

IM Russell ICVC UK Growth Assets Fund

December 2011

Portfolio manager



The fund seeks to hold companies with attractive valuation and growth characteristics. We do this by blending a selection of specialist UK fund advisers that have met the rigorous requirements of the Russell manager research team.

Ronnie Sabel
Portfolio Manager,
Russell Investments

Key details

Launch Date:	12 January 2010
Benchmark:	FTSE All Share
Sector: (IMA/ABI)	Unclassified
No. of Stocks:	111
AMC[^]: A Class (B, C Class)	1.65% (1.15%, 0.90%)
SEDOL A Class acc.	B4KQX62

[^]Note: Initial charge is 3%. Accumulation and income options available for all share classes. Please contact Russell Investments for other SEDOLs. At this time B Class is not launched.

Fund overview

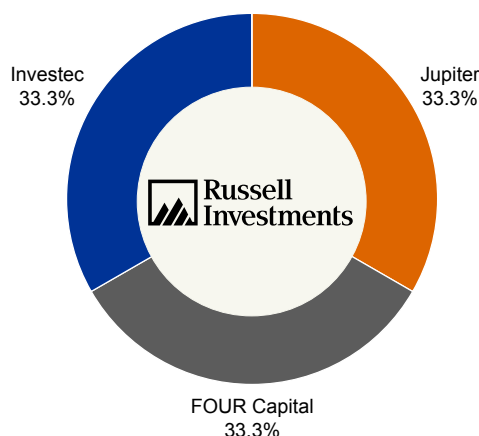
The IM Russell ICVC UK Growth Assets Fund ("Fund") aims to offer investors access to UK growth assets, predominantly equities. The investment manager of the fund, Russell Investments Limited, will be advised by multiple UK equity specialists that it selects. These investment advisers aim to find some of the best opportunities available in the UK and can pick stocks from any company or sector and are not limited to benchmark weights. Russell Investments will then seek to implement the investments in the most efficient way possible.

Process

Optimal stock views from advisers with complementary investment processes are aggregated into a single UK equity portfolio which is then implemented by Russell Investments. This improves trading efficiency, better manages portfolio risk and reduces potential costs. An example benefit is that stocks chosen by the advisers may offset against each other at the fund level and trading of any remaining inconsequential positions may then become unnecessary.

Fund diversification

The skills of 3 expert investment advisers are used within this fund.



Data as at 30 November 2011

Top 10 overweights (absolute weights in fund)	Weight %
Vodafone Group PLC	6.1
GlaxoSmithKline PLC	6.0
BP PLC	4.8
BG Group PLC	4.1
Royal Dutch Shell PLC (CL B)	3.3
Rio Tinto PLC	3.2
AstraZeneca PLC	3.0
British American Tobacco PLC	2.6
BHP Billiton PLC	2.2
Unilever PLC	2.1

Data as at 30 November 2011

Advisor details

Jupiter 33.3%

- **Mandate Inception** : Q1 2011
- **Location** : London



Jupiter's contrarian/long-term value oriented approach adds greater diversity to the Fund. Jupiter screens for companies whose profitability has fallen below their historical average and follows up with fundamental analysis to understand the reasons behind the weakness. Companies that have fallen out of favour with investors but still have sound balance sheets, prominent franchises and strong management are candidates for the portfolio. Portfolio construction is unconstrained, meaning stock weights are a reflection of the manager's conviction. At times, this can lead to significant active positions at both the stock and sector level. The process of realising value can often take some time so turnover is typically low.

FOUR Capital 33.3%

- **Mandate Inception** : Q1 2010
- **Location** : London



FOUR's investment process is driven by bottom-up stock-picking based on the belief that there is a direct link between a company's profitability and its true value. FOUR focuses its attention on identifying and evaluating those companies where it believes current profitability is not fully reflected in its share price and those which it believes may have the potential to increase returns and therefore its value.

Investec 33.3%

- **Mandate Inception** : Q1 2010
- **Location** : London



Investec uses an intuitive quantitative screening methodology to identify potential investment opportunities, seeking to identify stocks attractive on growth, valuation and technical criteria. Deep fundamental research is not a key driver of this proposition, but the level of due diligence undertaken on stocks after screening is sufficient to support the process. The process does not have a persistent style bias.

Important information

IM Russell ICVC (the "Company") is an Investment Company with variable capital incorporated in England and Wales under registered number IC000708 and is authorised by the Financial Services Authority (the "FSA") with effect from 22 October 2008. IFDS Managers Limited is the Authorised Corporate Director (the "ACD") of the IM Russell ICVC and is authorised and regulated by the Financial Services Authority. Registered Office: IFDS House, St Nicholas Lane, Basildon, Essex SS15 5FS. Russell Investments Limited has been appointed as the Investment Manager and distributor in respect of the Company. Applications for units in the Company are subject to the terms and conditions set out in the Principal prospectus, Simplified Prospectus, Instrument of Incorporation and latest annual and half-yearly long reports of the Company. Investors and potential investors are advised to read these documents (and in particular the risk warnings) before making an investment in the Company. Copies are available free of charge on request from the ACD and Russell Investments Limited.

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