

CF Miton Global Income Portfolio

Portfolio Activity

The terms *quantitative easing* and *toxic debt* entered the Oxford Dictionary of English in August, almost three years since the credit crunch started, the world's financial markets continue to be directed by macro-economic concerns and sovereign debt fear. Equity markets enjoyed a relatively stable start to the month but as it progressed, investors became bearish again in the face of weak economic reports, particularly from the US. August is traditionally a quiet month but this year has been different. The natural resources, insurance, and technology sectors have all seen takeover activity in recent weeks. It appears that after years of tightening the purse strings and focusing on core activities, companies are beginning to use the cash built up on balance sheets and take advantage of attractive valuations.

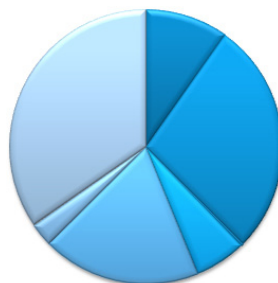
Yields on ten-year government bonds are sliding closer to 2% and in the US, UK, Europe and Japan, the dividend yield from equities has moved above that of their government bond markets. For equity bulls, this is a classic buy signal but the concern is that this high relative dividend yield actually heralds a troubled economic future.

US monthly employment data, released in the second half of the month, did little to assuage fears that western economies might dip back into recession. The UK economy expanded 1.2% quarter on quarter, exceeding growth in the United States and the entire Eurozone region. Although this news was encouraging, it has been overshadowed by the latest economic growth number from the US, where the previous estimate of 2.4% was revised down to 1.6%.

As investors return to the market in September following the holiday season it is likely that ongoing uncertainty regarding the global economic recovery will linger for some time. Parallels are being drawn with Japan's plight in the late 1990s with bears saying that despite government bond yields in western markets hitting record lows, when Japanese bond yields hit 2.5% in 1995, the right thing to do was to keep buying bonds and selling equities. Equity valuations may appear attractive but while investors continue to focus on economic issues, it seems likely that they will become cheaper still.

Asset Allocation

Cash	9.8
Global Fix Int	27.6
Property	0.3
Strctrd Prdcts	6.1
Global Equity	18.8
Private Equity	2.8
UK Equity	34.6



Top 5 Holdings

IFSL Harewood UK Enhanced Inc	12.4%
Cazenove Absolute Equity	9.9%
M&G Optimal Income I Net Inc	9.3%
Artemis Strategic Bond	8.4%
Rensburg UK Equity Income Inc	7.4%

Fund Objective

The Global Income Portfolio is a low risk fund aiming to provide investors with a target yield of at least 4% and hence income generation is the primary concern.

Investors may elect to receive the quarterly dividends generated within the fund or have them reinvested for capital growth. The Portfolio is suitable for clients seeking a lower risk, globally invested portfolio with the emphasis on income yielding assets.

The Portfolio is well diversified and seeks to add value via a balanced investment process combining top down and bottom up analysis

Key Facts

Price	SEDOL	Fund Size	AMC	TER	Fund Manager	Min Investment	Dealing Line
94.02p (A)	B3NVWD7	£8.6m	1.5%	2.53%	Sam Liddle	GBP1000 Single	Capita Financial Managers
96.01p (G)	B3NWMR4			2.03%		GBP50 Regular	+44 (0) 845 6002821

Yield: Historic Net yield is 1.98%.

Dividend Ex Dates: 31 Mar, 30 June, 30 Sept & 31 Dec (paid 2 months later)

CF Miton Global Income Portfolio

Cumulative Performance

	3mths	6mths	1yr	3yrs	5yrs	Since Launch	YTD
CF Miton Global Income Portfolio	-0.0	-0.7	+2.8	-9.9	+11.1	+19.9	-0.0
IMA Cautious Managed Sector	+1.3	+1.9	+7.8	+0.7	+13.5	+21.3	+2.4

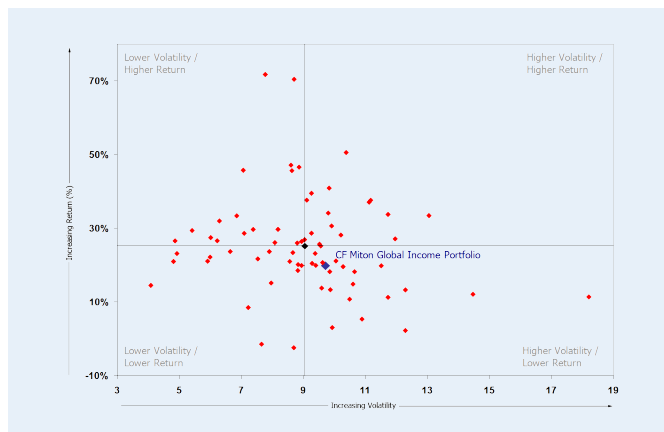
Fund launched 13th January 2005. Source: Financial Express. Total Return, NAV-NAV as at 31.08.10.

