



Fund Manager  
Tim Steer  
Manager of this  
Fund since  
1 July 2009.



Fund Manager  
Stephen Yiu  
Co-manager of this  
Fund since  
1 July 2009.

## Artemis UK Growth Fund

### The Fund's Aims

The objective of the Fund is to achieve long-term capital growth. The emphasis of the Fund will be investment in companies listed, quoted and/or traded in the UK and in companies which have a significant part of their activities in the UK which are quoted on a regulated market outside the UK. The Manager actively manages the portfolio. The securities of companies listed, quoted and/or traded in the UK but domiciled elsewhere and the securities of companies traded on PLUS may be included in the portfolio.

### Fund Manager's Comment

The fund fell 0.4% in November and the FTSE All-Share Index lost 2.28% (mid-to-mid). Year-to-date, the fund has outperformed the market by 11.6%, ranking us top decile over the period. During November, the fund continued to benefit from our overweight position in overseas earners. One of the best performing stocks was Avanti Communications, the broadband satellite operator, which gained 23%. Avanti have launched their first satellite, HYLAS 1. This allows the group to offer broadband access around Europe. This sets a platform for further expansion of the Avanti fleet, with HYLAS 2 and 3 already in the pipeline. Another stock that did well for us was Devro, a producer of collagen-casings for sausages. Their new Select line is expected to make a significant difference to margins and volumes. In addition, Devro is expected to benefit from strong global growth prospects in emerging markets. The company is now looking to setup a strategic presence in China.

In 2011, we expect the UK economy to come under pressure due to government spending cuts, leading to job losses, lower house prices and lower consumer spending. On the other hand, our outlook for equities (overseas earners) is generally positive, given continued growth from emerging markets, higher growth in the US from QE2 and extension of tax cuts, and more M&A activity for companies with strong balance sheets.

Data as at 30 November 2010

### Key Facts

IMA Sector	UK All Companies
Sedol Number	0258326
Fund Size (offer basis)	£349.9m
Historic yield	1.3%**
Unit offer price	283.78p
Unit bid price	267.06p
Valuation (UK business days)	12:00
Minimum lump sum investment	£1,000
Minimum monthly investment	£50
Launch	3 April 1998
Launch price	100p
Preliminary charge	5.00%
Annual Management Fee	1.5%
Unit type	Accumulation
Accumulation date	28 February
Total Expense Ratio	1.62%*

Source: Artemis

\*TER - Is the total cost of investing expressed as a % of the net assets of the fund. Includes all direct and indirect costs and expenses as set out in the prospectus. The calculation does not take into account the costs associated with buying and selling the securities/assets of the fund.

\*\*The historic yield reflects distributions declared over the past twelve months as a percentage of the mid-market unit price, as at the date shown. It does not include any preliminary charge and investors may be subject to tax on their distributions

Performance	Since Launch*	5 Years	3 Years	1 Year	6 Months
UK Growth Fund (TR)†	180.4	15.2	-1.2	20.7	16.5
FTSE All-Share (TR)†	50.1	24.5	-2.3	11.5	8.6
FTSE 100 (TR)†	36.7	22.5	-3.4	10.0	8.2
Sector Average	50.4	19.2	-3.0	13.1	9.7
Position in sector	3	157	109	30	23
Funds in sector	121	235	275	297	301
Quartile	1	3	2	1	1

Please remember that past performance is not a guide to the future.

\*Data from 3 April 1998. Source: Lipper Limited, bid to bid in sterling with net income reinvested to 30 November 2010. All figures show total returns. †Percentage Growth. Sector is IMA UK All Companies.

### Percentage Growth Artemis UK Growth Fund 12 Months to 30 September 2010

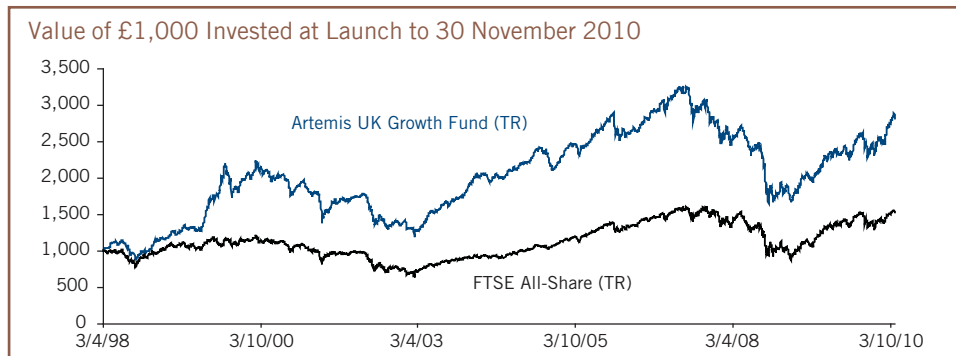
2010	2009	2008	2007	2006
19.3	7.4	-27.3	10.8	7.8

Source: Lipper Limited, bid to bid in sterling with net income reinvested. All figures show total returns.

