

INTERNATIONAL WINE FUND - 1 OCTOBER 2013 TO 31 DECEMBER 2013

OVERALL MARKET REVIEW

The fourth quarter of 2013 saw a fall in the Liv-ex Fine Wine 100 Index of 4% and falls across the other indices of between 1.5% and 5%. There remains optimism in the market however with some wines gaining, particularly outside of the Bordeaux left-bank. Globally wine demand continues to grow in emerging and some Far East markets.

QUARTERLY PORTFOLIO UPDATE

Consistent with the market trend, the IWF share value showed a modest (1.5%) fall during the final quarter of 2013. Sales from the existing portfolio were made in order to take advantage of favourable consumer demand and the opportunity to realise gains.

By region, in line with its investment objectives, the majority of the portfolio is in Bordeaux wines, with significant holdings of Ch. Lafite Rothschild and Petrus.

By vintage, the investment manager has favoured holdings in the highly investable vintages of 1990 and 2000, as well as balancing the portfolio with the 2001 vintage, one ready for drinking earlier and therefore offering an opportunity to realise gains through resale.

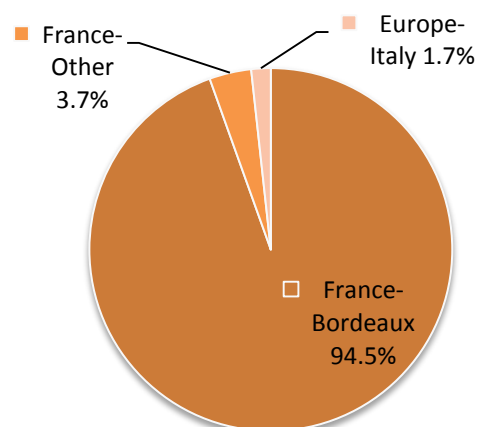
ANNUAL FUND PERFORMANCE

The fund share price rose 1.8% during 2013, performance has largely followed the wine markets, peaking during the middle of the year and falling slightly in the final quarter.

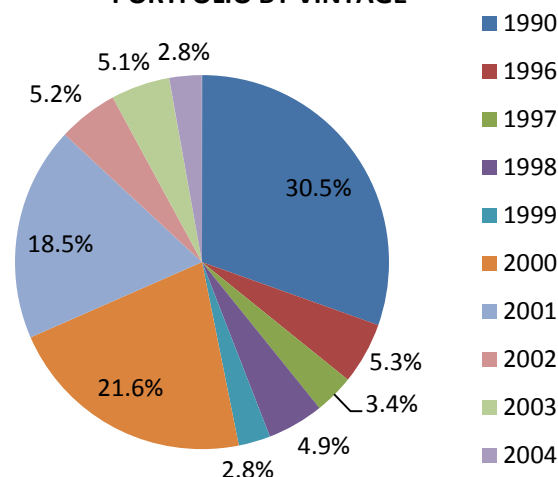
SHARE PERFORMANCE

2008	2009	2010	2011	2012	2013
8.54%	2.17%	20.54%	30.23%	-14.24%	1.83%

PORTFOLIO BY REGION



PORTFOLIO BY VINTAGE



	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13
Price (£)	1492.28	1500.05	1523.82	1507.91	1558.23	1607.40	1596.62	1606.41	1593.16	1544.03	1529.82	1500.61	1520.13
P&L on month	N/A	0.50%	1.51%	-1.07%	3.42%	3.16%	-0.70%	0.60%	-0.83%	-3.08%	-0.88%	-1.95%	1.68%
P&L YTD	N/A	0.50%	2.02%	0.93%	4.38%	7.67%	6.92%	7.56%	6.67%	3.38%	2.48%	0.47%	2.17%

Disclaimer. The information contained on this document is not intended to make any offer, inducement, invitation or commitment to purchase, subscribe to, provide or sell any securities, service or product or to provide any recommendations on which a person should rely for financial, securities, investment or other advice or to make any decision. There is no guarantee that past performance will be indicative of future results, and there is no guarantee of future profits of any kind, nor is there any guarantee of protection from future losses.