



T. BAILEY EQUITY INCOME 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 for the fund is the FTSE All-Share Index Total Return. The objective of the fund is to provide a yield in excess of 110% of the yield on the FTSE All-Share Index whilst outperforming the FTSE All-Share Index on a total return basis.

Around 80% of the assets are invested in UK Equity Funds. The balance consists of investment trusts, equities and other funds with the primary aim of boosting the yield. In other words it is a fund of funds.

FUND PRICES

	Retail	Inst.
Latest Price (pence)*	44.41 XD	45.92 XD
Launch Price (pence)*	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

Prices shown are for income unit classes.

CORE HOLDINGS

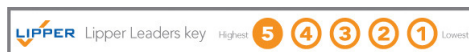
Fund	%
Schroder Income Fund	13.9
Neptune Income Fund	13.8
Gartmore UK Equity Income Fund	13.8
JOHCM UK Equity Income Fund	12.5
Artemis Income Fund	12.3
iShares FTSE 250 ETF	11.6
DB X-Trackers FTSE 100 ETF	11.6
River and Mercantile UK Equity Income Fund	10.9

KEY FACTS

IMA Sector	UK Equity Income
Fund Size	£8.7m
Launch Date	23 November 2004
Units	Income, Accumulation*
Benchmark	FTSE All-Share TR

* Accumulation unit classes were launched on 2 January 2007.

LIPPER LEADERS

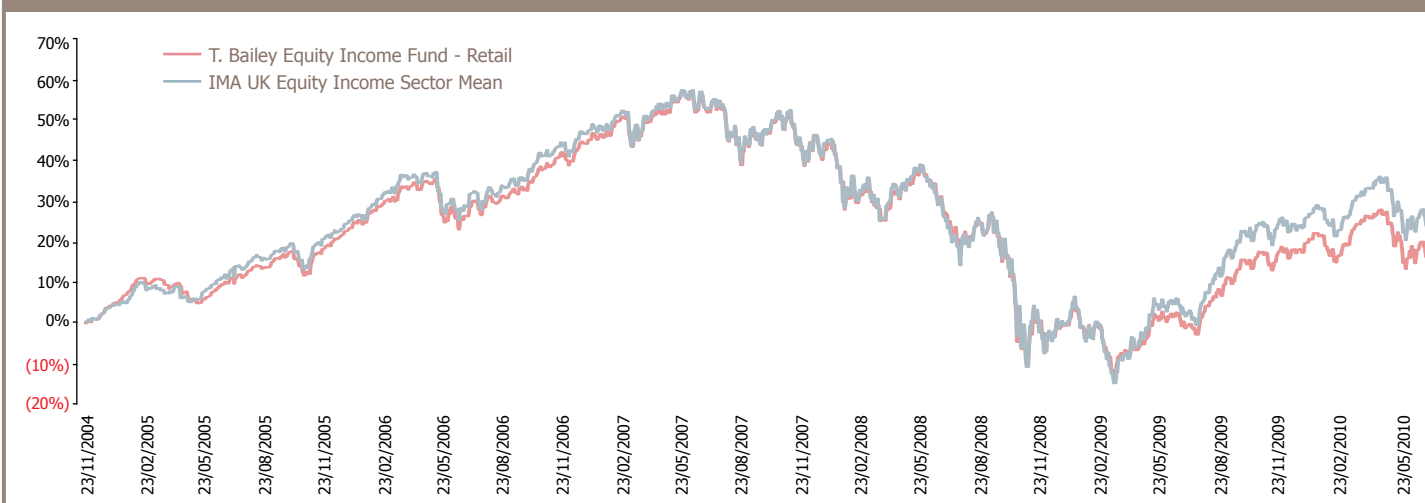


PERFORMANCE

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
T. Bailey Equity Income Fund - Retail*	(9.89%)	13.97%	(25.59%)	13.36%	16.46%	18.33%	(17.83%)	(20.54%)	13.97%
T. Bailey Equity Income Fund - Institutional*	(9.74%)	14.80%	(23.90%)	17.18%	16.77%	19.02%	(17.21%)	(19.92%)	14.80%
FTSE All-Share Index TR	(11.80%)	21.14%	(16.23%)	31.76%	19.67%	18.37%	(13.03%)	(20.49%)	21.14%
IMA UK Equity Income Sector Mean	(8.37%)	18.66%	(20.31%)	22.34%	17.31%	16.17%	(19.08%)	(17.01%)	18.66%

* 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. Lipper Leader rankings are for the Institutional class, and are based on data for the 5 years to 31 May 2010. See www.lipperleaders.com for more information. As the T. Bailey Equity Income Fund is a fund of funds and the FTSE and IMA figures in the performance table (cumulative section) are to 30 June 2010.



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FUND MANAGER COMMENTARY

Those funds residing in the IMA UK Equity Income sector at end of 2008 for which their managers didn't take the yield requirements of this sector seriously were removed by the industry at the start of 2009 to a specially created IMA UK Equity Income & Growth sector. This was certainly not the case for the T. Bailey Equity Income Fund in which we recognise how important a steady and growing income is to investors and have continued to ensure that the fund has met its yield objectives. Indeed, although UK Equity Income investing may not have been in vogue through the last 18 months we still managed to achieve absolute positive returns of 12.4% whilst today reporting an historic yield of 5.20% compared with 3.34% for the FTSE All-Share Index.

Yet the IMA's recent volte face to bring those funds that were banished from the IMA UK Equity Income sector back into the fold and change the goal posts accordingly does little to help investors identify those managers who genuinely focus on yield rather than leave it as a by-product of their investment process. For those serious UK Equity Income investors we remain committed to our approach of delivering a steady and growing income for the T. Bailey Equity Income Fund.

Elliot Farley

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.

FUND CODES

Fund Codes	Retail Inc	Retail Acc	Inst Inc	Inst Acc
SEDOL	B04R7G1	B1LB2W4	B04R5Q7	B1LB2V3
ISIN	GB00B04R7G18	GB00B1LB2W49	GB00B04R5Q75	GB00B1LB2V32
FT MEXID	QEER	QEIRAN	QEEI	QEEIIN

CONTACT DETAILS

Contact us to place a deal or simply request literature.

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

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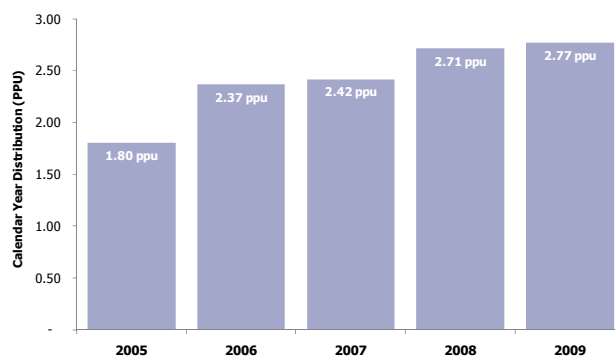
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Registered in England & Wales No. 3720372. Registered Address 64 St. James's Street, Nottingham, NG1 6FJ.

CALENDAR YEAR DISTRIBUTION (PPU)



PPU (Pence Per Unit)

YIELD COMPARISON

Current Yield of T. Bailey Equity Income Fund*	5.20%
FTSE All-Share Yield	3.34%

*Previous 12 months' declared distributions as percentage of current price (Retail income class)

MINIMUM INVESTMENT LEVELS

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

FUND CHARGES

	Retail	Inst
Initial	up to 5.0%	nil
Annual	1.50%	0.75%
Exit	nil	nil

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