

INTERNATIONAL WINE FUND - 1 JULY 2014 TO 30 SEPTEMBER 2014

OVERALL MARKET REVIEW

The Liv-ex Fine Wine 100 Index was largely level in the quarter, despite a dip in late July through to mid-August, the market finished September at the same level as June.

QUARTERLY PORTFOLIO UPDATE

During the quarter the share value fell by 4.5%, despite increases in value of some of the wines held. Clearly this was worse than the underlying general market trend: the relatively high proportion of Château Lafite Rothschild ("Lafite") within the portfolio and its fall during the quarter adversely impacted performance.

Management have identified the level of Lafite as a potential risk and plan to reduce this exposure during the final quarter of 2014 as well as increasing portfolio diversity via acquisitions.

The regional distribution of wines remained consistent with the previous quarter, France – Bordeaux remains the predominant holding although Management continue to increase holdings and explore progressive markets such as Italy and the New World.

The main contributors to the portfolio are wines from the 1990 and 2000 vintages (47.1% as opposed to 43.9% the previous quarter). There were some changes to the percentage holdings of other vintages but nothing to significantly change risk or exposure.

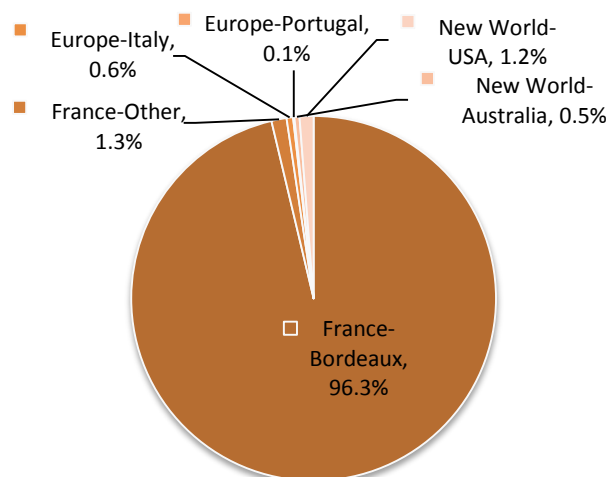
FUND PERFORMANCE – YEAR TO DATE

Since December 2013, the fund share price has fallen 11.0%. Management are endeavouring through improvements to the portfolio mix to improve share price in the final quarter of the year.

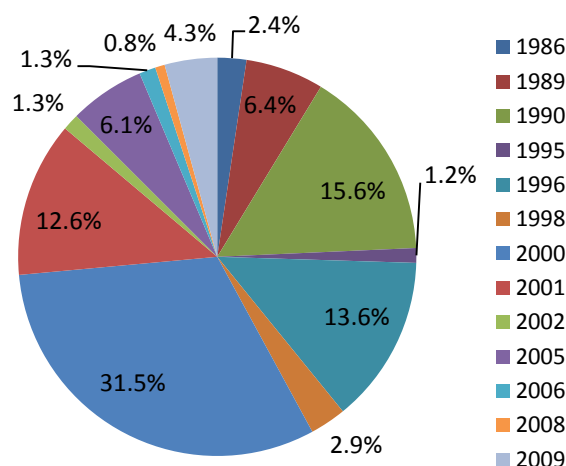
SHARE PERFORMANCE

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

PORTFOLIO BY REGION



PORTFOLIO BY VINTAGE



	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Jul-14	Aug-14	Sep-14
Price (£)	1544.03	1529.82	1500.61	1520.13	1479.94	1430.92	1444.66	1423.31	1407.29	1416.53	1379.84	1359.99	1353.23
P&L on month	-3.08%	-0.88%	-1.95%	1.68%	-2.64%	-3.31%	0.96%	-1.48%	-1.13%	0.66%	-3.69%	-1.67%	-0.64%
P&L YTD	3.38%	2.48%	0.47%	2.17%	-2.64%	-5.87%	-4.96%	-6.37%	-7.42%	-6.40%	-12.17%	-15.79%	-17.37%

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