

# Fundsmith Equity Fund Feeder

« Société d'Investissement à Capital Variable »

Unaudited semi-annual report for the period from 1 January 2016  
to 30 June 2016

R.C.S. Luxembourg B 164404

Subscriptions may not be received on the basis of financial reports. Subscriptions are valid only if made on the basis of the current prospectus, supplemented by the last annual report, and the most recent half-yearly report, if published thereafter.

# Fundsmith Equity Fund Feeder

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## Fundsmith Equity Fund Feeder

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### ORGANISATION OF THE SICAV

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#### REGISTERED OFFICE

49, Avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

#### MANAGEMENT COMPANY AND DISTRIBUTOR

**Fundsmith LLP**  
33, Cavendish Square  
London, W1G 0PW  
United Kingdom  
Authorised and regulated by The Financial Conduct Authority.  
Financial Registration Number 523102

#### BOARD OF DIRECTORS OF THE SICAV

##### Chairman

**Mr Terry Smith**  
Fundsmith LLP

##### Other Directors

**Mr Simon Godwin**  
Fundsmith LLP  
**Mr Garry Pieters**  
Independent Director

#### CABINET DE REVISION AGREE

**Deloitte Audit, Société à responsabilité limitée**  
560, Rue de Neudorf  
L-2220 Luxembourg  
Grand Duchy of Luxembourg

#### DEPOSITARY AND ADMINISTRATOR (CENTRAL ADMINISTRATION AGENT, DOMICILIARY AND CORPORATE AGENT, REGISTRAR AND TRANSFER AGENT)

**State Street Bank Luxembourg S.C.A.**  
49, Avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

#### LEGAL ADVISER

**D.Law Business Law Firm, Société à responsabilité limitée**  
Aerogolf Bloc A - 1, rue Heienhaff  
L-1736 Senningerberg  
Grand Duchy of Luxembourg

#### MASTER FUND

**Fundsmith Equity Fund**  
A UCITS established in the United Kingdom  
33, Cavendish Square  
London, W1G 0PW  
United Kingdom  
Authorised and regulated by The Financial Conduct Authority.  
Financial Registration Number IC000846

## Fundsmith Equity Fund Feeder

### DIRECTORS' REPORT

These accounts cover the six months ended 30 June 2016.

We continue to follow the same format as we have in previous years. Enclosed with these accounts are the Master Fund's short report and accounts, giving you details of its performance over the six month period. This clearly has relevance for you as over 100% of the assets of the Fund are invested in the Master Fund. Indeed, the performance of the Master Fund is the only real determinant of performance and therefore understanding its performance is key to understanding this Feeder.

Perhaps the one factor that makes a difference to the annual performance numbers are the currency in which they are reported. Set out below is the table of performance in the various different currencies that are available in the Fund:

	Total return (%)	Six months to 30 June 2016	Since inception to 30 June 2016	Annualised since inception
<b>Euros</b>				
Fundsmith Equity Fund Feeder (T Class)		3.4	153.4	22.1
MSCI World Index		(1.6)	88.1	14.5
<b>Swiss francs</b>				
Fundsmith Equity Fund Feeder		4.0	96.5	17.7
MSCI World Index		(1.2)	52.6	10.5
<b>US Dollars</b>				
Fundsmith Equity Fund Feeder		5.8	58.0	14.9
MSCI World Index		0.7	22.8	6.4
<b>Pound Sterling</b>				
Fundsmith Equity Fund Feeder		16.3	65.0	25.4
MSCI World Index		11.0	31.4	13.2

Whilst the exact numbers do change, the overall message is the same in whatever currency we measure our performance in. In each case, we outperformed the MSCI World Index by about 5%. This is perhaps unsurprising, given we are translating both our performance and the index by the same currency movements and we do not hedge any of our currency exposure. Having said that, it does mean the comments in the attached report and accounts hold true whatever currency you are invested in.

We continue, as we have done since the inception of the Fund, to invest all by a very small cash in the Master Fund. That means all of the comments around the drivers for performance and changes in the portfolio apply equally to you, as an investor in the Feeder, on a look through basis.

Many thanks for continuing to invest in our Fund and for your continued support.

