



# PFS Taube Global Fund

## Simplified Prospectus

Issued 5 October 2009

The Financial Services Authority (FSA) is the UK's independent financial services regulator. It requires us, Phoenix Fund Services (UK) Limited, to give you this important information to help you decide whether this investment is right for you.

**You should read this document carefully so that you understand what you are buying, and keep it safe for future reference.**

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## Contact us

### **Our head office**

Springfield Lodge, Colchester Road, Chelmsford, Essex, CM2 5PW

**Please use the details below to buy and sell shares, dealing and administrative queries, literature requests and to contact us if you have a complaint**

Phoenix Fund Services (UK) Limited  
PO Box 10529  
Chelmsford  
Essex  
CM1 9NQ

Telephone: 0845 026 4284 (dealing 8.30 am to 4.30 pm, Monday to Friday)  
Fax: 0845 280 2419  
Email: [taubedealing@phoenixfundservices.com](mailto:taubedealing@phoenixfundservices.com)  
Website: [www.phoenixadmin.co.uk](http://www.phoenixadmin.co.uk)

We may record telephone conversations to offer you additional security, resolve complaints and improve our service standards. Conversations may also be monitored for staff training purposes.

## About this document

This document, the Simplified Prospectus, provides investors with key information on the PFS Taube Global Fund (the 'Company' or the 'Fund'). It should be read in conjunction with the Fund Information Summary in Appendix 1 where you will find specific investment information on the Fund.

**Please make sure you are comfortable with the contents of this document before deciding to invest.**

For more information, such as the full Prospectus and the annual and interim reports please contact your financial adviser or use our contact details on the previous page.

Whilst we have tried to avoid using technical language it has not always been possible. The Glossary in Appendix 2 should help to explain some of the words or phrases you may not be immediately familiar with.

This document is issued as at 5 October 2009 and is updated at least annually. The documentation and all further communications with you will be in English. Any contract or relationship entered into with us will be governed by the laws of England and Wales, and subject to the exclusive jurisdiction of the English courts. This document, application form and full Prospectus, together form the terms of the contract for your investment.

The risk to your investment and its performance can change over time. Up-to-date information can be obtained by calling us on 0845 026 4284. Please note that you should not interpret this document as financial advice. Under FSA rules you will be categorised as a "retail client". This means that you will have the maximum amount of protection available under the respective rules.

## Company details

The Company is a collective investment scheme as defined in the Financial Services and Markets Act 2000 and is authorised by the FSA. It is an Open-Ended Investment Company ('OEIC') established as a 'UCITS Scheme' being compliant with FSA Rules and was incorporated in England and Wales (IC000513) on 23 February 2007.

The base currency of the Company is pounds sterling.

## Its aims

### **What are the aims of the Fund?**

The aims of the Fund are provided in the Fund Information Summary in Appendix 1.

We suggest you speak to your financial adviser to determine if this Fund is suitable for you.

## Your commitment

### **What is the profile of a typical investor?**

Although the Fund is available to all retail investors, its suitability for investors will depend on investors' own requirements and their attitude to risk. You should be aware of and understand the risks associated with the Fund before investing; the risks associated with the Fund are detailed under 'Risk factors' of the Fund. If you have any doubt as to whether the investment is suitable for you, please consult a financial adviser.

### **US investors**

This fund is not generally available for investment from within the USA and this document is not intended for use by US residents. Further information can be found within the Additional Information section later in this document.

## Risks

Any investment in stock market funds involves risk. Some of these risks are general, which means that they apply to all funds. Others are specific, which means that they apply to individual funds.

Before you decide to invest, it is important to understand the Fund's aims, detailed in the Fund Information Summary in Appendix 1, and the risks involved. Details of all of the risks can also be found in the full Prospectus.

