



# T. BAILEY CAUTIOUS MANAGED FUND

JULY 2010

T.BAILEY

Information in this factsheet is at the first valuation point of the month of issue (except where indicated).

## INVESTMENT AIMS

The benchmark of the fund is the Investment Management Association (IMA) Cautious Managed sector mean. The fund aims to outperform the IMA Cautious Managed sector mean on a total return basis via a combination of income and long-term capital growth derived from a mix of asset classes.

The fund invests in a range of asset classes, predominately via underlying Regulated Collective Investment Schemes. In other words it is a fund of funds.

## FUND PRICES

	Retail	Inst.
<b>Latest Price (pence)*</b>	41.42 XD	42.64 XD
<b>Launch Price (pence)*</b>	50.00	50.00

Both unit classes can be held as a Unit Trust investment or within an ISA wrapper.

\* Prices are published daily on the website [www.tbailey.co.uk](http://www.tbailey.co.uk)  
Prices shown are for income unit classes

## TOP 10 HOLDINGS

Fund	Sector	%
iShares S&P 500 ETF	Overseas Equities	6.9
Veritas Global Income Fund	Overseas Equities	6.5
Fidelity Strategic Bond Fund	Fixed Interest	5.4
Hendersons Strategic Bond Fund	Fixed Interest	5.2
iShares FTSE 250 ETF	UK Equities	5.2
JOHCM UK Opportunities Fund	UK Equities	5.0
Neptune Income Fund	UK Equities	4.9
Majedie UK Equity Fund	UK Equities	4.6
GLG Japan CoreAlpha Fund	Overseas Equities	4.5
Threadneedle High Yield Bond Fund	Fixed Interest	4.0

## KEY FACTS

<b>IMA Sector</b>	Cautious Managed
<b>Fund Size</b>	£35.4m
<b>Launch Date</b>	2 May 2006
<b>Units</b>	Income, Accumulation*
<b>Benchmark</b>	IMA Cautious Managed Sector Mean
<b>Net Yield**</b>	3.0%

\* Accumulation unit classes were launched on 2 January 2007.

\*\* Previous 12 months' declared distributions as a percentage of current price (retail income class).

“ The actions proposed by the coalition government to tackle the deficit were accepted by the market and attention moved on to concerns in other areas of the globe. This provided some strength to Sterling and took the edge off some of the falls for UK based investors. ”

## PERFORMANCE

Past Performance	Cumulative to first valuation point in July 2010				Discrete: 12 months ended first valuation point in July				
	3 months	1 year	3 years	From Launch	2006*	2007	2008	2009	2010
<b>T. Bailey Cautious Managed Fund - Retail**</b>	(6.50%)	13.88%	(12.22%)	(7.34%)	-	10.51%	(8.50%)	(15.76%)	13.88%
<b>T. Bailey Cautious Managed Fund - Institutional**</b>	(6.32%)	14.74%	(10.23%)	(4.65%)	-	11.13%	(7.82%)	(15.13%)	14.74%
<b>FTSE All-Share Index TR</b>	(11.80%)	21.14%	(16.23%)	(3.68%)	19.67%	18.37%	(13.03%)	(20.49%)	21.14%

\* Fund performance data does not exist for these periods.

\*\* Performance shown for Income unit classes.

## PERFORMANCE SINCE LAUNCH



**Total Return, Bid to Bid (i.e. after all charges with exception of initial charges), Tax UK Net. Source: T. Bailey Asset Management Limited/Lipper Hindsight. Past performance is not a reliable indicator of future results.** As the T. Bailey Cautious Managed Fund is a fund of funds, FTSE and IMA figures in the performance table (cumulative section) are to 30 June 2010.



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## JULY 2010

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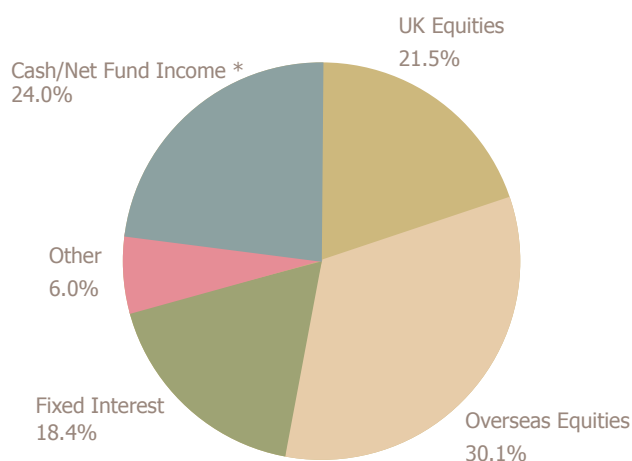
#### FUND MANAGER COMMENTARY

Global equity markets continued their falling trend of the quarter during June. The actions proposed by the coalition government to tackle the deficit were accepted by the market and attention moved on to concerns in other areas of the globe. This provided some strength to Sterling and took the edge off some of the falls for UK based investors.

However, worries over the pace of growth and its sustainability for the global economy have become central to the concerns of investors who correspondingly sought out perceived safe havens including sovereign debt resulting in the yield on 10 year US Treasury Bills falling below 3% and UK Gilts to 3.3%. The strategically high weighting to equities within the T. Bailey Cautious Managed Fund and our negative longer term view for sovereign debt resulted in the fund giving back in the last 3 months its outperformance of the first quarter of the year.

**Elliot Farley**

#### ASSET ALLOCATION



\* Includes unrealised gains/losses on currency forwards.

#### THE FUND MANAGERS



Jason Britton

**Jason Britton** is an Oxford mathematics graduate and ACA with over 10 years' experience of the fund management industry. Previously with Deloitte & Touche, he has worked with the T. Bailey funds since their launch in 1999 and is now the Chief Investment Officer and Fund Manager.



Elliot Farley

**Elliot Farley** is a Warwick University mathematics graduate with 9 years' experience in the fund management industry. He has worked with the T. Bailey funds since 2000 having previously been an ACA with Deloitte & Touche and is currently Assistant Fund Manager.

#### MINIMUM INVESTMENT LEVELS

	Retail	Inst
Initial lump sum	£1,000	£30,000
Subsequent	£500	£5,000
Regular Saver scheme	✓	✓

#### FUND CODES

Fund Codes	Retail Inc	Retail Acc	Inst Inc	Inst Acc
SEDOL	B138632	B1LB309	B138550	B1LB227
ISIN	GB00B1386325	GB00B1LB3096	GB00B1385507	GB00B1LB2279
FT MEXID	QECMR	QECMRN	QECCMFI	QECCMIN

#### CONTACT DETAILS

Contact us to place a deal or simply request literature.

To place a deal call: **0115 988 8213**

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#### FUND CHARGES

	Retail	Inst
<b>Initial</b>	up to 5.0%	nil
<b>Annual</b>	1.50%	0.75%
<b>Exit</b>	nil	nil

Both unit classes can be held as a Unit Trust investment or within an ISA wrapper.

#### INFORMATION / RISK WARNINGS

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