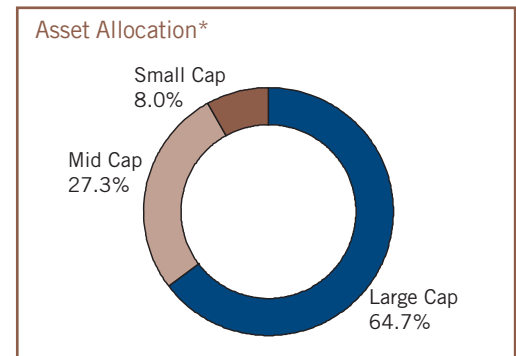
This Fact Sheet should not be relied upon to support an investment decision, nor does it constitute investment advice. It is made available so that investors may follow the fund's progress on a regular basis. The information and views it contains were correct at the time of preparation but may have changed. All financial investments involve degrees of risk which means that the value of your investment, and any income from it, can fall as well as rise as a result of market and currency fluctuations (where investment has been made in foreign companies) and you may not get back the amount originally invested. Please remember that past performance is not a guide to future performance.

Issued by Artemis Fund Managers Limited, which is authorised and regulated by the Financial Services Authority ([www.fsa.gov.uk](http://www.fsa.gov.uk)), 25 The North Colonnade, Canary Wharf, London E14 5HS. Investment in the securities of smaller and/or medium sized companies can involve greater risk than is customarily associated with investment in larger, more established companies. The market for securities in smaller companies is often less liquid than that for securities in larger companies, meaning above average price movements both positive and negative can be expected. The fund may hold derivatives with the aim of profiting from falling prices. If the related assets rise in value the fund will lose money.

## Artemis Fund Review



Data from 3 April 1998. Source Lipper Limited, bid to bid in sterling with net income reinvested to 30 November 2010



Source: Artemis.

\*Without cash.

Market Sector Split*	% Fund
Industrial Goods & Services	29.5
Oil & Gas	16.5
Basic Resources	11.2
Banks	8.0
Retail	7.0
Chemicals	5.1
Personal & Household	4.9
Telecommunications	4.8
Healthcare	4.2
Other	8.8

Source: Artemis.

\*Without cash.

Sector Classification: ICB L2.

Fund Exposure	Long %	Short %	Gross %	Net %
Equities	95.7	2.9	98.6	92.8
Cash	4.3%			
Number of positions				
Long	60			
Short	1			

Source: Artemis.

Top Ten Holdings*	% Fund
Weir Group	6.0
HSBC	5.2
Rio Tinto	4.6
BP	4.4
Croda	3.7
Petrofac	3.5
Rolls Royce	3.2
Vodafone	3.0
Standard Chartered	2.8
BG Group	2.7

Source: Artemis.

\*Without cash.

% Variance†*	%
Weir Group	5.7
Croda	3.5
Petrofac	3.3
Majestic Wine	2.7
Rolls Royce	2.5
Kentz Corporation	2.2
London Mining	2.2
Avanti Communications	2.2
GKN	2.1
Meggitt	2.1

†Positive variance between stock % held in the Fund versus FTSE All-Share.

\*Without cash. Source: Artemis.

### Investment Terms

**Long positions or exposure** – percentage of the fund's net assets which have been purchased in the expectation that they will increase in value.

**Short positions or exposure** – percentage of the fund's net assets which have been loaned by a third party and sold in the expectation that the stock can be re-acquired at a lower price. This enables the loaned stock to be returned to the owner whilst the "profit" on the transaction remains within the fund. As the fund is a UCITS fund, all short positions are assumed using contracts for difference.

**Gross Market Exposure** – all stock long positions plus all stock short positions (e.g. 80% long plus 10% short = Gross market exposure of 90%).

**Net Market Exposure** – all long stock positions less all stock short positions (e.g. 80% long less 10% short = net market long exposure of 70%).

Please note that the risk warning paragraph at the bottom of the previous page applies in equal measure to this page.

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**Gross market exposure** – All stock long positions plus all stock short positions (e.g. 80% long plus 45% short = Gross market exposure of 125%).

**Net market exposure** – All long stock positions less all stock short positions (e.g. 80% long less 45% short = net market long exposure of 35%)

**CFDs** – Contracts For Difference: a synthetic short or long instrument by which the fund may gain exposure (either short or long) to a company without physically holding the shares. ETFs; ETNs; ETCs - Exchange Traded Funds, Exchange Traded Notes and Exchange Traded Certificates. These are instruments by which the fund gains access to commodities. Prices of these instruments may be higher or lower than the value of the underlying investments. Other factors which may influence their prices include: global supply and demand of the commodity involved; investors' expectations with respect to inflation rates; currency exchange rates; interest rates; investment and trading activities of hedge funds and commodity funds; and global or regional political, economic or financial events and situations. A downgrade in the credit rating of an ETN issuer may cause the value of the ETN to fall despite there being no change in the underlying index. A greater explanation of investment terms is available in the Glossary of Investment Terms on the website [www.artemisonline.co.uk](http://www.artemisonline.co.uk).