## Fundsmith Equity Fund Feeder

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### DIRECTORS' REPORT (continued)

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#### Risk Process

In accordance with applicable laws and regulations, the Management Company uses a risk management process which enables to monitor and measure at all times the risks associated with the SICAV's investment and its contribution to the overall risk profile of the SICAV. As part of the Risk Management Process, the Management Company also considers the overall risk profile of the Master Fund and how that affects the risk within the SICAV. The global exposure of the SICAV and the Master is measured and controlled by the absolute Value at Risk ("VaR") approach. The calculation of the VaR is on a historical simulation basis. Given the fact that the SICAV and the Master essentially have the same underlying risk, the risk limits are equivalent. With a 95% confidence and using a historical period of 3 years and a holding period of 1 day, we apply a maximum VaR limit of 3%.

During the first half of 2016, the VaR was, on average, 1.36%. The highest measurement was 1.44% and the lowest was 1.26%.

The SICAV did not use leverage at any point in the period.

## Fundsmith Equity Fund Feeder

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### GOVERNANCE REPORT

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We would like to take the opportunity to make you remind you of our governance principles and standards.

As you will have seen, the Board consists of 3 members, one of whom is an independent Luxembourg resident Director who usually acts as the meeting's Chairman. While the Board shares joint responsibilities, the local Director also enables the Board to have very short communication lines with its service providers. He also updates the Board on local practices, standards and developments.

The Board members may invest in shares of the Fund, or of the Master Fund. At the close of the financial year, two of the Directors owned shares, the independent Director did not. As you will see from the financial statements, only the independent Director is remunerated for his services.

During the course of the reporting period the Board met twice, in January and April. The Board, at each meeting, is assisted by a company secretary and legal office, and representatives from the Central Administrator, Custodian and Transfer Agent who are asked to report to the Board on related matters. The Board also receives reports from the Investment Manager and Risk Manager of the Master Fund. The review the Board undertakes is to ensure that the Fund and you, the shareholders, receive the best possible service. Striving for a good corporate governance, the Board adopted the ALFI (Association of Luxembourg Investment Funds) Code of Conduct. The Board has also appointed has a Money Laundering Reporting Officer as well as a Complaints Handling Officer. The Complaints handling policy is available to shareholders via Fundsmith LLP, 33 Cavendish Square, London W1G 0PW.

The Board is committed to act in the best interest of it investors and will continue to seek improvements where possible.

## Fundsmith Equity Fund Feeder

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### STATEMENT OF NET ASSETS AS AT 30 JUNE 2016

Fundsmith Equity Fund Feeder

	EUR
<b>Assets</b>	
Investments at net asset value (Note 3)	620,332,441
Receivable on subscriptions	13,712,996
Receivable for investment securities sold	4,716,234
Cash at bank (Note 3)	48,834
Deferred organisational expense (Note 3)	18,661
Reimbursement fee receivable (Note 9)	2,120
Other assets	15,605
<b>Total assets</b>	<b>638,846,891</b>
<b>Liabilities</b>	
Payable on redemptions	12,013,550
Payable for investment securities purchased	6,542,107
Administration fees payable (Note 7)	198,706
Management company fee payable (Note 5)	174,570
Professional fees payable	24,702
Taxe d'abonnement payable (Note 4)	21,117
Depository fees payable (Note 7)	12,161
Directors fee payable (Note 8)	6,258
Insurance fee payable	4,085
Other liabilities	427
<b>Total liabilities</b>	<b>18,997,683</b>
<b>Total Net Assets</b>	<b>619,849,208</b>

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The accompanying notes form an integral part of these financial statements.

## Fundsmith Equity Fund Feeder

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### STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE PERIOD FROM 1 JANUARY 2016 TO 30 JUNE 2016

Fundsmith Equity Fund Feeder

	EUR
<b>Net assets at the beginning of the period</b>	<b>592,938,406</b>
<b>Income</b>	
Dividend income (Note 3)	2,164,741
<b>Total income</b>	<b>2,164,741</b>
<b>Expenses</b>	
Administration fees (Note 7)	180,371
Depositary fees (Note 7)	58,897
Management company fees (Note 5)	54,964
Taxe d'abonnement (Note 4)	39,734
Organisational expense amortised (Note 3)	13,104
Directors fees (Note 8)	12,440
Audit fees	11,026
Insurance fees	4,085
Legal fees	1,961
Other expenses	1,005
<b>Total expenses</b>	<b>377,587</b>
<b>Net investment gain</b>	<b>1,787,154</b>
Net realised profit on	
- Investments (Note 3)	23,886,458
- Currencies	2,076,154
Change in unrealised depreciation on	
- Investments	(12,154,344)
- Currencies	(105,644)
<b>Net result of operations for the period</b>	<b>15,489,778</b>
Subscriptions for the period	
Redemptions for the period	(160,493,026)
Distribution paid for the period (Note 11)	(375,128)
<b>Net assets at the end of the period</b>	<b>619,849,208</b>

The exchange rates used are:

- 1 EUR = 1.08758 CHF
- 1 EUR = 1.11455 USD
- 1 EUR = 0.82633 GBP

The accompanying notes form an integral part of these financial statements.

