

Fundsmith Equity Fund Feeder

« Société d'Investissement à Capital Variable »

Unaudited semi-annual report for the period from 1 January 2017
to 30 June 2017

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

TABLE OF CONTENTS

Organisation of the SICAV	2
Directors' Report	3
Governance Report	4
Statement of Net Assets	5
Statement of Operations and Changes in Net Assets	6
Statistical Information	7
Statement of Changes in Shares	8
Statement of Investments and Other Net Assets	9
Notes to the Financial Statements	10
Appendix I – Remuneration Policy	17

Fundsmith Equity Fund Feeder

ORGANISATION OF THE SICAV

REGISTERED OFFICE

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

MANAGEMENT COMPANY, DISTRIBUTOR AND SPONSOR

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

This semi-annual report covers the six months ended 30 June 2017.

As we look back at the first half of 2017 we note further growth of the fund, as well that of the Master. The below performance table illustrates our performance in the different share classes and currencies. Also relative to the benchmark, although you will appreciate that that serves a reference and not as a guide for managing the fund. We remain true to our investment beliefs and principles.

	Total return (%)	Six months to 30 June 2017	Since inception to 30 June 2017	Annualised since inception
Euros				
Fundsmith Equity Fund Feeder (T Class)		10.6	198.8	21.2
MSCI World Index		2.3	116.5	14.6
Swiss francs				
Fundsmith Equity Fund Feeder		12.6	131.8	17.7
MSCI World Index		3.2	78.1	11.6
US Dollars				
Fundsmith Equity Fund Feeder		19.6	89.7	16.1
MSCI World Index		10.7	57.0	7.6
Pound Sterling				
Fundsmith Equity Fund Feeder		13.3	105.8	25.2
MSCI World Index		5.3	121.7	12.7

As you can see, we saw strong growth in all of the currencies. The detailed review of performance is contained in the Master fund's semi-annual report, which is enclosed with this report.

During the first half of this year the board met twice, in March and June, and received reports from the manager and service providers. The board is satisfied that the level of service received is good.

As you would expect, one of the prime areas of attention is risk management. The board is very comfortable that this is a generally liquid fund despite its size and the quality of the investments reflects our long-term investment views.

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

Fundsmith Equity Fund Feeder

GOVERNANCE REPORT

The Board of Directors of the Fund (the "board") remained unchanged during the reporting year. It consists of 3 members, including one, independent, Luxembourg resident Director who usually acts as the meeting's Chairman. The independent Director is remunerated, while the other two aren't. At the close of the financial year, all Directors, except the independent Director, held shares in the Fund or the Master Fund.

The board met 2 times physically in Luxembourg during the first half of this year, in March and June. On the Agenda, amongst others, were strategy, performance, operations, risk management and compliance and generally matters regarding good conduct and governance. On the latter, the board confirms that it continues to aim for the best possible standards, as evidence by its continued adherence to the ALFI Code of Conduct.

The board received reports from both the Fund and the Master Fund. The service providers are invited to each of the board meetings to update the board on administration, custody and transfer agency.

Neither the MLRO (Money Laundering Reporting Officer) nor the Complaints Handling Officer have noted anything out of the ordinary during the course of the reporting year.

The members of the Board of Directors of the Fund thank you for your continued support and will continue to strive for the best possible services.

Fundsmith Equity Fund Feeder

STATEMENT OF NET ASSETS AS AT 30 JUNE 2017

Fundsmith Equity Fund Feeder

EUR

	EUR
Assets	
Investments at net asset value (Note 3)	1,261,978,125
Receivable on subscriptions	4,975,440
Cash at bank (Note 3)	132,587
Other assets	602
Total assets	1,267,086,754
<hr/>	
Liabilities	
Payable for investment securities purchased	4,397,328
Payable on redemptions	518,236
Depository fees payable (Note 7)	143,135
Professional fees payable	73,296
Management company fees payable (Note 5)	51,874
Taxe d'abonnement payable (Note 4)	43,077
Directors fee payable (Note 8)	6,119
Total liabilities	5,233,065
Total Net Assets	1,261,853,689