### General risks

- The value of funds and the income from them is not guaranteed and may fall as well as rise. You may get back less than you originally invested. What you get back may depend on Investment performance, which is not guaranteed. Past performance is no guarantee of future performance.
- The risk of an investment will vary depending on the fund you choose. Funds aiming for relatively high performance can incur greater risk than those adopting a more standard investment approach.
- The entire market of a particular asset class or geographical sector may fall, having a more pronounced effect on funds heavily invested in that asset class or region.
- Inflation will reduce what you could buy in the future.
- The Fund may invest in other collective investment schemes, including unregulated collective investment schemes, in accordance with the investment restrictions set out in the Prospectus. Unregulated schemes can include hedge funds and alternative investment funds which can be established, for example, as open-ended investment companies, closed-ended schemes, limited partnerships, or unit trusts. Such schemes may also be subject to less rigorous regulation than authorised or regulated schemes, and therefore may expose investors in such schemes to a higher degree of risk. Unregulated schemes may be subject to restrictions on redemption or be otherwise illiquid, restricting investors' ability to sell interests in the scheme. Such schemes may also be geared, that is, amounts borrowed by the scheme may cause a small movement (up or down) in the value of the scheme's assets to create a correspondingly high movement (up or down) in the net asset value of the scheme making the scheme volatile.

### Specific risks

- As this Fund is invested in overseas markets or holds currencies other than Sterling, then currency exchange rate movements may cause the value of your investment in Sterling terms to fall as well as rise.

- Emerging Markets may experience greater share price and currency value fluctuations when compared to more developed markets. You may therefore see significant increases and decreases in the value of your investment. Emerging markets tend to be riskier than more developed markets because they may not always have the equivalent:
  - level of government supervision and regulation of stock exchanges;
  - reliability of trading and settlement systems;
  - financial reporting standards;
  - level of economic and political stability;
  - level of liquidity.

## Investment information

### How has the Fund performed historically?

Please refer to Appendix 1 – Fund Information Summary.

### How much tax will I pay?

The rates of, and any relief from tax depends on your own personal circumstances and are likely to change over time. The information given below is based on our current understanding of HM Revenue & Customs (HMRC) practice. It summarises the position of investors who are UK resident. Your potential tax liability is set out below but it should be noted that there may be other taxes applicable to the investment. We recommend that you take professional advice based on your individual circumstances, particularly if you are subject to tax in a jurisdiction other than the UK.

#### Capital Gains Tax (CGT)

If your total net taxable gains from all investments do not exceed the annual (CGT) exemption (£10,100 for the 2009/2010 tax year) you will not pay any CGT. Any realised gains over this exemption will be taxed at a single CGT rate of 18%.

#### Income tax

Distributions, whether they are paid out or reinvested, are treated as income for tax purposes.

Distributions of income, whether they are paid out or reinvested, will have an associated tax credit or have suffered income tax which means that if you are a starting or basic rate taxpayer, you will have no further income tax liability. The tax treatment for starting, basic rate, and higher rate tax payers is outlined below for the two types of income distribution payments a fund may pay.

- **Interest distributions**

These have income tax deducted at 20%. If you do not pay tax, or are a starting rate taxpayer, you can reclaim all or part of this tax. If you are a basic rate taxpayer, you will not pay any further tax. Higher rate taxpayers have a further tax liability of 20% of the gross distribution. In line with current legislation, we will report all interest distributions to HMRC.

- **Dividend distributions**

Dividend distributions to individual investors carry a tax credit at a rate of 10%. If you are a basic or starting rate taxpayer, you will not have any further tax liability. Higher rate taxpayers will be liable to income tax on their grossed up dividend income at the rate of 32.5% but may offset the 10% tax credit against this. Higher rate taxpayers will

therefore be liable to pay income tax equivalent to a rate of 25% of their net receipt. It is not possible for investors to reclaim any amount in respect of the tax credit.

## **What are the charges?**

### **Initial charge**

An initial charge (expressed as a percentage of your investment) is deducted from your investment before we buy shares in the Fund. Please refer to the Fund Information Summary in Appendix 1 for details of the initial charge. You should note that the initial charge will affect the value of your investment and you may not get back what you originally invested if you sell after a short period, even if the price of your investment has not fallen.

### **Annual Management Charge (AMC)**

The AMC is an annual charge that is taken out of a Fund. The AMC is charged to the income of the Fund currently. Please refer to the Fund Information Summary in Appendix 1 for details of the AMC.