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## Fundsmith Equity Fund Feeder

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### STATISTICAL INFORMATION AS AT 30 JUNE 2016

	Currency	Total Net Assets As at 30 Jun 2016	Net Asset Value As at 30 Jun 2016	Total Net Assets As at 31 Dec 2015	Net Asset Value As at 31 Dec 2015	Total Net Assets As at 31 Dec 2014	Net Asset Value As at 31 Dec 2014
<b>Fundsmith Equity Fund Feeder</b>							
<b>Euro Classes</b>							
Class I Accumulation	EUR		25.46		24.61		20.11
Class I Income	EUR		24.44		23.70		19.57
Class T Accumulation	EUR		25.34		24.51		20.05
Class T Income	EUR		24.38		23.64		19.52
Class R Accumulation	EUR		24.84		24.09		19.80
Class R Income	EUR		24.38		23.64		19.53
<b>GB Pound Classes</b>							
Class I Accumulation	GBP		16.50		14.19		12.28
Class I Income	GBP		16.15		13.93		12.19
<b>Swiss Franc Classes</b>							
Class I Accumulation	CHF		19.65		18.90		17.16
Class I Income	CHF		18.83		18.16		16.66
<b>US Dollar Classes</b>							
Class I Accumulation	USD		15.80		14.93		13.61
Class I Income	USD		15.33		14.53		13.39
<b>Total Net Assets</b>	<b>EUR</b>	<b>619,849,208</b>		<b>592,938,406</b>		<b>428,124,738</b>	

The accompanying notes form an integral part of these financial statements.

## Fundsmith Equity Fund Feeder

### STATEMENT OF CHANGES IN SHARES FOR THE PERIOD FROM 1 JANUARY 2016 TO 30 JUNE 2016

	Currency	Balance at 1 January 2016	Subscriptions	Redemptions	Balance at 30 June 2016
<b>Fundsmith Equity Fund Feeder</b>					
<b>Euro Classes</b>					
Class I Accumulation	EUR	7,134,408	1,504,153	3,895,496	4,743,065
Class I Income	EUR	2,272,628	414,905	520,234	2,167,299
Class T Accumulation	EUR	1,313,446	930,351	521,453	1,722,344
Class T Income	EUR	189,407	5,587	440	194,554
Class R Accumulation	EUR	222,332	344,288	159,931	406,689
Class R Income	EUR	291,311	7,027	285,369	12,969
<b>GB Pound Classes</b>					
Class I Accumulation	GBP	1,917,819	920,856	149,952	2,688,723
Class I Income	GBP	1,410,750	218,965	7,569	1,622,146
<b>Swiss Franc Classes</b>					
Class I Accumulation	CHF	2,767,657	21,244	75,570	2,713,331
Class I Income	CHF	281,641	608,134	-	889,775
<b>US Dollar Classes</b>					
Class I Accumulation	USD	11,127,479	4,055,992	1,857,235	13,326,236
Class I Income	USD	3,392,344	640,447	501,904	3,530,887
<b>Total</b>		<b>32,321,222</b>	<b>9,671,949</b>	<b>7,975,153</b>	<b>34,018,018</b>

The accompanying notes form an integral part of these financial statements.

## Fundsmith Equity Fund Feeder

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### STATEMENT OF INVESTMENTS AND OTHER NET ASSETS AS AT 30 JUNE 2016

	Quantity	Description	Currency	Acquisition Cost EUR	Net Asset Value	% of Net Assets
Master Fund						
	202,080,631	Fundsmith Equity Fund - I Income Shares	EUR	451,997,039	620,332,441	100.08
<b>Total Mutual Funds</b>				<b>451,997,039</b>	<b>620,332,441</b>	<b>100.08</b>
<b>Total Investments</b>				<b>451,997,039</b>	<b>620,332,441</b>	<b>100.08</b>
<b>Other Net Liabilities</b>					<b>(483,233)</b>	<b>(0.08)</b>
<b>Total Net Assets</b>					<b>619,849,208</b>	<b>100.00</b>

The accompanying notes form an integral part of these financial statements.

