

LIONTRUST FIRST LARGE CAP. FUND

**Manager's Long Interim Report and Financial Statements
for the period ended 30th June 2010**



LIONTRUST FIRST LARGE CAP. FUND

MANAGER *

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Authorised and regulated by the Financial Services Authority.

* See change of legal status on pg 7.

MEMBERS OF THE MANAGER

J. Ions (*Chief Executive*) ‡
W. M. Dwerryhouse
C. J. Edmeades
J. H. Harbottle

A. C. Morrison
M. P. Morrissey
R. A. Stead

‡ Joined as chief executive 6th May 2010.

INVESTMENT ADVISER

Liontrust European Investment Services Limited, 2 Savoy Court, London WC2R 0EZ
Authorised and regulated by the Financial Services Authority.

TRUSTEE

State Street Trustees Limited, 20 Churchill Place, London E14 5HJ
Authorised and regulated by the Financial Services Authority.

REGISTRARS

The Bank of New York Mellon (International) Ltd, 12 Blenheim Place, Edinburgh EH7 5JH
Authorised and regulated by the Financial Services Authority.

AUDITORS

PricewaterhouseCoopers LLP, PO Box 90, Erskine House, 68-73 Queen Street, Edinburgh EH2 4NH

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INVESTMENT PROFILE

This unit trust aims to provide long-term capital growth through investing in large capitalisation UK companies. The Fund holds a concentrated portfolio of UK companies, broadly equally weighted. It invests in companies with strong cash flows which we believe are likely to beat investors' low profit expectations. Cash flows provide an accurate guide to future profits growth. They reveal valuable information about a company's investment decisions and its managers' prudence in recognising reported profits. The concentration of the portfolio could mean that the Fund will be volatile when compared with its benchmark. There are no limits on the Fund's industrial sector exposure, which will not closely mirror that of the benchmark.

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MANAGER'S INVESTMENT REPORT

Investment Objective & Policy

The investment objective of Liontrust First Large Cap. Fund is to provide long-term capital growth through investment in a portfolio of UK equities in companies which, at the time of investment, have market capitalisations which place them in the largest 350 companies quoted on the London Stock Exchange.

Liontrust Asset Management PLC

Liontrust Asset Management PLC is the holding company of a specialist equities fund management group. It provides process-driven portfolio management services to a range of funds which are targeted primarily at professional investors and advisers. The Group currently manages approximately £1.1 billion (as at 15th June 2010). Its management covers segregated and pooled institutional fund accounts, unit trusts, offshore funds, absolute return funds and individual savings accounts on behalf of over 10,000 investors.

Performance of the Fund

In the year to 30th June 2010 an investment in the Fund rose by 0.75%. This compares with a rise of 4.04% in the FTSE All-Share Index, the benchmark index. The average fund in the UK All Companies sector also rose 5.00%.

Source: Financial Express, bid-to-bid basis, total return. Past performance is not a guide to future performance.

A dividend for the year ended 31st December 2009 of 3.10 pence per unit was distributed to unitholders at the end of February 2010.

Investment review

The first half of 2010 was disappointing for investors in the UK equity market, which was down 6.1%. Your fund fell 8% in the period under review, underperforming the FTSE All-Share Index by 1.9%. We share the disappointment of investors in the Fund with this result; however, our confidence in the process remains undimmed. We know from the evidence of the past that there are many short term periods when the process we use to run your fund, *The Liontrust Cashflow Solution*, fares less well against the market and that these episodes are inevitable. Importantly, the same analysis of past returns tells us that over the long term the process has the potential to generate returns significantly above the market.

In the first quarter of the year, the UK equity market rose significantly, up 6.4%, reflecting continuing investor optimism about global economic recovery, which was the dominant theme in 2009. Although at times during the first quarter concerns regarding tightening monetary policy in Asia and tighter fiscal policy in developed economies pushed the UK equity market lower, increasing strength in global growth and reassurance from the US that monetary policy would remain loose for an extended period drove markets significantly higher towards the end of the first quarter. As a result, portfolio performance was strong in those sectors that were likely to benefit disproportionately from growth worldwide. Cyclical sectors continued to dominate performance with Miners, Industrials and Financials enjoying strong gains. However, surging risk appetite in the first quarter detracted from performance in a number of stocks that we held that were perceived as less sensitive to the market recovery such as *Imperial Tobacco, De La Rue, Drax Group and Royal Dutch Shell*.

