

Corporate Objective

to deliver long-term capital growth, while preserving shareholders' capital;

to invest without the constraints of a formal benchmark, but to deliver for shareholders increases in capital value in excess of the relevant indices over time.

Investment Policy

to invest in a widely diversified, international portfolio across a range of asset classes, both quoted and unquoted;

to allocate part of the portfolio to exceptional managers in order to ensure access to the best external talent available.

Financial Summary

Review of the month

May was a difficult month for global equity markets, with the MSCI World (£) index declining 4.2%. Over the same period our NAV fell 0.9%. A number of issues combined to precipitate a difficult month. The focus was firmly on the much-discussed travails of the Eurozone, where unease about the ability of the Spanish banking system to cope with the aftermath of the property crash took centre stage. In addition signs that the US and Chinese economies were faltering relative to expectations further undermined sentiment.

Performance

	1 year	3 years	5 years	10 years
Share price	-13.8%	21.7%	8.8%	159.4%
Net asset value	-4.1%	29.3%	8.3%	149.7%
MSCI World Index (in £)	-7.3%	27.2%	-6.5%	15.3%

Key Details as at 31 May 2012

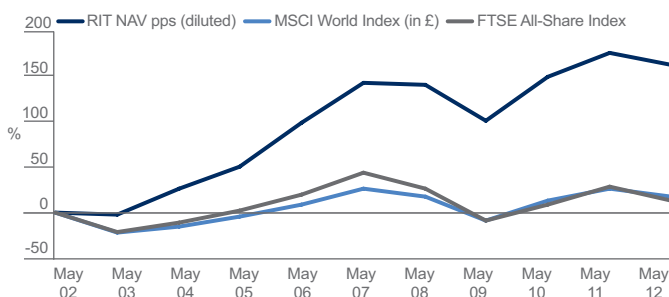
Net assets	£1,857.3m
NAV per share (Diluted)	1209.0p
Share price (mid market)	1123.0p
Premium / Discount	-7.1%
Ongoing Charges % (TER)*	0.97%
Shares in issue	153,866,062
Financial year-end	31 December 2012
Last dividend payment date	August 2011
Last dividend paid	4.0p per share
AGM	26 July 2012

Currency Exposure

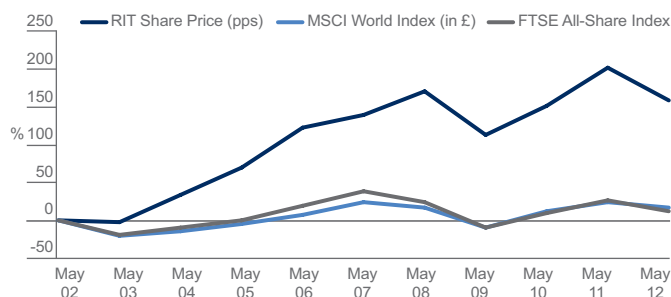
	(% of NAV)
US dollar	65%
Singapore dollar	14%
British pound	11%
Canadian dollar	8%
Japanese yen	3%
Mexican peso	3%
Euro	-6%
Other	2%

*as at 31 March 2012

NAV per share performance over ten years

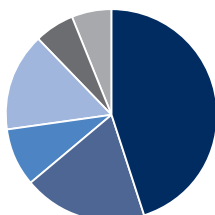


Share price performance over ten years



Asset Allocation (% of NAV)

Quoted Equity – Externally managed	45%
Quoted Equity – Internally managed	19%
Unquoted – Direct	9%
Unquoted – Funds	15%
Real assets	6%
Absolute Return & Credit, Government Bonds and Currency	6%



* Net liquidity & borrowings -

Geographical Exposure (% of NAV)

North America	39%
Emerging markets	18%
United Kingdom	14%
Global	10%
Liquidity, Borrowings & Currency	8%
Europe	6%
Japan	3%
Other	2%

