

Investec

UK Alpha Fund

'I' shares, GBP

As at end April 2017

Objectives and investment policy summary

The Fund aims to provide long-term capital growth and income.

The Fund invests primarily in the shares of UK companies focussing on shares believed to offer above average opportunities for total returns (the combination of income and capital growth).

The Fund may invest in other assets such as cash, other funds and derivatives (financial contracts whose value is linked to the price of an underlying asset).

Monthly and annual average returns (%)

	1 month	1 year	3 years annualised	5 years annualised	10 years annualised
Fund - I Inc GBP	0.9	16.7	9.0	15.0	8.3
Comparative index	-0.4	20.1	6.8	9.7	5.4
Sector	1.5	19.1	7.5	10.9	5.5
Fund/Sector rank	141/265	192/260	71/250	23/234	25/194

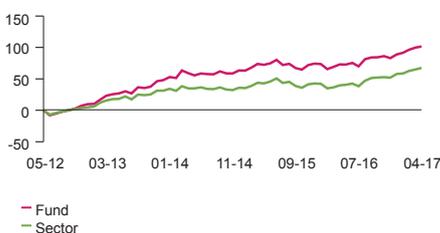
Calendar year performance (%)

	YTD	2016	2015	2014	2013	2012
Fund - I Inc GBP	6.7	8.8	6.4	6.7	38.8	22.3
Comparative index	3.6	16.8	1.0	1.2	20.8	12.3
Sector	6.1	11.0	5.0	0.9	26.5	15.4
Fund/Sector rank	93/264	167/260	105/251	25/247	19/241	45/234

Rolling 12 month performance (%)

	30.04.16 -30.04.17	30.04.15 -30.04.16	30.04.14 -30.04.15	30.04.13 -30.04.14	30.04.12 -30.04.13
Fund - I Inc GBP	16.7	-1.1	12.3	22.6	26.9
Comparative index	20.1	-5.7	7.5	10.5	17.8
Sector	19.1	-3.5	8.1	14.1	18.1
Fund/Sector rank	192/260	69/255	51/250	29/244	31/234

Performance (%)



Risk statistics

	3 years	5 years
Annualised alpha (%)	3.4	5.8
Beta	0.8	0.9
Annualised information ratio	0.4	1.0
Annualised tracking error (%)	5.2	5.6
Annualised volatility (%)	8.6	10.5

Performance data source: © Morningstar, dates to 30.04.17, NAV based, (net of fees, excluding initial charges), total return (net of UK basic rate tax), in Sterling. Performance would be lower had initial charges been included.

Ratings

Morningstar Analyst Rating: Bronze
Rayner Spencer Mills: Rated

Fund ratings may be provided by independent rating agencies based on a range of investment criteria. For a full description of the ratings please see www.investecassetmanagement.com/ratings. Morningstar Analyst Rating first awarded in May, 2016. All other ratings are current as at the date of publication.

Key facts

Portfolio manager: Simon Brazier
Fund size: GBP 1.6bn
Fund launch date: 05.02.79
I Inc GBP share class launch date: 22.04.03
Domicile: United Kingdom
Sector: IA UK All Companies
Comparative index: FTSE All-Share
'I' share class dealing currency: GBP
Risk and reward profile (KIID SRRI): 5 out of 7

'I' Inc Share class charges

Maximum initial charge: 0.00%
Ongoing charge: 0.84%

Other information

Pricing: 12 noon (forward pricing)
Minimum investment: £1,000,000 lump sum

'I' Acc GBP

ISIN: GB00B7LM4J06
Sedol: B7LM4J0
Distribution Payment dates: 30 Nov

'I' Inc GBP

ISIN: GB0032558966
Sedol: 3255896
Yield: 1.76%
Distribution Payment Dates: 30 Nov

Please note, not all share classes are authorised for public sale in every country.

Investec UK Alpha Fund

Top holdings (%)

Royal Dutch Shell Plc	3.3
British American Tobacco Plc	3.0
BP Plc	2.9
Melrose Industries Plc	2.8
Booker Group Plc	2.8
BT Plc	2.7
HSBC Holdings Plc	2.7
Reckitt Benckiser Group Plc	2.5
Lloyds Banking Group Plc	2.4
DS Smith Plc	2.4
Total	27.5

Number of equity holdings: 57

Sector analysis (%)

Industrials	21.1
Financials	18.8
Consumer Services	16.0
Consumer Goods	12.6
Basic Materials	7.2
Oil & Gas	6.3
Telecommunications	6.1
Health Care	4.9
Technology	4.5
Cash	2.5
Total	100.0

Geographic allocation (%)

This Fund is primarily invested in securities that are listed in London. However, due to globalisation, the economic exposures of the investments will be to a range of countries.

