

## Non-UCITS retail scheme key investor information

This document provides you with the key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

### City Financial Diversified Fund

a sub-fund of City Financial Investment Fund Series II

Share class: Income "A" (ISIN: GB00B2QN5349)

This fund is managed by North Investment Partners Limited.

### Objectives and investment policy

- The objective of the fund is to provide an income and achieve capital growth.

Essential features of the fund:

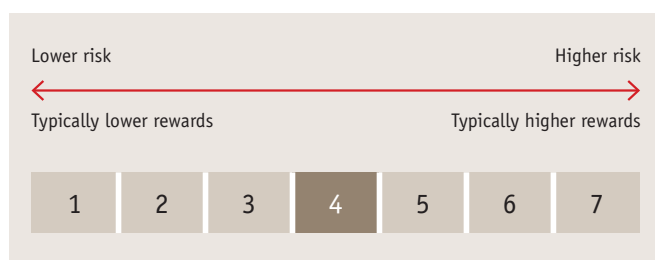
- The fund invests primarily in other qualifying collective investment schemes, which invest in shares of companies and fixed interest securities globally.
- Derivatives and forward transactions may be used for efficient portfolio management.

- You can buy, sell and switch shares in the fund on any UK working day.

- Income for this share class of the fund will be distributed on a bi-annual basis.

- The fund may be suitable for investors who are willing to invest over the medium to long term (5 years).

### Risk and reward profile



- The risk category above is not a measure of capital loss or gains, but of how significant the rises and falls in the share class have been historically.
- For example a share class whose price has experienced significant rises and falls will be in a higher risk category, whereas, a share class whose price has experienced less significant rises and falls will be in a lower risk category.
- The risk reward category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest risk category does not equal a risk free investment.

- The share class is in risk category 4 as its price has experienced moderate rises and falls historically.

- Funds investing in overseas securities are exposed to, and can hold, currencies other than pounds sterling (GBP). As a result, exchange rate movements may cause the value of investments to decrease or increase.

- Fixed interest securities are particularly affected by trends in interest rates and inflation. If interest rates go up, the value of capital may fall, and vice versa. Inflation will also decrease the real value of capital.

- The fund's underlying investments may contain emerging market, smaller company and concentrated funds, for which investors should be prepared to accept a higher degree of risk than for a fund with a broader investment mandate.

- The fund may use derivatives (complex instruments) in an attempt to reduce the overall risk of investments or reduce the costs of investing, although this may not be achieved.

## Charges

- The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the growth potential of your investment.

- One-off charges taken before or after you invest

**ENTRY CHARGE** 5.5%

*This is the maximum that may be taken out of your money before it is invested.*

**EXIT CHARGE** NONE

- Charges taken from the fund over the year

**ONGOING CHARGE** 2.51%

- Charges taken from the fund under certain specific conditions

**PERFORMANCE FEE** NONE

- The entry charge shown is a maximum figure. In some cases investors may pay less. You can find out the actual charges from your financial advisor or distributor.

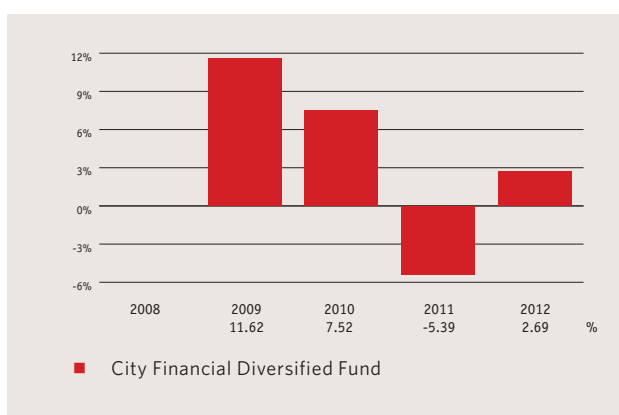
- The ongoing charge figure is based on expenses for the period ending September 2012. This figure may vary from year to year. The ongoing charges are taken from the income of the fund.

- The ongoing charge excludes portfolio transaction costs.

- You may be charged a dilution levy on entry to or exit from the fund.

- For more information about charges please see the Prospectus (section entitled 'Charges'), with details of availability in 'Practical Information' below.

## Past performance



- Past performance is not a guide to future performance. The past performance shown in the chart excludes the effect of initial charge and assumes any income reinvested net of UK tax.

- The fund moved to the IMA Mixed Investment 0-35% Shares sector on 3 January 2012.

- Performance is calculated in the same currency as the fund's accounts which are prepared in GBP.

- The fund was launched on 16 May 2008.

## Practical information

- The following share classes are available for the fund: Accumulation — A,B; Income — A,B

- Depository: BNY Mellon Trust & Depository (UK) Limited

- UK tax legislation may have an impact on your personal tax position. Please speak to a financial advisor for details.

- You can check the latest prices for the fund in the Financial Times or on our website.

- You are entitled to switch from this fund to another fund on request subject to a switching charge.

- City Financial Investment Company Limited may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Prospectus.

- The fund has its own specific portfolio of assets and liabilities. However, where debts arise from other sub-funds within the same Investment Scheme creditors may look to this fund's assets for payment.

- For further details, or to receive a free copy in English of the Full Prospectus and the latest Annual or Interim Short Report, please contact us at:

City Financial Investment Company Limited,  
62 Queen Street, London, EC4R 1EB  
cityfinancial.co.uk Tel: 0845 300 2107

- This fund is authorised in the UK by the Financial Service Authority (FSA). City Financial Investment Company Limited is authorised and regulated by the FSA.

- This key investor information is accurate as at 31 December 2012. Chart data source is Lipper, a Reuters Company.