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MANAGER'S INVESTMENT REPORT

In the second quarter of the year the UK market fell significantly, down 11.8%. The strong performance in the first quarter unwound dramatically as investors became increasingly concerned about sovereign debt risk in Europe, tightening monetary policy in emerging markets, a shift towards fiscal austerity in Europe and a decline in leading indicators and consumer confidence. Within the equity market, defensive sectors performed relatively well and investors generally focused on balance sheet strength and current earnings growth for the first time since March 2009. The best stock performers in the quarter, such as *WS Atkins*, *Petrofac*, *AstraZeneca*, *IMI*, *IG Group* and *Drax Group* reflected this trend as they each benefited from better than expected financial results or positive newsflow. However, the more cyclical stocks in the portfolio that had fared well in the first quarter performed poorly, particularly in commodity related areas. In particular, an escalation of bad news emerging from the Gulf of Mexico oil spill contributed to a dramatic decline in the value of our holding in *BP*, which fell 47% in the quarter. Furthermore, the Group announced its decision to suspend further dividends this calendar year. The perspective offered by our investment process regarding this development was that investors had probably overreacted to this event, choosing to set aside normal valuation considerations to focus instead on expert and peer opinion that things must only get worse for the Group. As a result we retained our position in *BP*.

After the usual quiet start to the year, trading activity picked up significantly in May and June, reflecting the changing composition of the best quintile of stocks measured by our cash flow ratios. Fifty percent of UK companies report December year ends and this has a dramatic influence on the best quintile of stocks ranked by our cash flow ratios, prompting us to perform further analysis on report and accounts to assess whether or not the company merits inclusion in your portfolio. We started the year with 34 stocks in the portfolio; at the end of the first half of the year, the portfolio held 40 stocks, reflecting 5 sales and 10 purchases and an additional holding in the portfolio generated from a spin off. To ensure that at all times your portfolio adheres to our investment process, we apply a simple rule: we cannot hold an active position relative to the FTSE All-Share Index in any stock that fails to qualify in the best quintile of the market measured by our cash flow ratios. The application of this rule led to a number of sales from the portfolio. Due to deterioration in cash flow, we were obliged to sell *Admiral*, *Hunting* and *Rotork* from the portfolio. We apply a policy of equal active weights in all stocks we select relative to the FTSE All-Share index. Due to the skewed nature of the FTSE All-Share Index, to control risk at acceptable levels the portfolio holds an index 'spine' of companies drawn from the top ten holdings of the Index. These stocks are index weighted unless they score in the best quintile or worst quintile of our process, in which case an underweight or an overweight position is called for. We are currently actively weighted in 5 'spine' stocks. We reduced *Royal Dutch Shell* and *British Gas* to an inline position, reflecting cash developments documented by their final year results, whilst reducing *HSBC* to an underweight position due to its poor score on our cash flow ratios.

Whilst we were compelled to sell three stocks entirely from the portfolio owing to deteriorating cash flow, our analysis of Report and Accounts highlighted the attractions of nine new stocks. During the period under review, we purchased *Reckitts Benkiser*, *Premier Farnell*, *Computacenter*, *Kingfisher*, *Legal & General*, *Restaurant Group*, *Next*, *Intercontinental Hotels Group* and *Tate & Lyle*. These new inclusions in the portfolio came from a diverse group of sectors although they were all united in having strong cash flow and low investor expectations. For example, we purchased *Tate & Lyle* further to our analysis of its final results revealing significant positive change in the group viewed through the prism of our process. *Tate & Lyle* had a history of heavy and unprofitable investment into bio-ethanol production. Significant peer investment into bio-ethanol resulted in overcapacity in the industry. New company management at *Tate & Lyle* resolved to shelve further investment in bio-ethanol and focus attentions instead on cost control, working capital control and free cash generation. This positive change gave us confidence that the improved cash flow was sustainable, and as a result we included the stock in your portfolio.