Top & bottom stock weightings vs comparative index (%)

Melrose Industries Plc	2.8
Booker Group Plc	2.6
DS Smith Plc	2.2
Breedon Aggregates Ltd	2.1
Essentra Plc	2.0
Glencore Xstrata Plc	-1.5
National Grid Plc	-1.6
Shire Plc	-1.8
HSBC Holdings Plc	-2.9
Royal Dutch Shell Plc	-3.9

Top & bottom sector weightings vs comparative index (%)

Support Services	5.0
Construction & Materials	4.9
Software & Computer Services	3.7
Chemicals	3.5
Financial Services	3.5
Banks	-4.0
Mining	-4.1
Equity Investment Instruments	-4.2
Pharmaceuticals & Biotechnology	-4.4
Oil & Gas Producers	-4.9

The portfolio may change significantly over a short period of time. This is not a buy or sell recommendation for any particular security. Figures may not always sum to 100 due to rounding.

The yield information has been calculated as at 30.04.17. Where FTSE data is shown, source: FTSE International Limited ("FTSE") © FTSE 2017. Please note a disclaimer applies to FTSE data and can be found at http://www.ftse.com/products/downloads/FTSE_Wholly_Owned_Non-Partner.pdf. Where MSCI data is shown, source: MSCI. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. All other information is from Investec Asset Management at 30.04.17.

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General risks

The value of these investments, and any income generated from them, will be affected by changes in interest rates, general market conditions and other political, social and economic developments, as well as by specific matters relating to the assets in which they invest. Past performance should not be taken as a guide to the future. The Fund's objectives will not necessarily be achieved and there is no guarantee that these investments will make profits; losses may be made. This Fund may not be appropriate for investors who plan to withdraw their money within the short to medium term.

Specific fund risks

Derivatives: The use of derivatives is not intended to increase the overall level of risk in the Fund. However, the use of derivatives may still lead to large changes in the value of the Fund and includes the potential for large financial loss.

Equity investment: The value of equities (e.g. shares) and equity-related investments may vary according to company profits and future prospects as well as more general market factors. In the event of a company default (e.g. bankruptcy), the owners of their equity rank last in terms of any financial payment from that company.

Geographic / Sector: Investments may be primarily concentrated in specific countries, geographical regions and/or industry sectors. This may mean the value of the Fund may decrease whilst more broadly invested funds might grow.

Liquidity: There may be insufficient buyers or sellers of particular investments giving rise to delays in trading and being able to make settlements from the Fund and/or large fluctuations in the value of the Fund which may lead to larger financial losses than might be anticipated.

Third party operational: The Fund's operations depend on third parties. Investors in the Fund may suffer disruption or financial loss in the event of third-party operational failure.

Important information

We recommend that you seek independent financial advice to ensure this Fund is suitable for your investment needs.

All the information contained in this communication is believed to be reliable but may be inaccurate or incomplete. Any opinions stated are honestly held but are not guaranteed and should not be relied upon.

This communication is provided for general information only. It is not an invitation to make an investment nor does it constitute an offer for sale. The full documentation that should be considered before making an investment, including the Prospectus and Key Investor Information Documents, which set out the Fund specific risks, are available from Investec Asset Management. A rating is not a recommendation to buy, sell or hold a fund. This Fund should be considered as a long-term investment.

The fund is a sub-fund of Investec Funds Series i which is a UCITS incorporated in England and Wales as an investment company with variable capital. This communication should not be distributed to private customers who are resident in countries where the Fund is not registered for sale or in any other circumstances where its distribution is not authorised or is unlawful. In the USA, this communication should only be read by institutional investors, professional financial advisors and, at their exclusive discretion, their eligible clients. It must not be distributed to US Persons apart from the aforementioned recipients. THIS INVESTMENT IS NOT FOR SALE TO US PERSONS.