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## Fundsmith Equity Fund Feeder

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### NOTES TO THE FINANCIAL STATEMENTS

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#### 1. GENERAL INFORMATION

Fundsmith Equity Fund Feeder (the "SICAV") is an open-ended investment company incorporated under the laws of Luxembourg as a Société d'Investissement à Capital Variable in accordance with the provisions of Part I of the amended Law relating to Undertakings for Collective Investments of 17 December 2010 ("UCI Law"). The SICAV was incorporated for an unlimited period on 28 October 2011. The Articles were published in the Mémorial C on 14 November 2011. The SICAV is registered with the Luxembourg Trade and Companies Register under number B164404.

The SICAV intends to realise its investment objective by investing substantially all of its assets into the "Income Shares" of the "I Share Class" of the Master Fund, as these terms are defined in the prospectus of the Master Fund, i.e. income distributing shares of a class primarily aimed at institutional investors.

The SICAV has appointed Fundsmith LLP to serve as its management company within the meaning of the UCI Law. The Management Company is responsible, subject to the overall supervision of the Board of Directors of the SICAV, for the provision of investment management services, administrative services and marketing services to the SICAV.

#### 2. MASTER FUND

The SICAV is a feeder Undertakings for Collective Investments in Transferable Securities ("UCITS") (as defined in the UCI Law) of Fundsmith Equity Fund (the "Master Fund") which qualifies as a master UCITS (as defined in the UCI Law). In compliance with the relevant provisions of the UCI Law, the SICAV will at all times invest at least 85% of its assets in shares of the Master Fund. The SICAV may hold up to 15% of its assets in ancillary liquid assets, including cash, cash equivalents and short term bank deposits in accordance with the provisions of Article 41 (2) of the UCI Law. In practice, the Board of Directors of the SICAV looks to invest a much higher percentage in the Master Fund and will be almost fully invested in the Master Fund at most times.

The Master Fund is an investment company with variable capital incorporated in England and Wales, with Financial Registration number IC000846. It was established on 19 October 2010 and is authorised and regulated by the Financial Conduct Authority ("FCA") as a UCITS fund.

The Master Fund has been authorised by the FCA as a "master UCITS" in the meaning of the relevant provisions of the UCITS Directive. As a consequence, the Master Fund must, at all times, (i) have at least one feeder UCITS among its shareholders, (ii) not itself become a feeder UCITS, and (iii) not hold shares or units of a feeder UCITS.

The Master Fund will invest in equities on a global basis. The Master Fund's approach is to be a long-term investor in its chosen stocks. It will not adopt short-term trading strategies.

The investment objective of the Master Fund is to achieve long term growth in value.

## Fundsmith Equity Fund Feeder

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### NOTES TO THE FINANCIAL STATEMENTS (continued)

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#### 2. MASTER FUND (continued)

The annual and semi-annual reports of the Master Fund can be obtained from the website ([www.fundsmith.co.uk](http://www.fundsmith.co.uk)) or from State Street Bank and Trust Company, 20 Churchill Place, London E14 5HJ, United Kingdom.

#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounts of the SICAV and its sub-fund are maintained in Euro being the Reference Currency. Accordingly, as at 30 June 2016, the financial statements of the sub-fund represent the combined financial statements of the SICAV. The SICAV's financial statements were prepared in accordance with Luxembourg legal and regulatory requirements and generally accepted accounting principles relating to Undertakings for Collective Investment and in particular using the following valuation rules:

a) Valuation of cash and cash equivalents

Cash on hand or on deposit will be valued at its nominal / face value plus accrued interest, where applicable, to the end of the relevant Valuation Day.

b) Valuation of investments

Each Valuation Day shares of the Master Fund shall be valued at the latest available Net Asset Value per Share as published by the Master Fund. For the purposes of the audited financial statements, the shares of the Master Fund shall be valued with the Net Asset Value per Share published by the Master Fund in its audited financial statements.

The Board of Directors of the SICAV may adjust the value of any investment if having regard to its currency, marketability, applicable interest rates, anticipated rates of dividend, maturity, liquidity or any other relevant considerations; they consider that such adjustment is required to reflect the fair value thereof.

Where the value of any investment is not ascertainable as described in the Articles, the value shall be the probable realisation value estimated by the Board of Directors of the SICAV with care and in good faith or by a competent person.

