

# Close Managed Diversified Income Fund

30 April 2014

## Key Facts

### Fund Size

£21.55m

### Sector

IMA Mixed Investment 20-60%

Shares

### Fund Manager

John Marshall

### Fund Launch Date

17 October 2011

## X Share Class

### Launch Date

01 October 2012

### Initial Charge

0%

### Annual Management Charge

0.45%

### Ongoing Charge (as at 30.09.13)

1.01%

### Minimum Investment

£1,000 lump sum or £250 monthly

### ISIN

GB00B80PQP76 (Acc)

## Y Share Class

### Launch Date

17 October 2011

### Initial Charge

0%

### Annual Management Charge

0.70%

### Ongoing Charge (as at 30.09.13)

1.28%

### Minimum Investment

£100,000 lump sum

### ISIN

GB00B6VZ0K59 (Acc)

## A Share Class

### Launch Date

17 October 2011

### Initial Charge

Up to 5%

### Annual Management Charge

1.10%

### Administration Charge

0.15%

### Ongoing Charge (as at 30.09.13)

1.82%

### Minimum Investment

£1,000 lump sum or £250 monthly

### ISIN

GB00B6R63038 (Acc)

## Fund objective

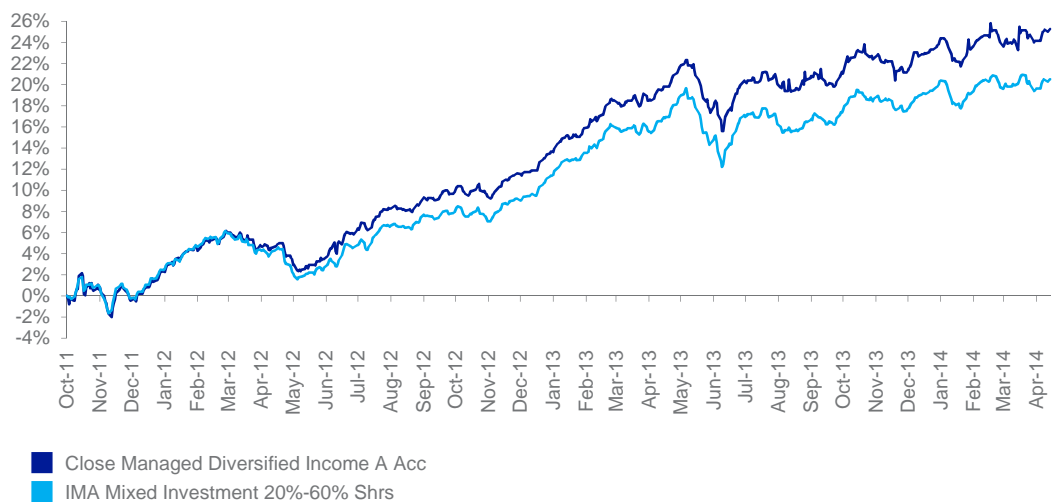
The investment objective of the Fund is to provide income with capital growth by investing in third party managed collective investment schemes and exchange traded funds.

## Typical investor

Typical investors in the fund are looking for an investment that provides capital growth with some income.

A proportion of the charges for this fund are currently being subsidised. When this subsidy ends it may have an adverse impact on the ongoing charges figure.

## Cumulative performance (%)



## Performance (%)

	1 month	3 months	6 months	YTD	1 year	2 years	5 years	Since launch
Fund	1.62%	2.51%	1.62%	1.95%	4.80%	19.68%	N/A	25.27%
IMA Sector	0.35%	2.08%	0.87%	1.12%	3.22%	15.54%	48.91%	20.52%

## Annual performance to the end of the last month (%)

	Apr 2009 Apr 2010	Apr 2010 Apr 2011	Apr 2011 Apr 2012	Apr 2012 Apr 2013	Apr 2013 Apr 2014
Fund	N/A	N/A	N/A	14.20%	4.80%
IMA Sector	22.21%	5.90%	-0.41%	11.93%	3.22%

Data source: FE. Percentage growth on a mid pricing basis in sterling with net income reinvested. The performance shown is the Fund's A share class. The X share class for this Fund was launched on 1 October 2012, and further information about the X share class is available on our website and this factsheet. Past performance is not a reliable indicator of future results.