### **Other charges**

An OEIC pays expenses that are taken into account when calculating the price of shares. These expenses include depositary and custody fees, fees for registration, regulation, audit and SDRT. The Total Expense Ratio (TER) is the sum of the annual management charge and these other current expenses. The TER can help you compare the annual operating expenses of different funds.

We normally recover these fees from the Fund's income.

The charges and expenses for the Fund are summarised in the Fund Information Summary in Appendix 1.

### **Dealing costs and Portfolio Turnover Rate ('PTR')**

The PTR represents the percentage of a Fund's portfolio that is bought and sold over a 12 month period. If the PTR is high, the dealing costs incurred may have a higher impact on your investment. At the same time, active management may mean that changing investments increases the performance of a Fund sufficiently to outweigh these costs. The PTR of the Fund is listed in the Fund Information Summary in Appendix 1.

### **Cost of advice**

Your financial adviser will give you details about the cost. The amount will depend on the size of your investment. It will normally be paid for out of the charges unless you have a different arrangement with your financial adviser.

## How do I invest?

Initial investments can only be made by sending a completed application form to the ACD accompanied by a cheque drawn in the currency of the shares applied for in all cases. Application forms are available from the ACD.

The minimum and maximum investment levels are as follows:

### Sterling shares

Minimum initial investment	£25,000
Minimum subsequent investment	£5,000
Minimum withdrawal	£1,000
Minimum holding	£1,000

### Swiss Franc shares

Minimum initial investment	CHF50,000
Minimum subsequent investment	CHF10,000
Minimum withdrawal	CHF2,000
Minimum holding	CHF2,000

### US Dollar shares

Minimum initial investment	\$10,000
Minimum subsequent investment	\$10,000
Minimum withdrawal	\$2,000
Minimum holding	\$2,000

### By post

Simply complete the relevant application form. Then either:

- post it to the address on the form, or
- send it to your financial adviser.

Your application must be accompanied by the appropriate payment and relevant identity information that we may require.

### By telephone

If you wish to deal in shares of the Fund by telephone, you can do so (except for initial investments) by calling 0845 026 4284.

## **Payment**

You can invest a lump sum by sending a personal cheque made payable to Phoenix Fund Services (UK) Limited with your completed application form. Please check the minimum investment limits for the Fund in the table above.

Your investment will be used to buy shares in the Fund. Where applicable, we will deduct an initial charge (expressed as a percentage of your investment) from the money you invest. We will buy shares on a forward pricing basis, which means that for all applications received, money will be invested using the share prices calculated at the next valuation point, which is 12.00 noon on each business day.

## **Confirmation of your investment**

You will receive a welcome letter and a contract note after your initial investment, which will tell you your customer number, the number of shares you have purchased, the amount invested and the share price. You will receive a contract note for any subsequent investments or switches you place on your account.

It is very important to keep this contract note safely, because we do not issue share certificates. Evidence of ownership is on the shareholder register.

## **Changing my mind**

After you make your initial investment, we will send you information about 'Your right to cancel'. After you receive this, you will have 14 days to change your mind and send the completed Cancellation Form to us. We will then return your investment to you, however, if the value of your investment has fallen by the time we receive your Cancellation Form, you may not get back the full amount you invested.

If you have not received information or advice on a face-to-face basis before applying for our investments you do not have a statutory right to cancel.

## **How do I sell?**

You can sell all or part of your investment at any time. The ACD may make a charge on the redemption of shares. At present, no redemption charge is levied. The minimum amount for partial withdrawals is £1,000, CHF2,000 or \$2,000 as appropriate. After you have made the withdrawal, the remaining value in the Fund must be at least £1,000, CHF2,000 or \$2,000. Your financial adviser will be pleased to provide you with details of the options open to you. If you wish to sell your investments, please write to us with your sale instructions using the contact details on page 2.