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

Fundsmith Equity Fund Feeder

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE PERIOD FROM 1 JANUARY 2017 TO 30 JUNE 2017

Fundsmith Equity Fund Feeder

	EUR
Net assets at the beginning of the period	967,665,193
Income	
Dividend income (Note 3)	2,975,817
Total income	2,975,817
Expenses	
Depository and administration fees (Note 7)	417,160
Management company fees (Note 5)	92,677
Taxe d'abonnement (Note 4)	80,442
Legal fees	44,396
Audit fees	25,622
Directors fees (Note 8)	12,418
Organisational expense amortised (Note 3)	5,413
Other expenses	16,204
Total expenses	694,332
Net investment gain	2,281,485
Net realised profit/(loss) on	
- Investments (Note 3)	17,218,734
- Currencies	(2,501,223)
Change in unrealised appreciation/(depreciation) on	
- Investments	87,473,165
- Currencies	(61,317)
Net result of operations for the period	104,410,844
Subscriptions for the period	
	331,365,414
Redemptions for the period	
	(141,297,840)
Distribution paid for the period (Note 11)	
	(289,922)
Net assets at the end of the period	1,261,853,689

The exchange rates used are:

- 1 EUR = 1.09341 CHF
- 1 EUR = 1.14045 USD
- 1 EUR = 0.87872 GBP

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

Fundsmith Equity Fund Feeder

STATISTICAL INFORMATION AS AT 30 JUNE 2017

	Currency	Total Net Assets As at 30 Jun 2017	Net Asset Value As at 30 Jun 2017	Total Net Assets As at 31 Dec 2016	Net Asset Value As at 31 Dec 2016	Total Net Assets As at 31 Dec 2015	Net Asset Value As at 31 Dec 2015
Fundsmith Equity Fund Feeder							
Euro Classes							
Class I Accumulation	EUR		29.86		26.97		24.61
Class I Income	EUR		28.44		25.69		23.70
Class T Accumulation	EUR		29.68		26.82		24.51
Class T Income	EUR		28.36		25.64		23.64
Class R Accumulation	EUR		28.95		26.23		24.09
Class R Income	EUR		28.41		25.74		23.64
GB Pound Classes							
Class I Accumulation	GBP		20.58		18.16		14.19
Class I Income	GBP		19.98		17.64		13.93
Swiss Franc Classes							
Class I Accumulation	CHF		23.18		20.58		18.90
Class I Income	CHF		22.02		19.59		18.16
US Dollar Classes							
Class I Accumulation	USD		18.97		15.86		14.93
Class I Income	USD		18.22		15.26		14.53
Total Net Assets	EUR	1,261,853,689		967,665,193		592,938,406	

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 2017 TO 30 JUNE 2017

	Currency	Balance at 1 January 2017	Subscriptions	Redemptions	Balance at 30 June 2017
Fundsmith Equity Fund Feeder					
Euro Classes					
Class I Accumulation	EUR	5,133,641	2,370,440	487,478	7,016,603
Class I Income	EUR	2,391,008	168,076	105,417	2,453,667
Class T Accumulation	EUR	2,291,421	1,241,376	733,871	2,798,926
Class T Income	EUR	259,262	42,463	98,680	203,045
Class R Accumulation	EUR	513,152	280,395	21,160	772,387
Class R Income	EUR	26,105	7,820	723	33,202
GB Pound Classes					
Class I Accumulation	GBP	3,754,675	1,615,700	516,323	4,854,052
Class I Income	GBP	1,928,908	1,091,614	1,041,214	1,979,308
Swiss Franc Classes					
Class I Accumulation	CHF	2,057,037	298,649	69,648	2,286,038
Class I Income	CHF	996,582	67,829	155,000	909,411
US Dollar Classes					
Class I Accumulation	USD	25,372,029	7,893,122	3,563,943	29,701,208
Class I Income	USD	8,847,126	868,250	260,692	9,454,684
Total		53,570,946	15,945,734	7,054,149	62,462,531

