



**ST. JAMES'S PLACE**  
WEALTH MANAGEMENT

Portfolio Manager



**Haluk Soykan (pictured) and Paul Grainger**

Wellington Management Company

Fund Details

Launch Date 16 March 2009

Fund Size GBP 24 m

Sector IMA UK Gilt

Benchmark FTSE A British Govt All Stocks

Fund Manager Start Date 16 March 2009

Risk Rating Low to Medium Risk

Distribution Yield 2.9%

Underlying Yield 1.9%

Distribution Dates Mar, Jun, Sep, Dec

*Unit Trust Yields: The distribution yield reflects the amounts that might be expected to be distributed over the next twelve months. The underlying yield reflects the annualised income net of expenses of the fund (calculated in accordance with relevant accounting standards). Both are calculated as a percentage of the mid market unit price of the fund at the date shown and are based on a snapshot of the portfolio on that date. They do not include any preliminary charge and investors may be subject to tax on distributions. The distribution yield is higher than the underlying yield due to the impact of the expenses that are charged to capital. This has the effect of increasing the distributions for the year and constraining the fund's capital performance by an equivalent extent.*

*Your St. James's Place Partner can provide you with a copy of 'Understanding the balance between risk and reward', which explains investment risk and our risk ratings in more detail.*

# St. James's Place Gilts

Data as of 31 May 2011

## Investment Objective

The investment objective of the Trust is to provide a combination of growth and income. To achieve this the Trust will invest in a portfolio of UK Government debt securities, cash and cash instruments.

## Fund Commentary at 31 March 2011

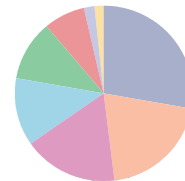
Bond yields across developed markets, including the UK, rose in the first quarter as numerous economic data releases confirmed the global recovery is continuing. Inflation was a big theme in the gilt market over the period. The pressure of rising UK inflation has led to much speculation in the market about when we will see a hike in the Bank Rate, the Bank of England has so far resisted raising the rate, but it is now widely expected there will be a change to the policy rate during the second quarter. There was significant volatility over the period from the unstable political situation in the Middle East, reaction to the natural disaster in Japan and tension at the European Central Bank as it struggles to balance the needs of core versus peripheral Europe. The increasing thirst for gilts from overseas investors is primarily the result of impressive accumulation of reserves by foreign central banks which need to be invested. This, coupled with the fact that the UK is seen as a relative safe haven, benefitted gilts across the quarter.

### Top Ten Holdings at 31 May 2011

|                       |       |
|-----------------------|-------|
| UK 5.250% 07-Jun-2012 | 12.5% |
| UK 2.750% 22-Jan-2015 | 10.9% |
| UK 8.750% 25-Aug-2017 | 10.9% |
| UK 2.000% 22-Jan-2016 | 9.4%  |
| UK 4.000% 07-Sep-2016 | 6.1%  |
| UK 3.750% 07-Sep-2020 | 5.9%  |
| UK 4.500% 07-Sep-2034 | 4.8%  |
| UK 4.250% 07-Jun-2032 | 3.9%  |
| UK 6.000% 07-Dec-2028 | 3.9%  |
| UK 4.750% 07-Dec-2038 | 3.7%  |

### Portfolio Structure at 31 May 2011

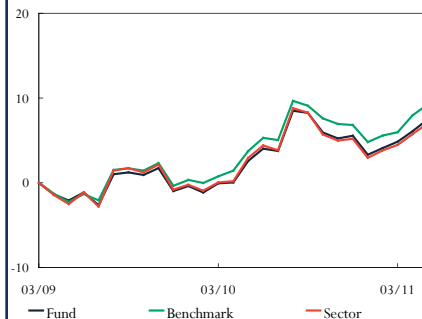
- Maturity 5 to 10 Years, 27.8%
- Maturity 3 to 5 Years, 20.3%
- Maturity 20 to 30 Years, 17.3%
- Maturity 1 to 3 Years, 12.5%
- Maturity Greater than 30 Years, 11.1%
- Maturity 10 to 20 Years, 7.5%
- Other, 1.9%
- Maturity Less than 1 Year, 1.6%



### Discrete Annual Performance (%) 12 months ending

|      | May 2011 | May 2010 | May 2009 | May 2008 | May 2007 |
|------|----------|----------|----------|----------|----------|
| Fund | 4.8      | 4.7      | -        | -        | -        |

### Cumulative Performance (%)



|           | 6 Months | 1 Year | 3 Years | 5 Years | Since Launch |
|-----------|----------|--------|---------|---------|--------------|
| Fund      | 2.1      | 4.8    | -       | -       | 5.4          |
| Sector    | 1.9      | 3.9    | -       | -       | 4.7          |
| Benchmark | 2.1      | 5.3    | -       | -       | 7.9          |

*Source: Lipper. All figures are percentage growth on a bid to bid basis for accumulation units, income reinvested and in fund currency. Please be aware that past performance is not indicative of future performance. Equities do not include the security of capital characteristic of a deposit with a bank or building society. The price of units and the income from them may go down as well as up. You may not get back the amount invested.*

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