## **Does my investment pay an income?**

This depends on whether the shares you purchase are income or accumulation:

### ***Income shares***

The income will be paid into your nominated bank or building society account on the Fund's income payment date. If your account ceases to accept payments and you do not nominate another account we will convert your income shares to accumulation shares in the relevant fund. The payment dates are shown in the Fund Information Supplement in Appendix 1.

### ***Accumulation shares***

We reinvest all the net income to maximise growth potential, increasing the value of shares held.

At present, both income and accumulation shares are in issue. Please see the Fund Information Supplement in Appendix 1 for details of when income is paid.

## **How can I find out how my investment is doing?**

You can obtain the latest share prices of the Fund by:

- Visiting the Investment Management Association website, [www.investmentuk.org](http://www.investmentuk.org).
- Calling us on 0845 026 4284 for details of the current prices, estimated yields and valuations.

Please note that these prices are historical and are not the prices at which you would be able to deal. The assets of the Fund are valued at 12.00 noon each dealing day. The price per share for Swiss and US Dollar denominated shares will be calculated using the currency rate at the valuation point.

Every six months you will receive:

- A statement showing a valuation of your investment as at 31st March (annual) and 30 September (half-yearly) each year, together with a list of transactions during the six month period. Statements are issued within 25 business days of the statement valuation date.
- A copy of the annual and half-yearly OEIC Short Report, for the Fund. This will provide up-to-date details of investments and a commentary from the Investment Adviser. These will be sent to you by 30 April (annual) and 31 August (half-yearly).
- You will be sent tax vouchers detailing income allocations for each distribution made during the tax year.

## **What happens to my investment on death?**

- If your investment is held in joint names, it will continue to be held by the surviving holder(s).
- Your personal representatives may ask us for information about the value of your investment, which we will provide.
- When your personal representatives have proved that they are legally entitled to the money invested, they may instruct us to cash in your investment or transfer it to another name.
- Until the shares are sold, they will be affected by daily price movements as normal.
- The value of your investment is treated as part of your estate, so your personal representatives may need to declare it for inheritance tax purposes.

## Additional Information

### **Authorised Corporate Director (ACD) and Administrator**

Phoenix Fund Services (UK) Limited  
Springfield Lodge  
Colchester Road  
Chelmsford  
Essex  
CM2 5PW

### **Investment Manager**

Nils Taube Investments Limited  
20-22 Bedford Row  
London  
WC1R 4JS

### **Depository**

BNY Mellon Trust & Depository (UK) Limited  
The Bank of New York Mellon Centre  
160 Queen Victoria Street  
London  
EC4V 4LA

### **Auditor**

KPMG Audit PLC  
1 Canada Square  
London  
E14 5AG

### **Complaints**

If you would like to raise an issue with us please contact our Compliance Officer at:

Phoenix Fund Services (UK) Limited  
PO Box 10529  
Chelmsford  
Essex  
CM1 9NQ

Details of our complaints procedures are available on request. If we are unable to resolve the issue to your satisfaction, you will, in most circumstances, have the right to complain directly to the Financial Ombudsman Service at the following address:

Financial Ombudsman Service  
South Quay Plaza  
183 Marsh Wall  
London E14 9SR  
United Kingdom

Telephone: 0845 080 1800  
Email: [complaint.info@financial-ombudsman.org.uk](mailto:complaint.info@financial-ombudsman.org.uk)  
Website: [www.financial-ombudsman.org.uk](http://www.financial-ombudsman.org.uk)

Making a complaint will not prejudice your right to take legal proceedings.

### **Compensation arrangements**

We and our bankers are covered by the Financial Services Compensation Scheme. You may be entitled to compensation from the scheme if we cannot meet our obligations. This depends on the type of business and the circumstances of the claim. Most types of investment business are covered for 100% of the first £30,000 and 90% of the next £20,000 so the maximum compensation is £48,000. With effect from 1 January 2010 this limit will increase to 100% of £50,000. This is the maximum compensation. Further information about compensation arrangements is available from the Financial Services Compensation Scheme at the following address:

Financial Services Compensation Scheme  
7th Floor  
Lloyds Chambers  
Portsoken Street  
London E1 8BN

Telephone: 0800 678 1100  
[enquiries@fscs.org.uk](mailto:enquiries@fscs.org.uk)

### **Conflicts of interest**

The ACD, the Investment Manager and other companies within Nils Taube Investments Limited may, from time to time, act as investment managers or advisers to other funds which follow similar investment objectives to those of this Fund. It is therefore possible that potential conflicts of interest could arise. We have policies in place to ensure we act in the best interests of the Funds as far as possible. Please contact us for further details of our conflict of interest policy.