## Market commentary

Market volatility remained in April as markets swung between optimism in the West and pessimism in the East. With the exception of the major UK equity indices and Japanese equities, most equity markets were flat over a very volatile month. All markets rose together in the first week but tepid new jobs data in the US saw performance diverge. Asian markets rallied for a week or so more before China's trade data saw an unexpected fall in both imports and exports and they gave up all their gains over the remainder of the month. All other equity markets continued to fall until mid-month when positive data from the UK, the US and Europe cheered investors. Sterling was particularly strong this month – especially against the yen and US dollar – and this has dimmed overseas returns.

Bonds rallied as economic data – although positive – have disappointed and as the pressure for central banks to raise interest rates seems to diminish.

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## Important Notice

For Professional Advisers and existing investors only.

## Risks

Past performance is not a reliable indicator of future results.

The value of investments and the income from them can go down as well as up. Investors may get back less than the full amount originally invested. If you are unsure about any information contained within this document, or the suitability of this investment to meet your needs, you should take professional financial advice.

This document should be read in conjunction with the Fund's Key Investor Information Document and Prospectus which will exclusively form the basis of any application and will contain further information on specific risks that apply to your investment.

## Fund commentary

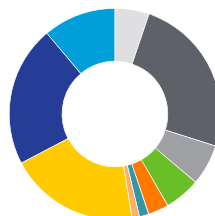
The Close Managed Diversified Income fund was up 1.62% in April, whilst the IMA Mixed Investment (20%-60% Shares) sector was up 0.35%. At month end the fund was positioned slightly overweight equities, underweight fixed interest and overweight alternatives relative to the sector. There were few changes to portfolio positioning during the month but as cash came in we incrementally added to the JP Morgan US Income and L&G Dynamic Bond funds.

Towards the end of the month the portfolio manager of the L&G Dynamic Bond fund, Richard Hodges, announced he was leaving the firm. Our reaction was to immediately review the fund and we met with both Martin Reeves the new portfolio manager and Roger Bartley, L&G's head of fixed income. Upon review we came to the conclusion that the philosophy and process has not changed and Reeves was already involved in the significant high yield portion of the fund and as a result we would continue to hold and monitor the fund closely.

## Top ten holdings

	% within the fund
LEGAL & GENERAL-DYN BND-I IN	4.38%
ISHARES GBP CORP BND 1-5YR	3.99%
ARTEMIS INCOME-I-INC	3.94%
FIDELITY STRATEGIC BD-GRS-Y	3.89%
THREADNEEDLE UK EQ ALPH-£ZNI	3.84%
SCHRODER INC MAXIMISER-Z INC	3.66%
KAMES INVEST GRADE BD-B-INC	3.60%
SPDR S&P US DVD ARISTOCRATS	3.56%
S&W CH INVEST GR FIX INT-INC	3.49%
BAILLIE GIFFORD CRP BD-B-INC	3.38%

## Asset class allocation



Global equity	4.87%
UK equity	22.93%
American equity	5.81%
Europe ex UK equity	5.13%
Asia ex Japan equity	2.91%
Japan equity	1.34%
EM	1.05%
Fixed interest global/dynamic	18.51%
Fixed interest corporate bond	20.00%
Alternatives	10.35%
Cash	7.10%

The numbers may not equal 100% due to rounding

**Helpline:** 0800 269 824\*

**Valuations:** 0870 606 6452\*

**Dealings:** 0870 606 6402\*

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\*Calls to this number are recorded for monitoring purposes. Calls to 0800 numbers from UK landlines are usually free; calls from mobile networks will vary.

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