Fund prices and English language copies of the Fund's Prospectus, latest annual and semi-annual Report & Accounts, Instrument of Incorporation and Key Investor Information Documents may be obtained from www.investecassetmanagement.com and Investec Asset Management Limited, Woolgate Exchange, 25 Basinghall Street, London EC2V 5HA.

Investec UK Alpha Fund

Glossary summary

Alpha: Jensen's alpha is a risk adjusted measure of a fund's performance relative to its performance comparison benchmark.

Beta: A measure of the volatility of a fund relative to its performance comparison index, i.e. how sensitive the fund is to movements in the market. A figure greater than 1 indicates that the fund will tend to outperform in a rising market and under perform in a falling one, i.e. is more volatile than the market. The reverse applies to a Beta of less than 1.

Credit rating: A score awarded by an independent rating agency to indicate the financial strength of the issuer of a bond, and the potential for a default on interest and principal payments. The top credit rating is 'AAA'. The lowest rating to be considered 'investment grade' is 'BBB'. Below 'BBB', bonds are termed 'sub investment grade' or 'high yield'.

Distribution types

Accumulation (Acc): An accumulation share will not make income payments to shareholders but will instead accrue the income daily in the net asset value of the share class. Income is deemed distributed for UK tax purposes.

Income (Inc): An income share will distribute all or part of the income accruing in that share class.

Income-2 (Inc-2): These distribute the income accruing in the share class and charge all their expenses to capital. This maximises the income available for distribution – although it also reduces capital by an equivalent extent which could constrain future capital and income growth. This can be inefficient from a tax perspective in those countries where income tax rates are higher than those on capital gains.

Income-3 (Inc-3): These share classes are similar to Inc-2 share classes in that they charge all their expenses to capital in order to maximise the amount of distributable income. Additionally, Inc-3 share classes aim to provide a consistent distribution rate which is based on the investment manager's expectation of the long term underlying yield. To achieve this they may make distributions from capital or carry over excess income from one calendar year to the next. As the income rate is based on a forecast, there is a risk that future income generated by the fund is overestimated leading to distributions being taken from capital which could also constrain future capital and income growth.

Duration: This is a measure of risk for funds which invest in bonds as it predicts the sensitivity of the value of a fund's portfolio given changes in interest rates. The higher the value the greater the volatility of the fund's performance resulting from changes to interest rates. The Modified duration is shown.

OEIC: Open Ended Investment Company. Investec Funds Series i; incorporated in England and Wales, the UCITS umbrella of which this sub-fund is a part of.

Information ratio: A measure of a portfolio manager's skill against a performance comparison index. The over or underperformance of the fund relative to its performance comparison index is divided by the tracking error. In this way, we arrive at the value, per unit of extra risk assumed, that the manager's decisions have added to what the market would have delivered anyway. The higher the Information Ratio the better.

KIID SRR: The Synthetic Risk Reward Indicator (SRR) which appears in the Key Investor Information Document (KIID). A number on a scale of 1 to 7 based on how much the value of a fund has fluctuated over the past 5 years (or an estimate if the fund has a shorter track record). A rating of 1 represents the lower end of the risk scale with potentially lower rewards available whilst a rating of 7 reflects higher risk but potentially higher rewards.

Maturity profile: The average life of each bond in a fund's portfolio, weighted by value.

Ongoing charge: This figure includes the annual management fee and administrative costs but excludes any performance fee or portfolio transaction costs (except in the case of an entry or exit charge paid by a fund when buying or selling units in another fund). Ongoing charges may vary from year to year.

NAV: The Net Asset Value (NAV) represents the value of the assets of a fund less its liabilities.

Sector: A peer group of funds managed to a similar investment policy. Not every fund will have a relevant sector, but for those that do, a full list of the funds included in the sector can be obtained from us on request.

Tracking error: A measure of how much a fund's returns deviate from those of its performance comparison index. The lower the number the closer the fund's historic performance has followed that of its performance comparison index.

Volatility: The amount by which the performance of a fund fluctuates over a given period.

YTD: Year to date.

Yields

Yield: The Yield reflects distributions declared over the past 12 months as a percentage of the mid-market share price, as at the date shown. Yields do not include any preliminary charge and investors may be subject to tax on their distributions.

For an explanation of other statistical terms, please see www.investecassetmanagement.com/glossary

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