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

Fundsmith Equity Fund Feeder

STATEMENT OF INVESTMENTS AND OTHER NET ASSETS AS AT 30 JUNE 2017

Quantity	Description	Currency	Acquisition Cost EUR	Net Asset Value	% of Net Assets
Master Fund					
352,858,466	Fundsmith Equity Fund - I Class (Income shares)	EUR	978,330,464	1,261,978,125	100.01
Total Mutual Funds			978,330,464	1,261,978,125	100.01
Total Investments			978,330,464	1,261,978,125	100.01
Other Net Liabilities				(124,436)	(0.01)
Total Net Assets				1,261,853,689	100.00

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

Fundsmith Equity Fund Feeder

NOTES TO THE FINANCIAL STATEMENTS

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 Investment of 17 December 2010 ("UCI Law"). The SICAV was incorporated for an unlimited period on 28 October 2011. The Articles of Incorporation 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 at all times invests 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 invests 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

NOTES TO THE FINANCIAL STATEMENTS (continued)

2. MASTER FUND (continued)

The annual and semi-annual reports of the Master Fund can be obtained from the website (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 are maintained in Euro being the Reference Currency. Accordingly, as at 30 June 2017, 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 is 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.

Net realised profits and losses on investments are recorded in the "Statement of Operations and Changes in Net Assets".

NOTES TO THE FINANCIAL STATEMENTS (continued)

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.

Net realised profits and losses made on foreign currencies as well as the exchange rates as at 30 June 2017 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

NOTES TO THE FINANCIAL STATEMENTS (continued)

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 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 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 fees paid by the SICAV, expressed as a percentage of the Net Asset Value, are specified in the following table:

Annual Management Company Fee rate by Share Class:		
I	R	T
—	0.60%	0.10%

The SICAV invests in Class I of the Master Fund and the Management Company earns a management fee of 0.90% in the Master Fund Class I (Income shares). 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

NOTES TO THE FINANCIAL STATEMENTS (continued)

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.

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.

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 0.20% excluding management fees), Fundsmith LLP would reduce the fees accordingly. For the period ended 30 June 2017, the expenses were below the expense cap.

Fundsmith Equity Fund Feeder

NOTES TO THE FINANCIAL STATEMENTS (continued)

10. SHARE CAPITAL

The Share Classes available as at 30 June 2017 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 289,922 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 2017, and the annual and semi-annual 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).

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 fees 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 fees for that Share Class and the annual management charge payable at the level of the Master Fund for the Class I (Income shares), 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

NOTES TO THE FINANCIAL STATEMENTS (continued)

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.

Class		Charges at Class level		Charges at Master Fund level		Aggregate charges	
		Amount (in EUR)	OCF (%)	Amount (in EUR)	OCF (%)	Amount (in EUR)	OCF (%)
Class I Accumulation Shares	CHF	22,448	0.11	203,667	0.95	226,115	1.06
Class I Accumulation Shares	EUR	84,623	0.11	761,953	0.95	846,576	1.06
Class I Accumulation Shares	GBP	48,945	0.10	444,871	0.95	493,816	1.05
Class I Accumulation Shares	USD	235,060	0.10	2,141,216	0.95	2,376,276	1.05
Class I Income Shares	CHF	10,309	0.10	94,309	0.95	104,618	1.05
Class I Income Shares	EUR	34,363	0.10	312,396	0.95	346,759	1.05
Class I Income Shares	GBP	21,433	0.11	191,200	0.95	212,633	1.06
Class I Income Shares	USD	71,953	0.11	653,855	0.95	725,808	1.06
Class R Accumulation Shares	EUR	64,711	0.75	82,150	0.95	146,861	1.70
Class R Income Shares	EUR	3,073	0.75	3,920	0.95	6,993	1.70
Class T Accumulation Shares	EUR	89,053	0.25	341,153	0.95	430,206	1.20
Class T Income Shares	EUR	6,832	0.24	26,756	0.95	33,588	1.19
Total at SICAV level	EUR	692,803	0.13	5,257,446	0.95	5,950,249	1.08

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 2017.

