STERLING ASSET MANAGEMENT FUND

Minimum disclosure document (fact sheet) as at 28 February 2018

ASHBURTON INVESTMENTS

Investment objectives & strategy

This Fund aims to achieve an increase in value whilst suppressing volatility and risk, through a conservative allocation of assets between, primarily, international equities, fixed interest securities and cash or money market instruments. Exposure to equities is limited to a maximum of 50% and exposure to fixed income securities is limited to a maximum of 70%. Exposure to currencies, other than base currency, after hedging, will not exceed 50%.

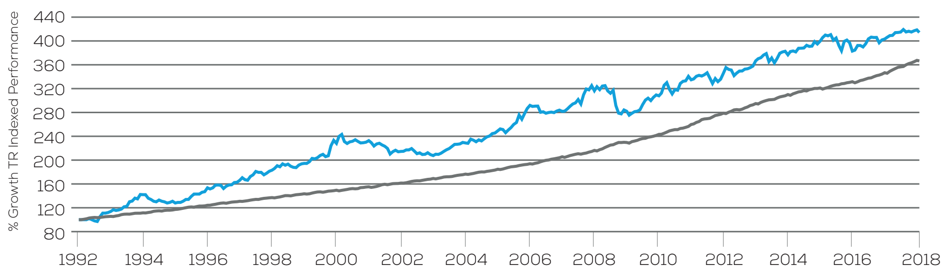
Investor profile

This Fund is suitable for an investor looking to achieve long-term growth of capital, accepting a low to moderate degree of risk.

Fund activity

- After a very strong start to the year for global equities, buoyed by the passing of tax reform in the US, rising inflation concerns and concomitant rising bond yields caused markets to stumble into a "flash crash", with the S&P 500 falling over 8% within the first week of February.
- US treasuries continued to push upwards on rising inflation expectations and monetary policy normalisation, peaking by month-end at 2.9%.
- On the back of heightened risk awareness, global emerging market bond spreads (EMBI) rose sharply, reversing a three month positive move.

Performance & statistics



Annual average compound rate of return: **5.60%**

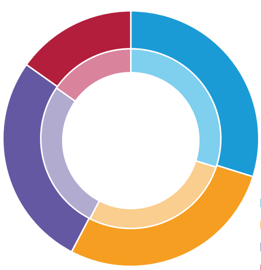
Source: Morningstar

The investment performance is for illustrative purposes only and is calculated on a bid to bid basis and does not take any initial fees into account. Income is reinvested on the ex-dividend date. Actual performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Past performance is not necessarily an indication of future performance.

Growth (%)	Fund	Benchmark
YTD	-0.71	0.33
1 Mth	-1.06	-0.26
3 Mths	-0.21	0.88
6 Mths	-1.20	2.61
1 Yr	1.99	5.98
3 Yrs	2.11	14.82
5 Yrs	11.87	24.54
Since launch	314.17	266.46

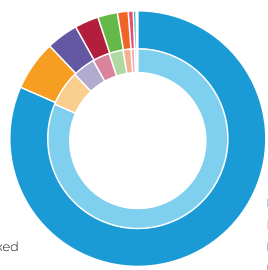
Fund statistics (Rolling 3 Yr)	Fund
Standard deviation	5.12
Sharpe ratio	0.07
Maximum gain	9.44
Maximum drawdown	-6.72
Drawdown recovery (mths)	16
Positive months	23

Asset allocation (%)



- 30.46 Equities
- 28.45 Cash and T Bills
- 27.75 Bonds - Sov & Quasi Fixed
- 15.50 Bonds - Corporate

Currency weightings (%)



- 83.32 GBP
- 6.46 INR
- 4.11 MXN
- 3.09 TRY
- 2.54 JPY
- 1.39 HKD
- 0.65 OTHER
- 0.35 NOK
- 0.17 USD
- 0.05 EUR

International

Key facts

Head of Asset Allocation
Multi Asset Team

Risk profile

Low | **Low to moderate** | Moderate | Moderate to high | High

General Information

Launch date	04/02/92
Fund size	£225.24m
Minimum investment	£10,000
Benchmark	UK CPI + 3%
Domicile	Jersey
Dealing	Daily
ISIN	GB0000532423
Sedol	0053242
Bloomberg ticker	ASHRASI JY
Nav price	£41.4171
Yield	N/A
Dividend policy	Accumulation
Manager	Ashburton Fund Managers Limited
Investment manager	Ashburton (Jersey) Limited
Custodian	BNP Paribas Securities Services S.C.A., Jersey Branch
Reporting fund	No
ISA eligible	No
FCA recognised	No
Umbrella fund	Ashburton Replica Portfolio Limited

Fee Structure (%)

Annual Management fee	1.50%
Total Expense Ratio (TER)	1.82%
Transaction Charges	0.00%
Total Investment Charges	1.82%

Initial Charges are subject to prescribed minimums. Please refer to the Fund Prospectus.