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MANAGER'S INVESTMENT REPORT

The focus on cash generation we noted at *Tate & Lyle* was also a feature that came to our attention when we analyzed the final results reported by *Premier Farnell* - the electronics distributor. *Premier Farnell* has been enjoying a strong profits recovery aided by a 20% group revenue exposure to developing markets and the shift of its distribution from catalogue to online. What emerges clearly from its Report and Accounts, is that *Premier Farnell's* impressive cash generation has resulted not just from the profits recovery underway but a group-wide focus on free cash flow. Senior management at *Premier Farnell* have determined that a key performance indicator for the group is working capital control and free cash flow generation. Similar to *Tate & Lyle*, the company managers' focus on cash generation at *Premier Farnell* gave us confidence that the strong cash flows could be sustained. Sometimes the qualities of a business model can result in strong cash flow as measured by our cash flow ratios. This was the case with *Intercontinental Hotels Group*. The company managers have been working assiduously to move its business towards a highly cash-generative franchised and management-fee-based business model. Their success has been demonstrated by increasingly impressive cash generation which, by their own admission, is more than sufficient for their business needs. As a result of this transformation, *Intercontinental Hotels Group* ranks very highly on our cash flow ratios and due to the underpinning of their business model we are confident its strong cash generation can be sustained.

Outlook

We would expect to make a number of further changes to the portfolio as we complete our analysis of UK annual results; particularly those companies in the UK reporting later in the year with non-December year ends. We remain optimistic that our investment process will perform better in the near future, as investors focus more carefully on growth prospects and earnings delivery. We base this judgement on historic, post-war patterns of stock market performance and the performance of our process through market inflection points. The difficulty is to pinpoint exactly when this shift will happen as, although economic and stock markets exhibit recurring patterns, each cycle is unique.

GARY WEST & JAMES INGLIS -JONES

Liontrust European Investment Services Limited

August 2010

Manager's Report

The manager's investment report, together with information on the authorised status of the Fund, the objectives and policy of the Fund and the information on page 1, comprise the Manager's Report.

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NET ASSET VALUE PER UNIT AND COMPARATIVE TABLE

Net Asset Values and Total Expense Ratios

The table below shows the number of income units in issue, the total net asset value of the property of the Fund, the net asset value per unit and the total expense ratio:

Date	Units in issue	Net asset value of Fund	Net asset value per	Total expense ratio *
31th December 2007	23,668,000	£33,104,850	139.87 pence	1.62%
31th December 2008	28,569,024	£27,765,287	97.19 pence	1.63%
31st December 2009	22,435,188	£25,168,145	112.18 pence	1.65%
30th June 2010	20,830,319	£21,517,536	103.30 pence	1.65%

The calculation of the net asset value for the current year uses bid prices in line with the requirements of the Statement of Recommended Practice (SORP) for Authorised Funds issued by the IMA in November 2008.

* The Total Expense Ratio ('TER') is the total expenses paid by the Fund in the period, annualised, against its average net asset value.

The Portfolio Turnover Rate (PTR) for the period is 53.00% (31st December 2009: 71.99%).

The PTR is a ratio that reflects the volume of trading within the Fund during the period. The PTR is the sum of all transactions in securities less the sum of all transactions in the Fund's units against the Fund's average net asset value.

The total purchases of the period are £7,132,112 (2009: £11,399,913). The total sales of the period are £9,312,901 (2009: £16,284,146). For the purposes of calculating the PTR, the figures used for purchases and sales do not include transactions in the SSgA cash fund, short term deposits or derivative contracts, as per IMA guidelines.

Capital (unit prices) and income (net distribution per unit)

The table below shows the highest buying price, the lowest selling price of units and the net income distributions made by the Fund for the last five years.

Year	Highest offer (buying) price	Lowest bid (selling) price	Net income per unit	Net income per £1,000 invested at 4th January 2005
2005	122.66 pence	94.82 pence	1.67 pence	£16.46
2006	141.59 pence	114.03 pence	1.56 pence	£15.38
2007	145.71 pence	124.50 pence	1.78 pence	£17.55
2008	152.78 pence	85.56 pence	2.41 pence	£23.76
2009	122.49 pence	82.38 pence	3.10 pence	£30.56
2010 (to 30.06)	127.47 pence	102.61 pence	-	-

The Fund distributes income once per annum, at the end of February. The ex-dividend date is 1st January each year.

Income can be reinvested to purchase units at no initial charge.

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AUTHORISED STATUS

The Fund is an authorised unit trust scheme (“the Scheme”) under Section 243 of the Financial Services and Markets Act 2000 (authorisation orders) and the Financial Services Authority’s Collective Investment Schemes Sourcebook and is categorised as a UCITS scheme.