### **Dealing arrangements**

The ACD has entered into 'dealing arrangements' with certain brokers under which a proportion of commission paid to the broker on transactions may be used to pay for execution and/or research services provided to the ACD by the broker or a third party. We have entered into 'Commission Sharing Agreements' and our policy in relation to these dealing arrangements is available on request.

## **Dilution levy**

The dilution levy is a method to ensure fair treatment between investors joining, leaving or remaining in a Fund. Because the costs of buying and selling the underlying investments of a Fund are generally different, but the price of buying and selling shares in a Fund are the same, the price of shares may be adjusted to protect the value of the Fund from being reduced through the associated costs of large scale movements in or out of the Fund (typically in excess of 5% of the value of the Fund, although there may be exceptions). Further details can be found in the full Prospectus.

## **Stamp Duty Reserve Tax (SDRT)**

HM Treasury requires up to 0.5% SDRT to be applied on transactions in shares in a fund rather than it being charged to the individual investor. SDRT is only payable on funds that invest in UK shares.

It is the current policy to meet the cost of SDRT directly from the Fund's assets, however, there may be exceptions to this, and the policy could change in the future. Further information can be found in the full Prospectus.

## **Disability Discrimination Act**

If you require a copy of this brochure in large text format, braille or on audiotape, please telephone us on 0845 026 4284.

## **European Savings Directive**

This only applies to investors who are not resident in the UK for tax purposes, or if you move to another approved country after you have invested.

The regulations that implement the European Savings Directive require us to obtain additional customer information. If you invest in a fund with a fixed interest or cash content of more than 15% we are required to obtain either your tax identification number and tax country code, or your date and place of birth, and report these to HMRC.

## **Are there any UK anti-money laundering requirements?**

To comply with UK Anti-Money Laundering Regulations, we may require you to supply evidence of identity and address. We may validate these details against any database (public or other) to which we may have access. We will retain a record if such an enquiry is made.

If you do not want your details validated against a database, please tick the 'opt-out' box on the application form.

## **How does the Data Protection Act impact on investors?**

The ACD will use, analyse and assess information held about investors in servicing its relationship with them. The ACD may also exchange similar information with Nils Taube Investments Limited, in order that they can send you periodic information. If you do not wish to receive this information, please tick the 'opt-out' box on the application form.

## **US investors**

This Fund has not been and will not be registered in the US according to the US Investment Company Act of 1940 and the shares will not be registered in the US in accordance to the US Securities Act of 1933. Shares of the Fund will not be publicly offered, sold or distributed within the US or to US persons except where there is an exemption from registration available and applicable.

In particular the information in this document is not for distribution within the USA and does not constitute an offer to US residents or US organisations.

## **Prospectus/Report & Accounts**

You, as either an existing or potential investor, can ask for free copies of the latest Prospectus and annual and half yearly Reports & Accounts (short and/or long form) by contacting us using the contact details at the beginning of this document. You can also visit our website, [www.phoenixadmin.co.uk](http://www.phoenixadmin.co.uk), for this information.

## **Financial Services Authority (FSA) contact details**

The ACD is authorised and regulated by the FSA.

The FSA can be contacted at:

25 The North Colonnade  
Canary Wharf  
London E14 5HS

From UK: 0300 500 5000 (call rates may vary)

From Overseas: +44 20 7066 1000

Website: [www.fsa.gov.uk](http://www.fsa.gov.uk)

## Appendix 1 - Fund Information Summary

This section contains important information on the Fund. You should read this, in conjunction with the other parts of this Document, and understand it prior to making an investment. You should retain it for future reference. For the Fund's full objective and policy please see the full Prospectus.

