

Monthly Income Fund

A Sub Fund of the Insight Investment Professional Funds ICVC



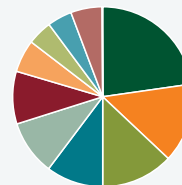
FACTSHEET -- 31 DECEMBER 2011



INVESTMENT OBJECTIVE AND POLICY

The Fund aims to provide a high and increasing monthly income together with long-term capital growth by investing primarily in shares of UK companies and sterling denominated fixed interest securities. The fund manager invests in a diversified portfolio of UK shares and government bonds. Although not fixed, the Fund will usually have about 70% invested in shares and 30% in government bonds. There is no restriction on the duration of the underlying bonds held. The Fund uses derivatives only for efficient portfolio management purposes.

FUND SIZE: £45.4M



FUND SECTOR BREAKDOWN

Fixed Interest	22.6%
Financials	14.2%
Oil & Gas	12.9%
Consumer Services	10.2%
Telecommunications	9.8%
Health Care	9.4%
Industrials	5.8%
Basic Materials	4.4%
Consumer Goods	4.4%
Other sectors	5.6%
Cash	0.1%

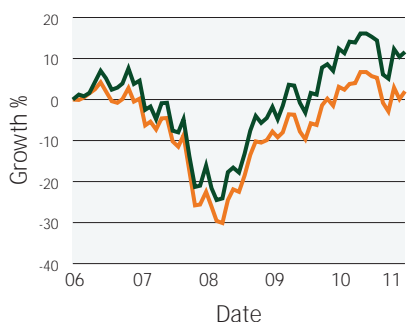
PERFORMANCE %

To 31 Dec	2006-2007	2007-2008	2008-2009	2009-2010	2010-2011
Fund	4.6	-19.8	17.0	14.5	-0.7

To 31 December 11	Fund	B'mark	Sector	Quartile
3 month (%)	6.2	7.0	5.6	1
YTD (%)	6.2	7.0	5.6	1
1 year (%)	-0.7	2.2	-1.0	2
Since inception (% p.a.)	8.1	8.5	7.5	1

Past performance is not a guide to future performance.

FIVE YEAR PERFORMANCE



— Fund — Benchmark

Basis: Class (A-Retail, full charge basis) shares, mid to mid excluding initial charge, income reinvested net of UK tax. Source: Lipper, a REUTERS company. Fund Benchmark: 70% FTSE All Share, 30% FTSE A British Govt 5-15 yrs. Inception date: 11 Feb 1989. Quartile is the ranking of a particular portfolio or manager in a league table of returns (In one of four quarters).

TEN LARGEST HOLDINGS

ROYAL DUTCH SHELL PLC-A SHS	7.9%
UKT 4 1/2 03/07/19	7.5%
UKT 4 1/4 12/07/27	6.9%
VODAFONE GROUP PLC	6.7%
GLAXOSMITHKLINE PLC	6.0%
RIO TINTO PLC	4.4%
BP PLC	3.5%
ASTRAZENECA PLC	3.5%
BT GROUP PLC	3.1%
HSBC HOLDINGS PLC	2.5%
Total % of Fund	52.0%

FUND MANAGER'S COMMENTS

UK equities edged higher in December despite the fact that the sovereign debt crisis in Europe continued to dominate UK and global headlines. With considerable uncertainty remaining as to the outlook for the UK, the Bank of England elected to maintain its asset purchase programme at £275bn, although analyst forecasts are for additional quantitative easing to be administered to the UK economy over the coming months. This expectation led to a continued appreciation in the value of UK government bonds. The Fund delivered positive returns over the month, with several cyclical holdings performing as hoped in a more pro-risk environment. This included a position in Wolseley, which delivered double-digit returns as US housing market data improved. Defensive holdings also performed strongly, with positions in gilts, as well as the healthcare, tobacco and telecoms sectors all contributing to returns. There was no major trading activity over the month.

Past performance is not a guide to future performance. The value of investments and any income will fluctuate (this may partly be due to exchange rate changes) and investors may not get back the amount invested.

All data is as at the date of this factsheet unless stated otherwise

RISK ASSOCIATED WITH THE FUND

• **Charges to capital:** The fund annual management charge is deducted from capital. Whilst this increases the income paid, it will also reduce the potential for capital growth.

Monthly Income Fund

KEY FEATURES

- Focused income portfolio with exposure to equities and fixed income
- Fund pays monthly income distribution
- Stable team and consistent investment process

INVESTMENT PHILOSOPHY AND PROCESS

The Fund follows a distinct and contrarian strategy which focuses on investing in undervalued stocks where recovery is seen. As a result the Fund aims to be successful in all parts of the economic cycle.

Our stock selection approach is primarily based on fundamental analysis and, unlike similar funds which are heavily biased towards mid and small cap companies, the Fund focuses on large cap stocks with their superior liquidity and scalability benefits. The Fund invests where there is a strong conviction and not simply to cancel out any perceived risk of not holding stocks in the benchmark.

Equities: The Fund aims to provide a high and increasing monthly income by investing primarily (up to 80%) in shares of UK companies.

Bonds: The Fund focuses on quality government debt preferring to pursue 'credit' through the equity market. This focus on high quality debt provides downside protection in the event of any reoccurrence of disinflation or deflation.

Cash: Cash is held as an alternative to bonds, where short-dated debt is deemed preferable to longer-dated issues.

As with UK equities, bonds and cash must not together comprise more than 80% of the Fund.

FUND MANAGER PROFILE



Tim Rees

Portfolio Manager,
UK Equities

Tim joined Insight (formerly Clerical Medical Investment Management) in May 1984 and works within our UK Equity team as a portfolio manager with a focus on UK equity income investments. Tim worked in various roles at Clerical Medical, transferring to the investment team in 1987 and then the UK equities team in 1990. Tim holds a BA honours degree in Philosophy and Economics from the University of East Anglia.

Unless otherwise stated, the source of all information is Insight Investment Management (Global) Limited. All features described in this leaflet are those current at the time of publication and may be changed in the future. If in doubt about the suitability of the product, you should seek professional advice. Copies of the full prospectus, simplified prospectus, deeds of incorporation, annual and semi-annual reports are available free of charge.

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FUND FACTS

Fund manager	Tim Rees
Launch date	11 February 1989
Fund benchmark	70% FTSE All Share, 30% FTSE A British Govt 5-15 years
Currency	Sterling
Ex dividend dates	Last day of each month
Distribution dates	15th day of each month
Yield	3.5%
Availability	OEIC • ISA

SHARE CLASS A

ISIN (inc)	GB0008475534
ISIN (acc)	GB0008475641
SEDOL (inc)	847553
SEDOL (acc)	847564
Min. investment	£3,000
Initial charge	4.00%
Annual charge	1.50%

SHARE CLASS B

ISIN (inc)	GB0008475757
ISIN (acc)	GB0008475864
SEDOL (inc)	847575
SEDOL (acc)	847586
Min. investment	£500,000
Initial charge	0.00%
Annual charge	0.65%

FUND RATINGS

Fund ratings by Standard and Poor's Fund Services demonstrates the ability to provide above average returns over a long-term period (relative to funds in the same sector) along with a strong ability to adhere to a consistent investment process.

An AA rating from OBR Fund Management reflects a strong investment process, which is expected to produce superior long-term results within its investment style.

Need more Information?

For details on all our fund ranges or to obtain any literature please contact:

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