Discrete Year Performance

Year Ending	31/08/2010	31/08/2009	31/08/2008	31/08/2007	31/08/2006	31/08/2005
CF Miton Global Income Portfolio	+2.8	-8.0	-4.7	+9.9	+12.2	
IMA Cautious Managed Sector	+7.8	-2.6	-4.1	+4.6	+7.8	

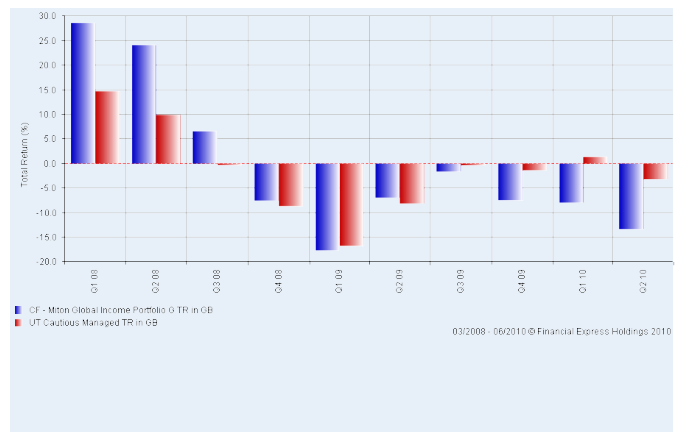
IMA Sector: IMA Cautious Managed. Source: Financial Express. Total Return, NAV-NAV.

Risk Return



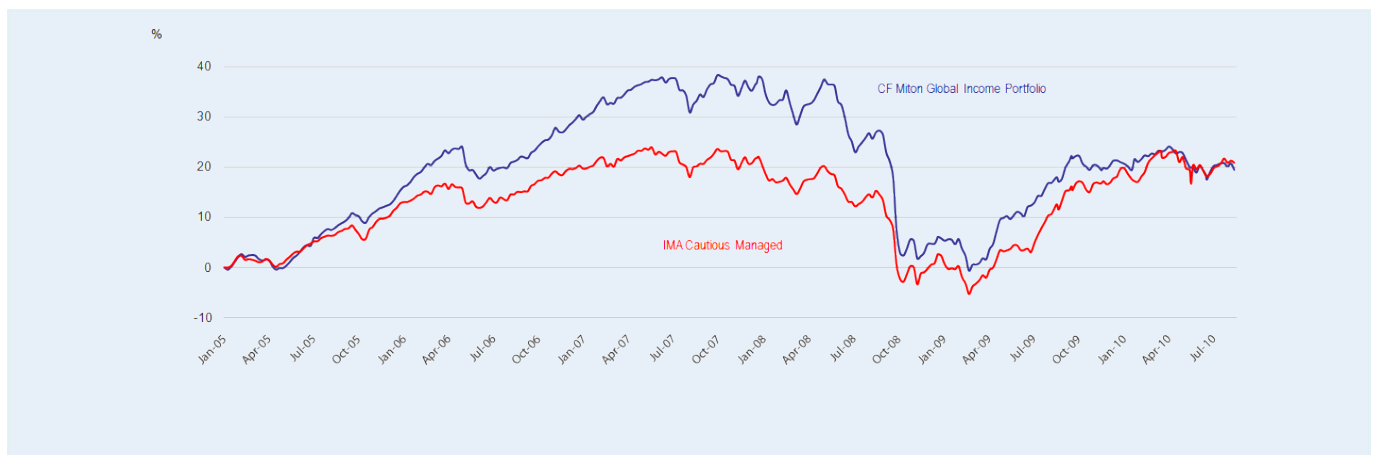
Source: Financial Express: Total Return, NAV-NAV performance vs volatility scatter chart from 13.01.05 (inception) to 31.08.10 of the CF Miton Global Income Portfolio and IMA Cautious Managed Sector.

Rolling 3 Year Returns



Source: Financial Express. Rolling 3 year Total Return chart on a NAV-NAV basis, of the CF Miton Global Income Portfolio and the IMA Cautious Managed Sector.

Performance Since Launch



Source: Financial Express. Total return, NAV-NAV line chart from 13.01.05 (inception) to 31.08.10.

Important Information

All performance figures have been transferred from the CF iimia Income Fund which was launched on 13/01/2005 and merged in to the CF Miton Global Income Portfolio, a new fund, on 24/07/2009 to illustrate the performance of the CF Miton Global Income Portfolio had it existed since 13/01/2005. Past performance should not be seen as an indication of future performance. The information on this factsheet is as at 31/08/2010. The value of investments and any income will fluctuate and investors may not get back the full amount invested. The views expressed are those of MAM at the time of writing, are subject to change without notice and should not be interpreted as investment advice. This document is provided for the purpose of information only and if you are unsure of the suitability of this investment you should take independent advice. Before investing you should read the simplified prospectus as it contains important information regarding the fund, including charges, tax and fund specific risk warnings and will form the basis of any investment. Capita Financial Managers, from whom the prospectus, simplified prospectus and application forms are available, act as Authorised Corporate Director of the Fund (0845 600 2821) while MAM Funds Plc is the Investment Manager of the Fund (0118 338 4033). MAM is the trading name of Miton Asset Management Limited. Miton Asset Management Limited is authorised and regulated by the Financial Services Authority and is registered in England No. 1949322 with its registered office at 23 Cathedral Yard, Exeter, Devon EX1 1HB. MAM10/19.