

CIS Sustainable **World Trust**

- A concentrated yet diverse portfolio in which every holding counts
- A twin focus on sustainable investment and sustainable performance with global diversification
- A focus on high-quality companies that satisfy key ESG criteria
- An emphasis on valuation and the potential for future rerating
- A highly rated, established fund manager supported by a well-resourced investment team

Fund aims

To provide medium to long-term capital growth via worldwide investments in multiple asset classes, but primarily equities with some fixed-interest securities and cash.

Key facts

Fund Manager	Mike Fox
Fund launch date	21/09/09
Fund size	£72m
IMA Sector	Balanced Managed
Sedol code	B3PXJX0
Risk rating	Balanced
Base currency	GBX
Distribution dates	May, November

Market commentary

The economic environment has improved over the last three months. Action taken last year by governments and central banks has encouraged consumers and businesses to spend once again. Despite this, global equity markets fell during the period because of concerns over the sustainability of the recovery, particularly in the face of the unfolding Greek debt crisis.

The Trust performed broadly in line with the median of the peer group during the period, and was ranked in the second quartile. Performance was boosted by a bias towards equities at the expense of cash and fixed income. Nevertheless, the Trust's bias towards equities had a negative effect upon performance during June as levels of risk aversion increased and equity markets fell.

At stock level, higher-than-expected profits from Victrex, which supplies a unique polymer to the medical industry, contributed to performance. Concerns over the possibility of a slowing economic recovery caused eBay's Marketplace business to underperform; nevertheless, we believe that these concerns are overdone and that eBay's shares are undervalued. CVS underperformed after losing a contract with Walgreens and we are reviewing the holding. Elsewhere, the Trust's lack of exposure to BP proved positive for performance.

Looking ahead, the Trust is likely to retain its bias towards equities over fixed income, cash and alternative investments owing to equities' long-term potential for total return. Any significant shifts in asset allocation are likely to be driven primarily by bottom-up stock analysis although, on occasion, cash and gilts will be used to protect capital.

Contact broker services

0845 603 9986

co-operativeassetmanagement.co.uk
tcam@cfs.coop

Part of The **co-operative** financial
services

Strength through diversity

CIS Sustainable World Trust follows the same robust investment approach that has delivered strong and sustained returns for CIS Sustainable Leaders Trust, but with the additional benefit of exposure to overseas companies. The fund manager uses a thematic approach, identifying core themes and trends on a global basis, and then pinpointing the individual companies that are poised to benefit over the long term as those themes develop. Every holding within the fund has to satisfy The Co-operative Asset Management's core criterion of sustainability with regard to environmental, social and governance (ESG) issues.

“Most sustainable themes are global in nature and this fund is a great way to access global markets.”

Asset allocation (30/06/10)

Corporate Bond	17.0%
Equity	80.8%
Cash	2.2%

Top ten holdings (30/06/10)

1. Smiths Group	3.7%
2. Republic Services	3.5%
3. Apple Inc	3.2%
4. Cisco Systems	3.0%
5. Victrex	2.9%
6. Scottish & Southern Energy	2.8%
7. eBay Inc	2.7%
8. Donaldson Co Inc	2.8%
9. CVS Caremark Corp	2.6%
10. Intel Corp	2.6%
Total	29.7%

Dealing information

Valuation point – 12:00
 Initial charge – 5.00%
 Annual management charge – 1.50%
 Broker line: 0845 603 9986
 Email: tcam@cfs.coop
 Web: co-operativeassetmanagement.co.uk

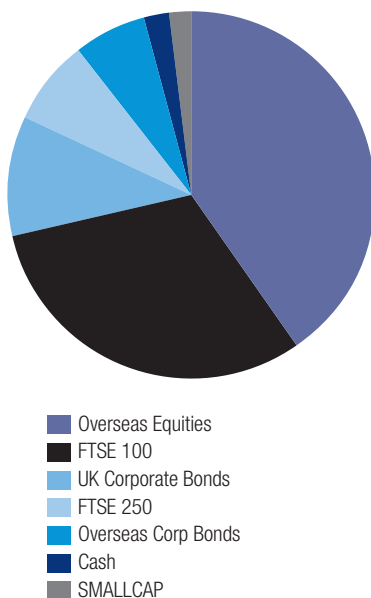
Important information

This leaflet is produced using data sourced from Lipper by The Co-operative Asset Management Limited which is authorised and regulated by the Financial Services Authority and provides asset management services to the fund manager CIS Unit Managers Limited. The Co-operative Asset Management, Registered in England and Wales, number 03858994, CIS Unit Managers Registered in England and Wales, number 2369965. Both companies have the Registered Office : Miller Street, Manchester, M60 0AL. Calls to 0845 numbers will cost no more than 4p per minute for BT customers, call charges from other companies may vary and your may want to check this with your service provider.

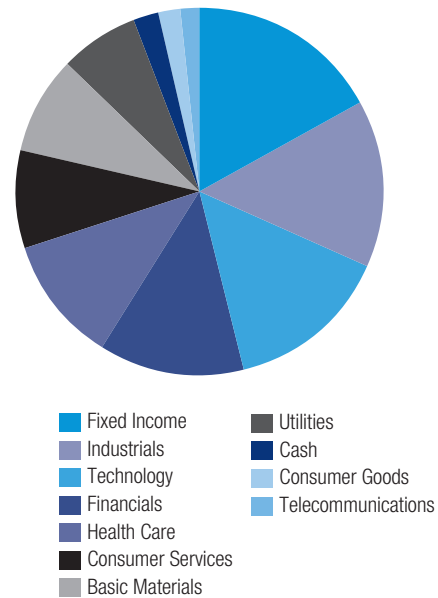
Note : The Fund has less than four quarters' performance and therefore past performance cannot be shown until after 30/09/10.

Portfolio structure (30/06/10)

Asset split



Sector allocation



About the manager

CIS Sustainable World Fund was launched in September 2009 and is managed by Mike Fox, Head of Equities at The Co-operative Asset Management. Mike has managed CIS Sustainable Leaders Trust since November 2003; the fund has achieved top-decile performance over the past three years, and Mike won Citywire's award for "UK Growth Fund Manager of the Year" in 2007. Before his appointment as fund manager of CIS Sustainable Leaders Trust, Mike was deputy fund manager on the Co-operative Pension Fund for two years. Prior to this, he worked as an investment analyst.

About The Co-operative Asset Management

- The Co-operative Asset Management is the fund management arm of The Co-operative Financial Services, which is part of The Co-operative Group.
- We manage a range of investment portfolios for retail, pension fund, life company and other institutional clients, amounting to over £18 billion of assets under management and have managed retail funds since 1989
- Our focus is on the active management of UK equities and bonds, and gains additional insight into alternative investments and overseas equities through strategic partnerships to assist fund managers in their stock selection.
- We have over 50 investment professionals based in Manchester.
- Our team of experienced fund managers has managed portfolios through numerous market and economic cycles. The team boasts an enviably low turnover of fund managers, with an average fund tenure of eight years.