

Cazenove Strategic Bond Fund

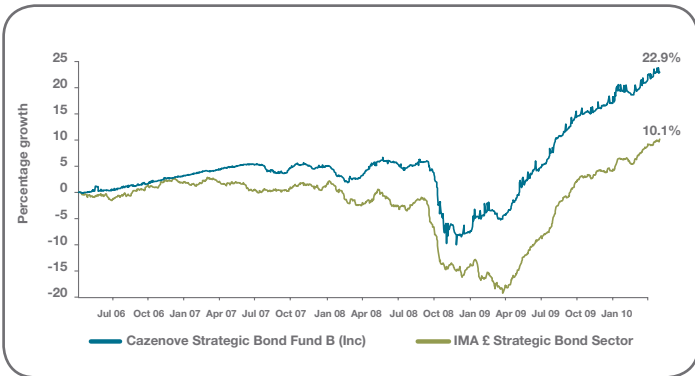
Managed by Peter Harvey



The Cazenove Strategic Bond Fund is a corporate bond fund with a total return approach. It seeks to generate a gross return above sterling cash interest rates, over the medium term, through a flexible allocation to investment grade bonds, high yield and derivative instruments.

The fund has the ability to use the wider investment powers permitted under UCITS regulations to hedge credit risk in the portfolio and/or potentially gear the portfolio with credit default swaps.

Performance since fund launch



Source: Lipper, net income reinvested 04/04/06 to 30/04/10.

Fund manager



Peter Harvey joined Cazenove Capital in 2005. Peter is head of credit and is also manager of the Cazenove Strategic Debt Fund (an offshore fund). Peter joined from F&C Management Ltd where he was head of UK credit. Before joining F&C, Peter spent three years with Lloyds Bank Capital Markets Group.

Performance (%)

	1 year	3 years	Since launch
Cazenove Strategic Bond Fund B Inc	23.8%	17.2%	22.9%
IMA £ Strategic Bond Sector	29.5%	8.0%	10.1%

Source: Lipper, net income reinvested at 30/04/10. OBSR rating at 30/04/10.

Past performance is not a guide to future performance.

Important information

For professional advisers authorised and regulated by the FSA only. This document must not be distributed to retail investors.

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Past performance is not a guide to future performance. The value of investments and the income from them can go down as well as up and an investor may not get back the amount originally invested and may be affected by fluctuations in exchange rates. The levels and bases of tax assumptions may change. This document is for information purposes only and does not constitute an offer to enter into any contract/agreement nor is it a solicitation to buy or sell any investment or to provide any services referred to therein. More detailed information can be found in the Full and Simplified Prospectuses which are available on request from the Manager and this booklet is for information only. Investments should be made on the basis of the current Simplified Prospectus.

For further information visit: www.cazenovecapital.com or call: 0800 015 9592

Fund type:	UCITS
Fund size (at 30/04/09):	£453m
Launch date:	4th April 2006
IMA sector:	£ Strategic Bond
AMC:	1% - inclusive of 0.5% p.a. renewal commission.
Investors seeking:	A high income

Source: Cazenove Capital Management

Why Cazenove Strategic Bond Fund?

- Seeks to generate a gross return above sterling cash interest rates over the medium term
- Proprietary credit analysis - not reliant on external agencies
- Flexibility to invest throughout the credit spectrum depending on where the manager sees the most relative value
- A rated by OBSR
- 6.2% distribution yield*
- 5.2% to underlying yield**
- Interest rate duration: 2.4 years[†]
- 1st quartile over three years and since launch^{††}

* At 30/04/10. The distribution yield reflects the amounts that may be expected to be distributed over the next twelve months as a percentage of the mid-market share price of the fund as at the date shown. It is based on a snapshot of the portfolio on that day. It does not include any preliminary charge and investors may be subject to tax on distributions.

** At 30/04/10. The underlying yield reflects the annualised income net of expenses of the fund (calculated in accordance with relevant accounting standards) as a percentage of the mid-market unit price of the fund at the date shown. It is based on a snapshot of the portfolio on that day. It does not include any preliminary charge and investors may be subject to tax on distributions.

[†] Source: Cazenove Capital at 30/04/10.

^{††} Source: Lipper, net income reinvested at 30/04/10.