CHARGES, FEES AND EXPENSES

Change to Registration Fees

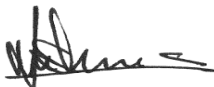
The cost of the maintenance of the register and the sub-register fees for ISA unitholders is paid out of the property of each Fund and for all funds is currently levied at 0.0565% per annum of the value of each Fund. Following a review of the level of this fee, with effect from 1 July 2010 the fee levied will increase to 0.0720% per annum, an increase of 0.0155%, which is less than 1% of the Total Expense Ratio.

CHANGE OF LEGAL STATUS

On the 8th July 2010 The Manager Liontrust Investment Funds Limited (‘LIF’) was converted to a Limited Liability Partnership Liontrust Fund Partners (‘LFP’). On this date LFP was authorised by the Financial Services Authority and LIF ceased to be authorised.

CERTIFICATION OF ACCOUNTS BY MEMBERS OF THE MANAGER

We certify that this Manager’s Report has been prepared in accordance with the Financial Services Authority’s Collective Investment Schemes Sourcebook.



John Ions
Chief Executive



Anthony Morrison
Designated Member

Liontrust Fund Partners LLP.

26 August 2010

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PORTFOLIO STATEMENT

as at 30th June 2010 (Ordinary shares except where otherwise stated)

	Holding	Market Value £'000	Percentage of total net assets %
Listed Securites			
UNITED KINGDOM		20,799	96.65
(30.12.09: 99.97%)			
Basic Materials			
(30.12.09: 12.51%)			
Antofagasta	49,046	389	1.80
BHP Billiton	51,855	915	4.25
Rio Tinto	21,871	658	3.06
		<u>1,962</u>	<u>9.11</u>
Consumer Goods			
(30.12.09: 2.58%)			
British American Tobacco	28,816	605	2.81
Imperial Tobacco	35,982	667	3.10
Reckitt Benckiser	22,128	688	3.20
		<u>1,960</u>	<u>9.11</u>
Consumer Services			
(30.12.09: 3.48%)			
Intercontinental Hotels	37,858	404	1.88
Kingfisher	203,046	428	1.99
Ladbrokes	273,365	354	1.65
Next	20,480	413	1.92
Restaurant	175,754	368	1.71
Stagecoach	143,612	257	1.19
WH Smith	83,243	339	1.58
		<u>2,563</u>	<u>11.92</u>
Financials			
(30.12.09: 24.06%)			
Ashmore	152,878	375	1.74
Barclays	176,396	489	2.27
Hiscox	116,492	398	1.85
HSBC	144,491	900	4.18
IG	103,151	435	2.02
Legal & General	572,652	449	2.09
Man	172,837	388	1.80
Provident Financial	45,664	382	1.77
		<u>3,816</u>	<u>17.72</u>

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as at 30th June 2010 (Ordinary shares except where otherwise stated)

	Holding	Market Value £'000	Percentage of total net assets %
Health Care			
(30.12.09: 11.21%)			
AstraZeneca	34,409	1,105	5.13
GlaxoSmithKline	108,227	1,235	5.74
		2,340	10.87
Industrials			
(30.12.09: 12.22%)			
Atkins WS	57,581	390	1.81
Balfour Beatty	156,524	376	1.75
De La Rue	42,843	407	1.89
IMI	61,524	426	1.98
Keller	60,926	320	1.49
Premier Farnell	178,955	393	1.83
Regus	380,428	267	1.24
		2,579	11.99
Oil & Gas			
(30.12.09: 24.18%)			
BG	48,760	495	2.30
BP	270,852	884	4.11
EnQuest	26,756	27	0.13
Petrofac	38,874	459	2.13
Royal Dutch Shell 'B' Shares	92,786	1,510	7.02
		3,375	15.69
Technology			
(30.12.09: 2.35%)			
Computacenter	121,338	352	1.64
Invensys	137,598	330	1.53
		682	3.17
Telecommunications			
(30.12.09: 4.89%)			
Vodafone	758,788	1,064	4.94
		1,064	4.94
Utilities			
(30.12.09: 2.49%)			
Drax	121,299	458	2.13
		458	2.13

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PORTFOLIO STATEMENT

as at 30th June 2010 (Ordinary shares except where otherwise stated)

	Holding	Market Value £'000	Percentage of total net assets %
IRELAND		737	3.43
(30.12.09: 3.57%)			
Cash Deposits			
(30.12.09: 3.57%)			
SSgA Cash Management Fund*	736,869	<u>737</u>	<u>3.43</u>
		<u>737</u>	<u>3.43</u>
Portfolio of investments		21,536	100.08
Net other assets		<u>(18)</u>	<u>(0.08)</u>
Total net assets		<u><u>21,518</u></u>	<u><u>100.00</u></u>

All securities are approved securities traded on eligible securities markets, as defined by the Collective Investment Scheme sourcebook, unless otherwise stated.

