decided to increase our exposure to Autonomy International following results that may have disappointed market expectations but not ours.

PERFORMANCE

Name	6mth	3year	31/07/09 31/07/10	31/07/08- 31/07/09	31/07/07- 31/07/08	Since Inception*
CF Charles Stanley Equity	7.2	8.4	23.0	-6.5	-5.8	20.1
FTSE 350 Index	4.1	-6.7	19.3	-10.5	-12.7	5.6
(IMA) UK All Companies	5.0	-10.1	20.0	-12.0	-14.9	1.5
Quartile ranking	1	1	1	1	1	1

Source: Financial Express Analytics as at 31st July 2010. Total Return, Bid to Bid, Sterling, net income reinvested. *Fund Inception date 13/03/2006. The figures refer to the past. Past performance is not a reliable indicator of future results.

ASSET BREAKDOWN



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