14. TRANSACTION COSTS

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

15. FEEDER OWNERSHIP OF THE MASTER

As at 30 June 2017, the Feeder ownership of the Master was equal to 9.73%.

Fundsmith Equity Fund Feeder

APPENDIX I - REMUNERATION POLICY

We are required to make this remuneration disclosure to the Funds' investors in accordance with the Undertakings for Collective Investment in Transferable Securities (UCITS) Directive as amended by Directive 2014/91/EU (UCITS V Directive).

During the financial year ending March 31, 2016; Fundsmith LLP had 17 members of personnel in total, including employees and Partners. The total amount of remuneration paid to Fundsmith LLP personnel during this period was GBP 5,822,405. Out of this figure, the total amount of remuneration paid to the Partners of Fundsmith LLP was GBP 2,809,759 whilst the total amount of remuneration paid to the employees of Fundsmith LLP was GBP 3,012,646.

Of the GBP 3,012,646 paid to Fundsmith employees, GBP 1,943,938 was variable remuneration and GBP 1,068,708 was fixed remuneration.

The partners of Fundsmith LLP are not paid a bonus. All of their remuneration is fixed as it is based on a fixed proportion of Fundsmith LLP's net profits.

Overall, therefore, of the GBP 5,822,405 of total remuneration, GBP 3,878,467 was fixed remuneration and GBP 1,943,938 was variable remuneration.

The financial year of Fundsmith Equity Fund Feeder (FEFF) runs from January 1 to December 31, whereas the financial year of Fundsmith LLP runs from April 1 to March 31. The above figures are taken from the financial report and accounts of Fundsmith LLP for the period April 1, 2015 to March 31, 2016. These figures have been independently audited and filed with Companies House.

The rules require us to disclose both the amount of remuneration paid in total, and the amount paid to "Identified Staff" (broadly, senior management and/or risk takers). Fundsmith's only Identified Staff are the Partners. The Partners all fall within the category of "senior management" two of the Partners also fall within the category of risk-takers and also one in the category of control staff. To avoid duplication all Partners' remuneration is disclosed within the category of senior management. The total remuneration therefore paid to senior management is GBP 2,809,759.

The information above relates to Fundsmith LLP as a whole, and we have not broken it down by reference to FEFF or the other funds that we manage. Nor have we shown the proportion of remuneration which relates to the income we earn from our management of FEFF. We have not provided such a breakdown because this does not reflect the way we work or the way we are organised at Fundsmith. All of the Partners and most of our employees are involved in the management of FEFF. We have not included information relating to remuneration paid by Fundsmith Investment Services Limited, to whom Fundsmith LLP delegates certain portfolio management activities.

Remuneration at Fundsmith LLP is deliberately straightforward. Our employees are paid a competitive salary. At the end of each financial year, our employees' performance is reviewed by the Partners in order to determine whether or not a bonus should be paid. All bonus decisions are agreed unanimously by the Partners.

Fundsmith Equity Fund Feeder

APPENDIX I - REMUNERATION POLICY (continued)

The Partners are each paid a fixed proportion of Fundsmith LLP's net profits. We consider that this is the best way to ensure that our Partners' interests are completely aligned with our investors' interests over the long term. This alignment of interest is reinforced by the fact that Fundsmith Partners have invested a significant amount in FEFF.

The Management Committee of Fundsmith LLP has reviewed the Remuneration Policy and considers that it meets all regulatory requirements and is satisfied that no irregularities occurred during the period.

Any investor who would like more information on how we adhere to the Principles of the Remuneration Code may request a summary of our Remuneration Policy.