

Fund Factsheet

Documentation

Owner's Manual

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Price Data Friday 31st August, 13:00 CET

Share Class	Income Type	Price €
Direct	T Class	Accumulation 12.66
Direct	T Class	Income 12.66
Advised	R Class	Accumulation 12.64
Advised	R Class	Income 12.64
Institutional	I Class	Accumulation 12.66
Institutional	I Class	Income 12.66
Share Class	Income Type	Price Chf
Institutional	I Class	Accumulation 10.80
Institutional	I Class	Income 10.80

Fund Type: Luxembourg SICAV
Launch Date: €:2.11.11 Chf: 5.4.12
Share Classes: Income & Accumulation
Min. Lump Sum: €2,000
Initial Charge: None
AMC (T, R, I Class): 1%, 1.5%, 0.9%
TER Est. (T/R/I Class): 1.3%/1.8%/1.2%
Administrator: State Street Bank Lux.
Auditor: Deloitte S.A.
Dealing: Daily at 10:30 CET
UK IMA Sector: Global Growth
Fund Size: €81m as at 31.08.12
Gross Portfolio Yield *: 2.4% as at 31.08.12
PTR *: -0.19% to 30.6.12
1 Day Fund Liquidity *: 67% as at 31.08.12
No. Holdings *: 26
Average Co. Founded *: 1900
Average Co. Mkt. Cap. *: £44.7bn as at 31.08.12
Dividend Dates: On or about 28/2 & 31/8

Geographic Split by Listing *

As at 31st August	%
UK	31
Continental Europe	12
US	57

Portfolio Sector Exposure *

As at 31st August	%
Consumer Staples	46
Healthcare	17
Industrials	13
Technology	10
Consumer Discretionary	7
Materials	3
Cash	3

Security Identification Codes

SHARE CLASS	SEDOL	ISIN	MEXID
EQUITY T ACC	B4K9WN1	LU0690375182	4FFEED
EQUITY T INC	B8WVNC5	LU0690375422	4FEEDR
EQUITY R ACC	B58W369	LU0690374615	4FEDER
EQUITY R INC	B6SVBD6	LU0690374961	4FEDERE
EQUITY I ACC	B6TWP69	LU0690374029	4FEQUI
EQUITY I INC	B4W03Z1	LU0690374532	4FQUIT

* data refers to the underlying portfolio of the Master Fund not the Feeder.

Investment Objective of the Master Fund

The investment objective of the Master Fund is to achieve long term growth in value. 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 Master Fund has stringent investment criteria which the Management Company, as investment manager of the Master Fund, adheres to in selecting securities for the Master Fund's investment portfolio. These criteria aim to ensure that the Master Fund invests in:

- high quality businesses that can sustain a high return on operating capital employed;
- businesses whose advantages are difficult to replicate;
- businesses which do not require significant leverage to generate returns;
- businesses with a high degree of certainty of growth from reinvestment of their cash flows at high rates of return;
- businesses that are resilient to change, particularly technological innovation;
- businesses whose valuation is considered by the Master Fund to be attractive.

Investors should be aware that the application of these investment criteria significantly limits the number of potential investments for the Master Fund's portfolio. It is envisaged that the investment portfolio of the Master Fund will be concentrated, generally comprising between 20 and 30 stocks.

The Master Fund will not invest in derivatives and will not hedge any currency exposure arising from within the operations of an investee business nor from the holding of an investment denominated in a currency other than sterling.

Performance Data, %Total Return, T Class, Accumulation, Eur:

	Last Month - August	2012 To Date	2011	Since Inception
Fundsmith Equity Fund Feeder ¹	-1.6	+15.8	+9.3	+26.6
Equities ²	+0.4	+13.9	+5.0	+19.7
Euro Bonds ³	+0.8	+9.7	+2.0	+11.8
Cash ⁴	+0.03	+0.5	+0.2	+0.7

¹Net of Fees priced at 13:00 CET

²MSCI World Index (Eur Acc) priced at close of business US ECT

³Bloomberg EFAS Bond Indices Euro Govt 10 Yr TR

⁴3 Month EURIBOR

Portfolio Comment for August 2012

The fund intends to realise its objective by investing substantially all of its assets into Fundsmith Equity Fund, a UK fund regulated by the Financial Services Authority and qualifying as a master UCITS under the UCITS Directive (the "Master Fund"). As the fund will be almost fully invested in the Master Fund, the underlying performances will be similar except for charges incurred by the fund and for the fact that share prices for the Master Fund are quoted in Sterling whereas share prices for the fund are quoted in Euros. The data in this fact sheet is taken from the Master Fund where appropriate to give a better understanding of the underlying investments of the SICAV.

During August we sold our holding in SGS, the Swiss based international testing company. It was a small holding which we had started when the Fund opened but had struggled to add to as the stock performed very strongly. This strong performance also produced an increasingly rich valuation - it has reached the point where it has the second lowest current Free Cash Flow yield in our Investable Universe and there are more attractively valued stocks into which we can deploy the funds. The strong valuation is also a function of the high growth rate which the international testing companies have been able to achieve. It will be interesting to see if this can be sustained as China and many other related export economies slow. The top 5 contributors in the month were Intercontinental Hotels, Reckitt Benckiser, Procter & Gamble, Domino's Pizza and Microsoft. The top 5 detractors were Johnson & Johnson, Dr Pepper Snapple, Serco, Colgate Palmolive and Pepsico.

Top 10 Holdings *

- Imperial Tobacco
- Unilever
- Reckitt Benckiser
- Dr Pepper Snapple
- Automatic Data Processing
- Becton Dickinson
- Microsoft
- Stryker
- Intercontinental Hotels
- 3M

Our Values

- No performance fees
- No initial fees
- No redemption fees
- No overtrading
- No leverage
- No shorting
- No hedging
- No derivatives
- No over diversification
- No closet indexing
- No lack of conviction
- No other equity strategies

Just a small number of high quality, resilient, global growth companies that are good value and which we intend to hold for a long time, and in which we invest our own money.

The Total Expense Ratio ("TER") is the total expenses paid by the fund (excluding transaction charges and bank overdraft interest), annualised, against its average net asset value. The TER will fluctuate as the average net assets and costs change. The performance is quoted, net of costs, for the period from launch on 1 November to 31 December 2011.

The PTR has been calculated in accordance with the methodology laid down by the FSA. This compares the total share purchases and sales less total creations and liquidations with the average net asset value of the fund. The PTR is for the 12 months ending 31 December.

An English language Prospectus and Key Investor Information Documents (KIID) for the Fundsmith Equity Fund Feeder SICAV are available on request and via the fundsmith.eu website and investors should consult these documents before purchasing shares in the fund. Past performance is not necessarily a guide to future performance. The value of investments and the income from them may fall as well as rise and be affected by changes in exchange rates, and you may not get back the amount of your original investment. Fundsmith LLP does not offer investment advice or make any recommendations regarding the suitability of its product. This financial promotion is intended for Luxembourg residents and is communicated by Fundsmith LLP which is authorised and regulated by the Financial Services Authority.