If the Board of Directors of the SICAV deem it necessary, a specific investment may be valued under an alternative method of valuation chosen by the Board of Directors of the SICAV.

c) Net realised profit /(loss) on investments

Realised profits or losses made on the sales of investments are calculated according to the average cost method.

Realised profits and losses are recorded in the "Statement of Operations and Changes in Net Assets".

NOTES TO THE FINANCIAL STATEMENTS (continued)

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**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

d) Cost of purchase of investments

For investments in currencies other than the Reference Currency, the purchase price is calculated according to the closing exchange rate on the day of purchase.

e) Income

Dividends are recognised on the date on which the shares concerned are quoted «ex-dividend», net of withholding tax.

f) Conversion of items expressed in foreign currencies

Assets and liabilities in foreign currencies are converted into the Reference Currency of the SICAV at the closing exchange rate on the last day of the financial period.

Income and expenses in foreign currencies are converted into the Reference Currency of the SICAV at the closing exchange rate in force on the day of the transaction.

Realised profits and losses made on foreign currencies as well as the exchange rates as at 30 June 2016 are included in the "Statement of Operations and Changes in Net Assets".

g) Total Net Asset Value

The Total Net Asset Value, expressed in the Reference Currency, is equal to the difference between the total assets and the total liabilities of the SICAV.

The Total Net Asset Value of each class is expressed in the relevant Reference Currency of the relevant class.

The Net Asset Value per Share is calculated as of each Valuation Day by dividing the Total Net Asset Value attributable to a Class by the total number of Shares in issue or deemed to be in issue in that Class as of the relevant Valuation Day and rounding the resulting total to two decimal places or such number of decimal places as the Board of Directors of the SICAV may determine.

h) Use of Estimates

The preparation of the financial statements in conformity with the Luxembourg legal and regulatory requirements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. Board of Directors of the SICAV may also disclose certain contingent assets and liabilities at the date of the financial statements which can affect income and expenses during the reported periods. Actual results could differ from those estimates.

## Fundsmith Equity Fund Feeder

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### NOTES TO THE FINANCIAL STATEMENTS (continued)

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#### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

##### i) Organisational expense

The initial costs and expenses of establishing the SICAV were EUR 86,547 and were paid and borne by the SICAV. These costs and expenses have been capitalised and will be amortised on a straight-line basis over a period of up to 5 years from 12 March 2012.

There were additional expenses for EUR 25,000, also paid and borne by the SICAV. These costs and expenses have also been capitalised and will be amortised on a straight-line basis over the period from 21 February 2014 to 12 March 2017.

#### 4. TAXE D'ABONNEMENT

Under current Law and practice, the SICAV is not liable to any Luxembourg tax on profits or income.

The SICAV is, however, liable in Luxembourg to a subscription tax ("taxe d'abonnement") of 0.01% per annum of its Total Net Asset Value for institutional shares and of 0.05% per annum of its Total Net Asset Value for retail shares, such tax being payable quarterly on the basis of the value of the aggregate Total Net Asset Value of the SICAV at the end of the relevant calendar quarter.

No Luxembourg tax is payable on the realised capital appreciation of the assets of the SICAV.

Dividends and interest received by the SICAV on its investments may be subject to non-recoverable withholding or other taxes in the countries of origin.

#### 5. MANAGEMENT COMPANY FEES

The Management Company Fee paid by the SICAV, expressed as a percentage of the Net Asset Value, is specified in the following table:

Annual Management Company Fee rate by share class:		
I	R	T
—	0.60%	0.10%

The SICAV invests Class I of the Master Fund and the Management Company earns a management fee of 0.90% in the Master Fund Class I. Therefore, in total, the Management Company earns a fee of 0.90% in the Master fund and the relevant fee in the SICAV as in the above table.

#### 6. PERFORMANCE FEES

The SICAV is not subject to performance fees.

## Fundsmith Equity Fund Feeder

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### NOTES TO THE FINANCIAL STATEMENTS (continued)

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#### 7. DEPOSITARY AND ADMINISTRATION FEES

The SICAV pays to the Depositary out of the assets of the SICAV an annual fee, accrued as of each Valuation Day and payable monthly in arrears, which is expressed as a percentage of the Net Asset Value, as specified in the following table:

Total Net Assets	Rate
EUR 0 - EUR 50 million	0.015%
From EUR 50 million	0.010%

This annual fee is subject to a monthly minimum of EUR 1,000 per sub-fund.