* In order to maintain appropriate levels of interest received on any large cash balances held by the Fund, cash balances are reviewed on a daily basis and any excess cash is transferred into the SSgA Cash Management Fund. The units in the SSgA Cash Management Fund are readily transferable back into cash at any time as required for the operation of the Fund. This investment is a related party.

LIONTRUST FIRST LARGE CAP. FUND

STATEMENT OF TOTAL RETURN

for the period ended 30th June 2010 (unaudited):

	2010 £'000	2010 £'000	2009 £'000	2009 £'000
Income:				
Net capital losses		(2,182)		(1,648)
Revenue	545		737	
Expenses	(203)		(199)	
Finance costs: Interest	-		-	
Net revenue before taxation	<u>342</u>		<u>538</u>	
Taxation	<u>-</u>		<u>-</u>	
Net revenue after taxation		<u>342</u>		<u>538</u>
Total return before equalisation		<u>(1,840)</u>		<u>(1,110)</u>
Finance costs: Equalisation		(15)		(21)
Change in net assets attributable to unitholders from investment activities		<u><u>(1,855)</u></u>		<u><u>(1,131)</u></u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the period ended 30th June 2010 (unaudited):

	2010 £'000	2010 £'000	2009 £'000	2009 £'000
Opening net assets attributable to unitholders		25,169		27,765
Amounts receivable on issue of units	833		1,621	
Amounts payable on cancellation of units	<u>(2,622)</u>		<u>(4,406)</u>	
		(1,789)		(2,785)
Stamp duty reserve tax		(7)		(10)
Change in net assets attributable to unitholders from investment activities		(1,855)		(1,131)
Closing net assets attributable to unitholders		<u><u>21,518</u></u>		<u><u>23,839</u></u>

LIONTRUST FIRST LARGE CAP. FUND

BALANCE SHEET

as at 30th June 2010 (unaudited):

	2010 £'000	2010 £'000	2009* £'000	2009* £'000
Assets				
Investment assets		21,536		26,059
Debtors	119		71	
Cash and bank balances	<u>-</u>		<u>23</u>	
Total other assets		<u>119</u>		<u>94</u>
Total assets		21,655		26,153
Liabilities				
Creditors	123		289	
Bank overdrafts	14		-	
Distribution payable on income units	<u>-</u>		<u>695</u>	
Total liabilities		137		984
Net assets attributable to unitholders		<u><u>21,518</u></u>		<u><u>25,169</u></u>

* Comparative figures are as at 31st December 2009.

ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice (SORP) for Financial Statements of Authorised Funds issued by the IMA in November 2008.

LIONTRUST FIRST LARGE CAP. FUND

ADDITIONAL INFORMATION

Trust Deed: The Fund was established by a Trust Deed made between the Manager and the Trustee dated 16th December 1998 and amended by Supplemental Trust Deeds dated 1st July 1999, 9th July 1999, 13th October 1999, 19th July 2002, 14th February 2003 and 19th August 2005.

Prospectus: Copies of the Fund's Prospectus are available free of charge from the Manager upon request, and from our website, www.liontrust.co.uk.

Unit type: The Fund issues income units only. Investors can elect at any time to have any income either paid out or automatically reinvested to purchase units at no initial charge.

Pricing and dealing: A buying price (the price at which you have bought the units in the Fund and being the higher) and a selling price (the price at which you can sell the units back to the Manager and being the lower) are always quoted for the Fund. The buying price includes the Manager's initial charge.

Dealing in all unit trusts operated by Liontrust Fund Partners LLP may be carried out between 08.30 and 17.00 hours on any business day. Professional investors and advisers may buy and sell units over the telephone; private investors are required to instruct the Manager in writing at all times. Prices are quoted on a 'forward' basis. This means that all deals are based on a price that is calculated at the next valuation point (which is 12.00 hours on each business day) following receipt of instructions. Instructions received before 12.00 hours will be priced at 12.00 hours that day, whilst those deals taken later in the day will receive the next dealing price which is fixed at 12.00 hours on the following business day.

In the case of large deals of £15,000 and over, the Manager has the discretion to quote a special price within limits laid down under the Regulations.

