

Investment Objective

The objective of the Fund is to achieve long term capital and income growth through investment primarily in UK equities and convertible securities, with an above average yield. The Fund may also invest from time to time in other securities, including UK government securities, other fixed interest securities and cash.

Investment Manager's Commentary

The FTSE All-Share index rose by 0.3% in the quarter. The FTSE 250 index outperformed this, with an increase of 1.9%, while the FTSE Higher Yield index underperformed with a fall of 0.9%. In general, share prices gained ground in the first two months of the quarter before falling in June. In the UK, the General Election outcome, the loss of an absolute Conservative majority in the House of Commons, came as a shock to investors who had relied on erroneous polling data. However the main reason for the setback in equity markets was a heightened expectation for a global rise in interest rates. This was triggered by comments from several central banks concerning the need to combat inflationary pressures. As a result the yield on the 10-year gilt, which had fallen from 1.1% to 0.9%, spiked upwards to end the quarter at 1.3%.

The fund's total return of 3.4% was ahead of the FTSE All Share index which saw a total return of 1.4%. A positive contribution to performance came from the underweight position in Mining as well as the overweight position in Electronics. In addition stock selection was strong in General Retail (N Brown +48%) and Food Retail (Conviviality +13%). These positives offset negative factors for performance which included the overweight position in Utilities as well as stock selection in Household Goods (Crest Nicholson -4%), Travel & Leisure (Marston's -9%) and Support Services (Carillion -16%). The fund's quarterly distribution was maintained at 1.1p (the same as in Q1) which compares to 1.0p in the same quarter last year.

Performance

Total Return	3 Month	1 Year	3 Year	5 Year
Charity Value and Income Fund	+3.4%	+19.9%	+25.6%	+81.9%
FTSE All Share Index	+1.4%	+18.1%	+23.9%	+65.2%
FTSE 350 Higher Yield Capital Only	+0.4%	+16.6%	+18.9%	+55.3%
Charity Value and Income Fund	+2.3%	+14.4%	+9.9%	+45.5%
FTSE All Share Index	+0.3%	+13.9%	+11.2%	+38.4%
FTSE 350 Higher Yield	-0.9%	+11.0%	+2.5%	+22.1%

Source: OLIM. Bid to bid net income reinvested, after annual charges. Performance is quoted in sterling. Past performance is not a reliable indicator of future results. Figures as at 30/06/17.

Investment Team

Simon Jaffé | Angela Lascelles | Andrew Impey



The Portfolio

Top Ten Holdings	%	Sector Breakdown	%
Unilever	5.9	Oil & Gas	8.0
Conviviality	4.8	Basic Materials	6.6
GlaxoSmithKline	4.8	Industrials	14.4
Dechra Pharmaceuticals	4.5	Consumer Goods	10.7
Vodafone	4.3	Health Care	9.2
Halma	4.0	Consumer Services	19.3
BP	3.9	Telecommunications	6.8
Beazley	3.7	Utilities	5.3
Spectris	3.6	Financials	19.3
Prudential	3.6	Technology	0.0
		Cash	0.4

Key Details

Investment Managers	Simon Jaffé, Angela Lascelles, Andrew Impey				
Benchmark	FTSE All Share Index				
Fund Size	£23.2m				
Launch Date	07/06/2007				
Fund Year End	31 st December				
Unit Prices	Inc	Bid	105.3p	Offer	105.8p
As at 30/06/17	Acc	Bid	167.4p	Offer	168.2p
Historic Yield (trailing 12 months)	4.3%				
Distribution Dates	1 st Interim	31 st May	2 nd Interim	31 st August	
	3 rd Interim	30 th November	Final	28 th February	
Initial Charge	0%				
Annual Management Charge	0.5%*			* excluding VAT on AMC	
Total Expense Ratio	0.65%* - All normal running expenses capped at 0.15%				

How to Invest

Investments can be made by: Lump Sum (min £1,000)
 Manager: Smith & Williamson Fund Administration Limited
 206 St Vincent Street, Glasgow, G2 5SG
 Dealing Line: 0141-222-1150

Important Information and Risks

This document is issued by OLIM Limited and should be read in conjunction with the scheme particulars which highlight details of the CIF structure and its suitability for charities only. Investors should carefully read the risk warnings contained in the scheme particulars and note there is no guarantee the Fund's investment objective will be achieved. The price of the units and income from them can go down as well as up and investors may not get back the full amount originally invested. Past performance is not a reliable indicator of future results. OLIM is authorised and regulated by the Financial Conduct Authority. The Charity Value and Income Fund is not authorised by the Financial Conduct Authority and is registered as a Common Investment Fund with the Charity Commission.