The SICAV pays to the Administrator out of the assets of the SICAV an annual fee, accrued as of each Valuation Day and payable monthly in arrears, which is expressed as a percentage of the Net Asset Value, as specified in the following table:

Total Net Assets	Rate
EUR 0 - EUR 50 million	0.085%
From EUR 50 million	0.075%

This annual fee is subject to a monthly minimum of EUR 1,500 per sub-fund.

#### 8. DIRECTORS FEES

Mr. Garry Pieters receives as compensation for services as Independent Director, an annual fee of EUR 25,000; subject to confirmation by the general meeting of shareholders of the SICAV, Mr. Terry Smith and Mr. Simon Godwin do not receive a fee for acting as Directors.

#### 9. REIMBURSEMENT FEES

Fundsmith LLP has decided to limit total expenses, other than Management Company Fees in respect of Share Classes. Therefore, to the extent that total expenses would exceed the expense cap (currently equal to 0.60%), Fundsmith LLP would reduce the fees accordingly. For the period ended 30 June 2016, the expenses were below the expense cap.

## Fundsmith Equity Fund Feeder

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### NOTES TO THE FINANCIAL STATEMENTS (continued)

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#### 10. SHARE CAPITAL

The Share Classes available as at 30 June 2016 are the following:

	Currency	Minimum Subscription
Class I Accumulation Shares	CHF	CHF 6,000,000
Class I Accumulation Shares	EUR	EUR 5,000,000
Class I Accumulation Shares	GBP	GBP 5,000,000
Class I Accumulation Shares	USD	USD 6,000,000
Class I Income Shares	CHF	CHF 6,000,000
Class I Income Shares	EUR	EUR 5,000,000
Class I Income Shares	GBP	GBP 5,000,000
Class I Income Shares	USD	USD 6,000,000
Class R Accumulation Shares	EUR	EUR 2,000
Class R Income Shares	EUR	EUR 2,000
Class T Accumulation Shares	EUR	EUR 2,000
Class T Income Shares	EUR	EUR 2,000

#### 11. DISTRIBUTION PAID

A total amount of EUR 375,128 was distributed over the period.

#### 12. CHANGES IN THE COMPOSITION OF PORTFOLIO AND MASTER REPORTS

The list of movements in the portfolio composition for the period ended 30 June 2016, and the annual and half-yearly reports of the Master Fund are available on request from State Street Bank and Trust Company, 20 Churchill Place, London E14 5HJ, United Kingdom or from the website ([www.fundsmith.co.uk](http://www.fundsmith.co.uk)).

#### 13. AGGREGATE CHARGES

The SICAV is investing in "Income Shares" of the "I Share Class" of the Master Fund. At the level of the Master Fund, the fees, charges and expenses associated include an annual management charge paid to the Management Company and other expenses of the Master Fund.

At the SICAV level, the Management Company Fee payable by the SICAV for the different Share Classes offered, is set at such rates that, for any given Share Class, the aggregate amount of the Management Company Fee for that Share Class and the annual management charge payable at the level of the Master Fund for the I Share Class (in which the SICAV invests) corresponds to the annual management charge that would have been payable by an investor investing directly in the relevant Share Class of the Master Fund.

## Fundsmith Equity Fund Feeder

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### NOTES TO THE FINANCIAL STATEMENTS (continued)

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#### 13. AGGREGATE CHARGES (continued)

The aggregate charges of the SICAV (after fee reimbursements) and the Master Fund are detailed in the following table. The SICAV's Ongoing Charges and Fees ("OCF") and aggregate charges are based on the average holdings by the Feeder in the Master during the period.

	Charges at SICAV level		Charges at Master Fund level		Aggregate charges	
	Amount (in EUR)	OCF (%)	Amount (in EUR)	OCF (%)	Amount (in EUR)	OCF (%)
<b>Charges</b>	377,174	0.14	2,640,218	0.98	3,017,392	1.12

The amount charged to the SICAV within the Master Fund has been calculated based on the Ongoing Charges Figure as disclosed in the Final Report and Accounts of the Master Fund for the period ended 30 June 2016.

#### 14. TRANSACTION COSTS

No transaction costs were charged to the SICAV in the period.

#### 15. FEEDER OWNERSHIP OF THE MASTER

As at 30 June 2016, the Feeder ownership of the Master was equal to 7.25%.