Please cross-reference this section to the main part of the Simplified Prospectus and the Glossary in Appendix 2 for full explanations of the terms used below.

### **PFS Taube Global Fund**

#### **Aims**

The Fund aims to produce long-term capital growth via a diversified portfolio of quoted or traded equity investments in companies incorporated in any country or quoted or traded on any stock exchange or over-the-counter market. It may invest in any and all geographical areas or economic sectors.

The Fund may also, subject to a limit of 10% of the Fund's value, invest in unquoted equity investments and listed securities in ineligible markets. It is anticipated that the Portfolio may from time to time include units in collective investment schemes, money market instruments, cash and fixed income securities. Sound long-term value is the main criterion in selecting investments.

It is the ACD's intention that derivatives and forward transactions be used for EPM purposes.

**Derivatives and forward transactions, which may make the portfolio composition of the Fund highly volatile, may be used for investment purposes on providing Shareholders with 60 days' advance notice.**

#### **Fund risk profile**

Typical investors in the Fund are likely to fall into three main categories: (i) high net worth individuals who are experienced investors; (ii) clients of discretionary investment managers; and (iii) clients of independent financial advisers, especially those needing a core, well-diversified holding; in the latter two cases where the manager or adviser deems the fund suitable for their client.

#### **Fund specific risk warnings**

Overseas markets/currency exchange rates

Emerging markets

*Please see page 5 for details of these specific risks.*

## Charges and expenses

Share Class	Initial charge	Investment Manager's charge*	AMC*	TER	PTR
Income and Accumulation	5.0%	1.50% p.a.	0.15% up to £50 million and 0.1% on the balance subject to minimum of £28,000 p.a.	1.66%**	201.36%**

\*Paid for by the Company.

\*\*Data as at 30 June 2009.

## Effect of charges and expenses

The following table illustrates the effect of charges and expenses on an investment. These figures are not guaranteed.

The table below shows the effect of charges and expenses on a £25,000 lump sum investment into accumulation shares, assuming a growth rate of 6% per annum before charges.

At the end of year	Investment to date	Effect of deductions	What you might get back (assuming a growth rate of 6% per annum)
1	£25,000	£527	£25,399
3	£25,000	£1,715	£26,228
5	£25,000	£3,104	£27,090
10	£25,000	£7,660	£29,382

The last line in the table shows that over 10 years the effect of the total charges and expenses could amount to £7,660. Putting it another way, this would have the same effect as bringing down investment growth from 6.0% a year to 4.59% a year. These are illustrative rates only to demonstrate the effect of charges on an investment and are unlikely to reflect those actually achieved.

