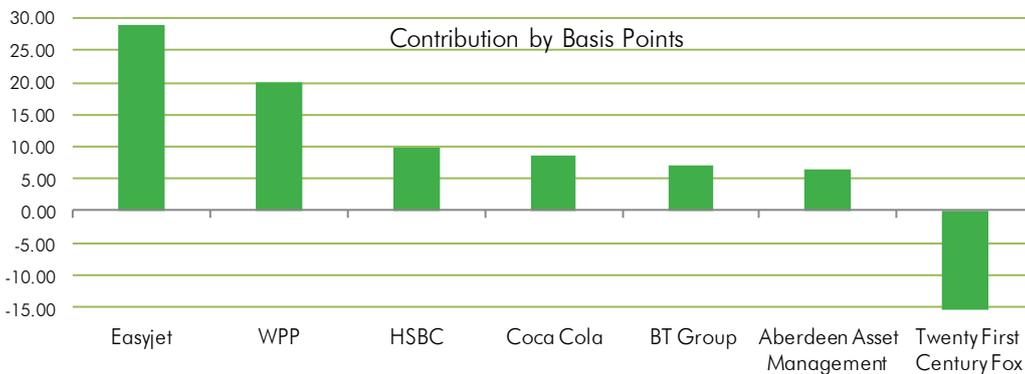


Top Movers



Easyjet, + 28.08 bps

Easyjet operates as one of Europe's largest low cost passenger airlines, serving primarily short haul, point to point routes. Easyjet tops our list of top movers for a second month and is in the list of largest movers for the fourth month in succession. This has seen the Easyjet share price recover from below £9.50 a share to over £14.00 at the end of the month. It has been a quite remarkable run and in some ways slightly surprising. Easyjet is a good company and there was no justification for the share price to fall as low as £9.50. That was excessive but the rally back to the current levels may also be over done. We were happy to take profits at £13.00 so wrote a call until January 2018 agreeing to sell at that level.

WPP, + 20.61 bps

WPP is a multi-national communications company, its operations encompass advertising, public relations and branding and identity services. It is a market leader in many of its business areas and boasts an exceptional client list of some of the largest companies in the world. WPP is another holding where the share price suffered as market sentiment moved against it but the fundamentals remained intact. When that happens, we remain patient and usually that patience is rewarded. This month was the month when we were rewarded with over 20bps of performance, but despite this we have plenty still to play for. Our position expires in August 2017 and still offers us a potential 17% annualised return should the share price remain at or above the current market levels.

HSBC, + 9.70 bps

HSBC Holdings is the holding company for the international banking group, HSBC. This is a typical holding for the Fund being a solid multi-national company with wide ranging income streams. Although far from dynamic, we added this position when the shares of HSBC fell back after their quarterly results. We are a big fan of quarterly results as they cause volatility in the share prices of solid companies, when that happens, we take advantage of those set backs to agree to buy the shares at prices which we feel are attractive. We did this following the quarterly results in April and have been rewarded with a solid contribution in May. The agreement to buy HSBC shares at £6.40 expires in June 2017.

Top 5 Countries

United States	58.41%
United Kingdom	18.64%
Jersey	6.05%
France	4.53%
Ireland	1.60%

Fund Facts

Launch Date

14 January 2003

Fund Manager

Richard Harwood
(since inception)

Fund Structure

UCITS V

Domicile

Dublin

Currencies

GBP, USD, EUR, CHF

Administrator

CACEIS Ireland Ltd

Fund AUM

£73.6m

Min Subscription

50,000 for individuals,
10,000 for platforms and
designated bodies

Coca-Cola, + 8.57 bps

It is difficult to imagine many people who do not know what Coca Cola does although few would realise that this iconic American brand generates only 15% of their revenue in the US. Europe, Middle East and Africa represent 16% but it is Asia and China where the real money is made representing 47% of the Group's revenue. In a portfolio there are certain holdings that you never have to worry about and Coca-Cola is one of those. It is an amazing compounding machine with solid sales growth and great margins. It may set back occasionally, but those set backs tend to be temporary and May was the month when normal service was resumed. The share price of Coca Cola rose 5% during the month, its fifth monthly rise this year. In our opinion, there is no reason that such a trend will not continue.

BT Group, + 7.21bps

BT enjoyed a better month as semi-annual earnings beat expectations. BT is the primary player in the UK market and as such, particularly in an election cycle, is subject to the whims of the political quote. This should not deflect from a sound business which continues to generate good profits and solid free cash flow. Whilst it is continually pressured to open up its infrastructure to competitors, BT enjoys significant customer loyalty as well as benefiting from most clients natural resilience to change. BT's revenues are well dispersed between its different services ensuring that no single division has the potential to materially impact earnings. Their modest international exposure continues to see revenues rise but it is the UK operation, which has seen an annual growth in revenues of 11% per annum which drives the business forward.

Aberdeen Asset Management, + 6.50 bps

Patience is everything in a stock like Aberdeen Asset Management. As one of the larger UK asset managers, particularly after the expected completion of its merger with Standard Life, the share price has been affected by market sentiment and in the case of Aberdeen, particularly market sentiment towards the emerging markets where the Group specialises. Having seen its share price decline alongside sentiment to emerging markets, it is now rallying sharply as those markets become a favoured area for investment managers. Despite these swings in popularity, the underlying business remains robust and we continue to be happy to hold this high dividend yielding stock.

Twenty First Century Fox, - 15.47 bps

As if we weren't enduring enough of politics in the UK, Twenty First Century Fox brought us even greater political intrigue. The underlying reason for the set back in the share price is the much delayed decision to terminate controversial talk show host, Bill O'Reilly, following multiple allegations of sexual harassment over the course of many years. Unfortunately, this was done far too late and there are accusations of cover-ups reminiscent of the phone hacking scandal in the UK. All of this has thrown into question whether the company is fit and proper to own SKY which is seen as an important step forward for Fox as it tries to amalgamate its worldwide offering. The Murdoch's have their fair share of enemies and there are those who are trying to push this agenda, but on balance, we think that the deal will still go through and the share price will recover.

Fund Facts

Launch Date

14 January 2003

Fund Manager

Richard Harwood
(since inception)

Fund Structure

UCITS V

Domicile

Dublin

Currencies

GBP, USD, EUR, CHF

Administrator

CACEIS Ireland Ltd

Dividend Policy

Distribution

Dealing Days

Daily

Fund AUM

£73.6m

Min Subscription

50,000 for individuals,
10,000 for platforms and
designated bodies