Contact us

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Or speak to your financial advisor.

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Monthly performance history (%)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Calendar year
2018	0.35	-1.06	-	-	-	-	-	-	-	-	-	-	**-0.71**
2017	0.35	0.72	0.71	0.07	1.15	0.05	0.18	1.03	-0.96	0.28	-0.30	0.50	**3.83**
2016	-3.51	0.41	2.04	0.00	-0.63	1.35	2.09	0.74	-0.14	0.01	-2.19	1.20	**1.21**
2015	1.18	1.52	1.07	-0.32	0.48	-2.30	0.93	-3.06	-2.27	4.09	0.54	-1.13	**0.53**
2014	-1.57	1.46	0.27	-0.44	1.61	0.03	0.10	1.15	-0.46	0.11	1.96	-1.02	**3.17**

The above portfolio performance is calculated on a bid to bid basis and does not take any initial fees into account. Income is reinvested on the ex-dividend date. Actual investment performance will differ based on the initial fees applicable, the actual investment date and the date of reinvestment of income. Past performance is not necessarily an indication of future performance.

Top 5 bond holdings (%)

	Sector	%
Turkey Government Bond 11.0000 02 Mar 2022	Sovereign & Quasi Fixed	5.35
United Kingdom Gilt 1.7500 22 Jul 2019	Sovereign & Quasi Fixed	5.14
Mexican Bonos 5.7500 05 Mar 2026	Sovereign & Quasi Fixed	4.03
Mexican Bonos 6.5000 09 Jun 2022	Sovereign & Quasi Fixed	3.27
Ashburton Investments SICAV - India Fixed Income Opportuniti	Internal Shares	3.18

Top 5 equity holdings (%)

	Sector	%
NIKKEI 225 (OSE) Mar18	Future	8.30
EURO STOXX 50 Mar18	Future	6.38
SPDR S&P500 ETF Trust	Other	5.35
Ashburton Indian Equity Opportunities Fund	Internal Shares	3.32
Ashburton Emerging Markets Funds Ltd - Chindia Equity Fund	Internal Shares	2.66

Geographical weighting (%)

	ASIA	EU	JPN	OTHER	UK	US
Bonds - Corporate	-	-	-	3.2	3.2	9.1
Options	-	-	-	-	-	-
Bonds - Sov & Quasi Fixed	-	-	-	15.6	8.2	3.9
Equities	6.5	7.0	8.3	0.6	0.1	7.8

Disclaimer

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In South Africa, the Fund is approved for promotion under section 65 of the Collective Investment Schemes Control Act 2002. Collective Investment Schemes (CIS) are generally medium to long-term investments. A schedule of fees, charges and maximum commissions is available on request from the manager. Forward pricing is used and portfolio valuations take place 4pm New York time, on each business day. Instructions to redeem or repurchase must reach Ashburton by 4.30pm, London time, on each Business Day. Excessive withdrawals from the portfolio may place the portfolio under liquidity pressures. In such circumstances a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed. In the event a potential investor requires material risks disclosures for the foreign securities included in a portfolio, the manager will upon request provide such potential investor with a document outlining: potential constraints on liquidity and repatriation of funds; Macro-economic risk; Political risk; Foreign Exchange risk; Tax risk; Settlement risk; and Potential limitations on the availability of market information.

*TERs are based on the 31/12/2017 calculations. The Total Expense Ratio (TER) is expressed as an annualised percentage of the charges, levies and fees incurred by the portfolio related to its management, for the period under review against the average NAV of the portfolio over this period. A higher TER does not necessarily imply a poor return, nor does a lower TER imply a good return. The current TER cannot be regarded as an indication of future TERs. A full detailed schedule of fees, charges and commissions is available from Ashburton on request and incentives may be paid and if so, would be included in the overall costs.

The value of investments and the income from them can go down as well as up, is not guaranteed, and you may not recover the amount of your original investment. Past performance should not be seen as an indication of future performance. Where investments involve exposure to a currency other than that in which it is denominated, changes in rates of exchange may cause the value of the investment to go up or down, consequently, investors may receive an amount greater or less than their original investment. For the most up to date prices, performance information, Prospectus and Key Information Document, visit www.ashburtoninvestments.com