The minimum initial lump sum investment in the Fund is £1,000, the minimum additional investment is £1,000 and the amount you may sell back to the Manager at any one time is £500, providing you maintain a balance of £2,500. At its absolute discretion, the Manager may accept a lower minimum amount for the purchase and sale of units.

A contract note in respect of any purchase will be issued immediately. Unit certificates will not be issued. Instructions to sell your units may be required to be given in writing to Liontrust Customer Services Team, PO Box 23850, Edinburgh EH7 5FY. A contract note confirming the instruction to sell will be issued immediately. Following receipt of a correctly completed Form of Renunciation, a cheque in settlement will be sent directly to you or your bank/building society in four business days. Liontrust does not make or accept payments to or from third parties unauthorised by the Financial Services Authority.

Management charges, spreads and yields: The initial charge of the Fund is 5% and the annual management fee is 1.5%. The Trust Deed permits these to be increased to a maximum of 7% and 2% respectively, with any proposed increases subject to three months' notice to unitholders. The difference between the bid and the offer prices is currently 6% which includes the initial charge. The net estimated yield is currently 2.86%. This yield is calculated and published daily.

Certain other expenses are met by the Fund, all of which are detailed in the Prospectus.

Commission: Commission is payable to authorised intermediaries on purchases of units in the Fund at a rate of up to 3%. A discount is available when switching between Liontrust's range of unit trusts.

Publication of prices: The price of units in the Fund is quoted on our website, www.liontrust.co.uk, other industry websites such as www.trustnet.com, and the website of the Investment Management Association (the industry trade body), www.investmentuk.org. Daily and historic Fund prices are available from our Dealing and Administration team on 0844 892 1007.

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ADDITIONAL INFORMATION

Stamp Duty Reserve Tax: Stamp Duty Reserve Tax (“SDRT”) is a 0.5% tax that is payable by the Trustee of a unit trust when unitholders sell their units in that unit trust. This may have an effect on you as the unitholder depending on how the unit trust manager treats this particular charge. Any SDRT liability incurred by the Trustee on First Large Cap. is charged to the Fund, which could mean that less of your money will be invested for potential capital and income growth.

Capital Gains Tax: As an authorised unit trust, the Fund is exempt from UK Capital Gains Tax. An individual’s first £10,100 of net gains on disposals in the 2010-2011 tax year are exempt from tax.

Income Tax: UK tax resident individuals are entitled to tax credits in respect of dividend distributions received and are subject to income tax on the aggregate of the distribution and the tax credit. In the case of a distribution the current value of the tax credit is equal to one ninth of the net dividend received and the distribution plus tax credits are treated as the top slice of an individual’s income.

UK resident individuals who are not liable to tax are not able to reclaim the tax credits from the HM Revenue and Customs. In the case of UK resident individuals who are liable to starting or basic rate tax only, the tax credit will match his or her liability on the distribution and there will be no further tax to pay and no right to claim repayments to the HM Revenue and Customs. In the case of a higher rate tax payer, the tax credit will be set against, but not fully match, his or her tax liability on the distribution. Such people will have an additional tax liability to pay.

Corporate Unitholders: Ordinary dividends distributed by the Fund to corporate unitholders will be treated as part-franked investment income and part unfranked investment income, in the corporate unitholders’ hands. The precise split will be calculated by the Manager and will be detailed on the distribution vouchers accompanying the distribution.

For unitholders chargeable to UK corporation tax, income allocations representing the UK dividends received by the Fund will not be subject to corporation tax in the unitholders’ hands. Income allocations representing other types of income received by the Fund will be taxable as if they were annual payments received after the deduction of tax at the rate of 20 per cent of the gross distribution.

Important information: It is important to remember that the price of units, and the income from them, can fall as well as rise and is not guaranteed and that investors may not get back the amount originally invested. Past performance is not a guide to future performance. The issue of units may be subject to an initial charge and this is likely to have an impact on the realisable value of your investment, particularly in the short term. You should always regard unit trust investment as long term. The annual management fee of the Fund is deducted from capital. Whilst this results in the dividend paid to investors being higher than would be the case were the annual management fee charged to income, the potential for capital growth may be reduced.



Liontrust Customer Services Team
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E-mail: admin@liontrust.co.uk
Web address: www.liontrust.co.uk

Liontrust Fund Partners LLP is authorised and regulated by the Financial Services Authority.