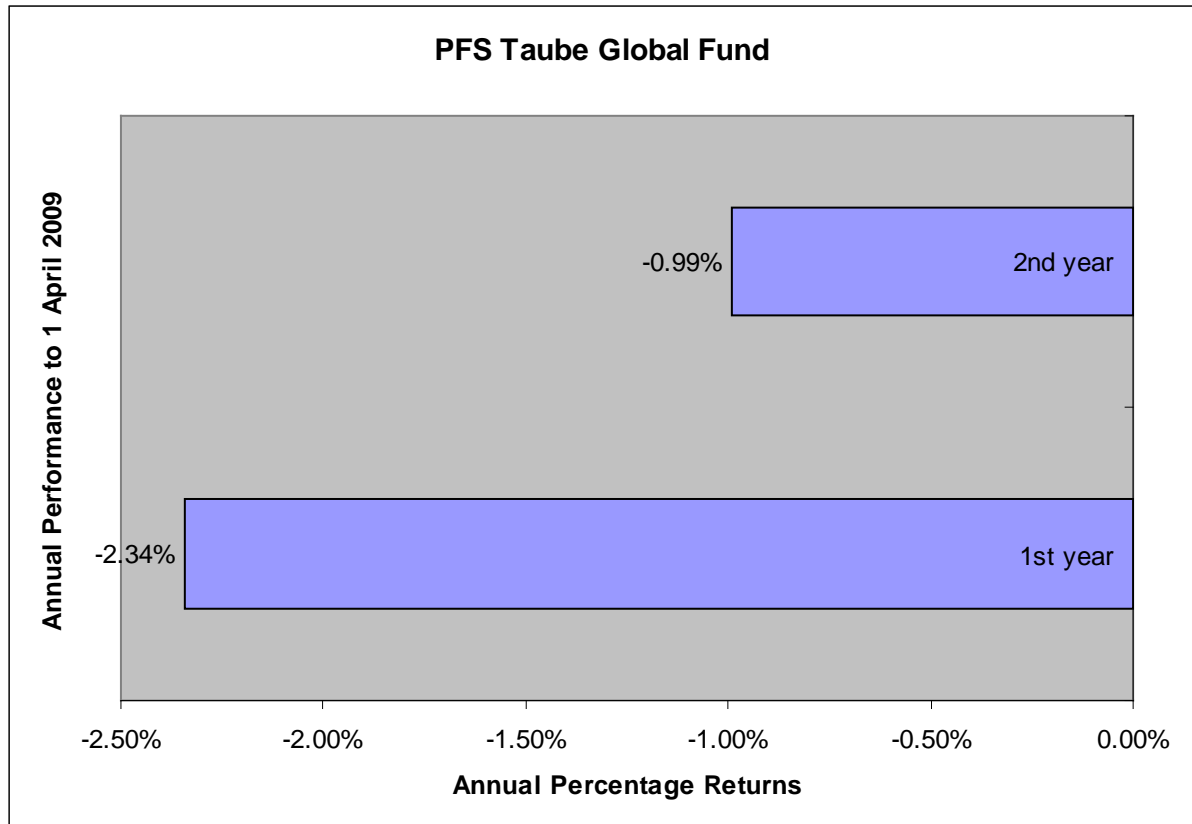
## Accounting information

Accounting reference dates	Payment dates	Dividend or interest distribution	Fees from income or capital
31 December (Final)	5 April (Final)	Dividend	From income
30 June (Interim)	N/A		

## Performance information

Past performance should not be seen as an indication of future performance.

DISCRETE PERFORMANCE RECORD  
NAV  
with Net Income Reinvested



First year runs from launch (2 April 2007) until 1 April 2008 and the second year runs from 2 April 2008 until 1 April 2009. The cumulative performance over the same period was -4.65%.

Mid to Mid basis. Source: Smith and Williamson Fund Administration Ltd

## Appendix 2 – Glossary

### **Authorised Corporate Director (ACD)**

A corporate body and an authorised person given powers and duties under FSA regulations to operate an OEIC.

### **Collective investment schemes**

A generic term encompassing authorised unit trusts, common investment funds, OEICs and investment trusts.

### **Derivatives**

A general name for investments such as futures and options whose value depends on another financial asset, for example the price of a bond, currency or share. Derivatives can be used by fund managers to control particular aspects of a portfolio's risk, or as an investment in their own right.

### **Efficient Portfolio Management (EPM)**

The use of derivatives only for the purposes of reducing risk and/or cost.

### **Hedging**

A transaction involving derivatives, with the aim of offsetting a particular financial risk, for example exchange rate risk.

### **OEIC**

An OEIC is a type of investment product that offers indirect investment in stock markets. Your money is pooled with that of other investors who choose to invest in the same fund. Funds will use this money to buy investments, such as stocks and shares, as selected by the Investment Adviser for the fund. The value of your shares in the fund is directly related to the underlying value of these investments. Because the investments are spread across a range of assets, the risk may be lower than investing in a single asset such as a company's shares.

### **Over-the-counter**

A stock or share that is not traded on a listed exchange.

### **Payment dates**

Income from funds is paid or reinvested on these dates.

### **Securities**

An investment instrument such as shares or bonds, issued by a corporation, government or other organisations which offers evidence of debt or equity.

### **UCITS**

Undertakings for the Collective Investment in Transferable Securities - UCITS funds can be marketed within all countries that are a part of the European Union, provided that the fund and fund managers are registered within the European Union.