

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

The net asset value (NAV) per share at 31 December was 1,730 pence. The NAV total return for the year was +12.1% and the share price total return was +14.2%. Over the same period, the Company's two benchmarks; RPI plus 3% and MSCI All Country World Index (50% Sterling) were up +5.5% and +18.9% respectively. The share price closed at 1,885 pence per share.

Performance

	1 year	3 years	5 years	10 years
NAV per share total return	12.1%	32.7%	65.9%	99.6%
Share price total return	14.2%	58.7%	71.2%	119.4%
RPI plus 3.0% per annum	5.5%	15.0%	28.9%	75.7%
MSCI All Country World Index (50% £)	18.9%	34.0%	86.0%	88.5%

Key Details as at 31 December 2016

Net assets	£2,692m
NAV per share (Diluted)	1,730p
Share price	1,885p
Premium	9.0%
Ongoing Charges % *	0.68%
Gearing	14.7%
Shares in issue	155,351,431
Financial year-end	31 December 2016
Next dividend payment date	28 April 2017
Dividend payable	16.0p per share

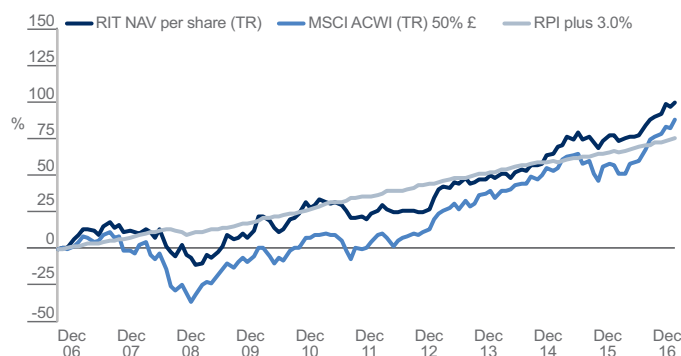
* As at 31 December 2016

Currency Exposure**

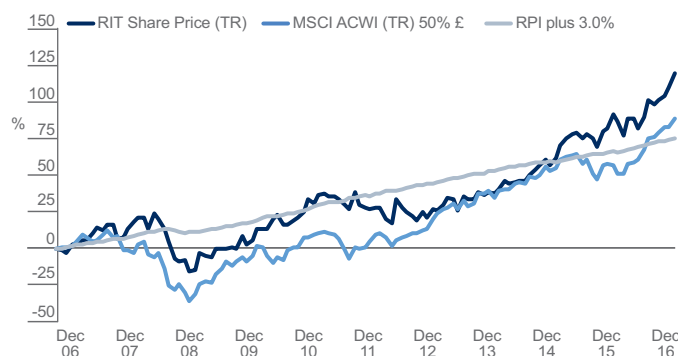
	(% of NAV)
US Dollar	62%
Sterling	24%
Euro	4%
Japanese Yen	3%
Swiss Franc	2%
Swedish Krona	2%
Mexican Peso	2%
Other	1%

** Excluding currency options

NAV per share total return performance over ten years

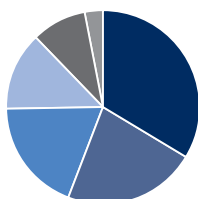


Share price total return performance over ten years



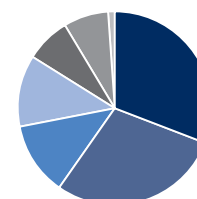
Asset Allocation (% of NAV)

Quoted Equity - Long	36%
Absolute Return & Credit	24%
Quoted Equity - Hedge	20%
Private Investments - Funds	14%
Private Investments - Direct	10%
Real Assets	3%
Other Investments	-1%
Net Liquidity / Borrowings / Other Assets	-6%



Geographical Exposure (% of NAV)*

Global	33%
North America	31%
Emerging Markets	13%
United Kingdom	13%
Japan	8%
Europe	8%
Other	1%
Liquidity, Borrowings & Currency	-7%



The above table excludes the notional exposure from derivatives. When factoring in the exposure from equity futures and equity swaps, the exposure to Europe decreases by -2%, United Kingdom increases by 1% and both Emerging Markets and North America decrease by -1%.