



JUNIOR GOLD

Investing in the mining giants of tomorrow

Update November 2015

Fund objective

To provide long-term capital growth from a globally diversified portfolio investing primarily in small to medium capitalization companies specializing in identifying, developing and extracting gold. It may also invest in mining companies extracting other precious metals. There may be occasions, in light of adverse market conditions, when the Investment Manager chooses to hold high levels of cash, bonds and government securities. The Investment Manager may use derivatives for efficient portfolio management purposes only.

Key facts

Fund Category: Natural Resources Specialist
Charges:

"C" shares (>£1k): 5.25% Initial, 1.75% Annual

"I" shares (>£50k): 0.5% Initial, 1.5% Annual

"P" shares (>£1m): 0.5% Initial, 1.1% Annual

Authorised Corporate Director: Marlborough Fund Managers Ltd

Fund Adviser: Angelos Damaskos

Minimum Investment: £1,000 or £100 per month

Eligible for NISAs and SIPPs

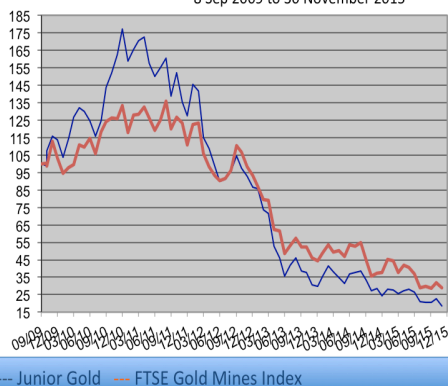
Fund NAV at 31.10.15: £5.9m, share price: 22.50p

Macro-economic positioning

- Current macro-economic conditions make gold an attractive alternative store of value
- Government money-printing could stimulate inflation against which gold is considered a hedge
- Very strong investment demand for gold ETFs and gold coins
- Gold mining equities can offer better returns than gold bullion
- Smaller companies tend to outperform their larger counterparts

Fund share price performance

Junior Gold vs. FTSE Gold Mines Index
8 Sep 2009 to 30 November 2015



Since launch: -81.4%
30.11.14 - 30.11.15: -35.1%
30.11.13 - 30.11.14: -7.1%
30.11.12 - 30.11.13: -66.8%
30.11.11 - 30.11.12: -31.4%
30.11.10 - 30.11.11: -16.8%

On 1.10.10 the fund changed its name and objective, therefore, past performance shown above prior to this date was achieved under circumstances that no longer apply.

Management track record

The fund is advised by Sector Investment Managers Limited (SIM), authorised and regulated by the Financial Conduct Authority. SIM also advises the Junior Oils Trust, a fund focusing its investments in junior oil and gas exploration and production companies (for information: www.junioroils.com). SIM's management and advisers have extensive experience of investing in gold mining companies.

How to invest

Call Marlborough Fund Managers:

0808 145 2501

For further information and documentation visit:

www.juniorgold.co.uk or
www.sectorinvestments.com

Risk Considerations: Past performance is not necessarily a guide to future performance. The value of your investment can go down as well as up. The fund invests in smaller companies which may carry a higher degree of risk than larger companies. The shares of smaller companies may be less liquid and more volatile over shorter term periods. Changes in exchange rates between currencies may cause the value of investments to diminish or increase. The fund focuses on a specific sector and has a concentrated portfolio which can lead to greater volatility.

Junior Gold update

10 December 2015

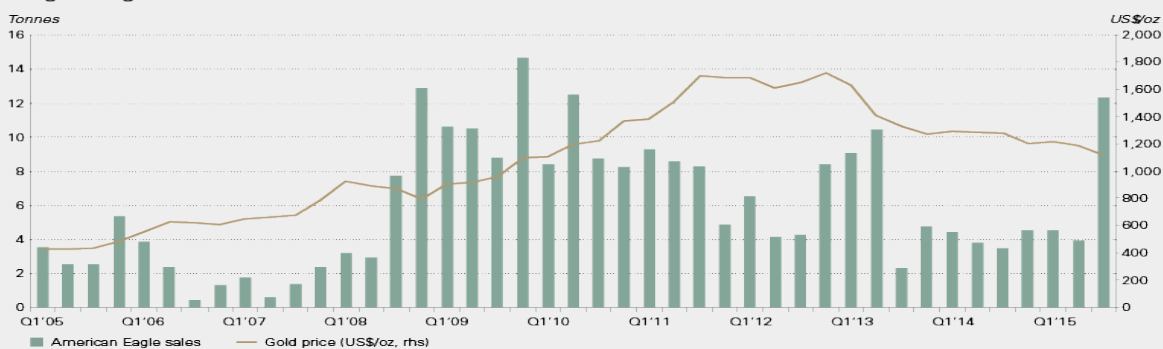
Dear Investor,

November was a terrible month for commodities, including gold. As gold flirted with the \$1,000/oz level, investors sold gold mining shares harder, indicating that we may have reached the capitulation point many have been expecting. Nevertheless, it is noteworthy that gold has been strong for the year in many leading currencies, including the Canadian and Australian dollars as well as the Euro. Even though the U.S. dollar reference dominates the headlines, mining companies operating in Australia and Canada have seen their business stabilize and improve.

As the World Gold Council reports, third quarter gold demand rose 8% over the same period last year despite the fall in ETF holdings. The chart shown below indicates that even US investors are keen on physical gold as US Gold Eagle coin sales rose to levels not seen since the financial crisis. In addition to this important statistic, the spread between the Shanghai Gold Exchange and London has risen to over \$6/oz, a two year high, implying that there is shortage of bullion for immediate delivery in Asia. Some also point to the level of the Comex situation. Its December contract added some 88k oz for delivery pushing monthly deliveries to some 11 tonnes against reported inventories of just 4 tonnes. The nominal size of outstanding paper contracts now exceed deliverable inventory by over 200 times. It wouldn't take much to cause a run on physical gold deposits if a few counterparties insisted on taking delivery. In a world where the Black Swans are almost visible, the question becomes when and where will they land and cause chaos.

We wish to all our investors a Merry Christmas, happy holidays and a golden New Year.

US gold Eagle coin sales rose to levels not seen since the financial crisis



Source: US Mint; Bloomberg; ICE Benchmark Administration; World Gold Council

Please watch our latest interview on the gold mining sector by copying the following link to your browser:

<https://www.youtube.com/watch?v=2J09DFGmk94&authuser=0>

Angelos Damaskos
Chief Executive Officer

For dealing/inquiries on Junior Gold call Marlborough Fund Managers:

0808 145 2501 or email dealing@marlboroughfunds.com

Junior Gold qualifies for SIPPs and NISAs

Further information on Junior Gold at www.juniorgold.co.uk

RISK WARNING:

Past performance is not necessarily a guide to the future. The value of investments and the income from them may go down as well as up. Investors may not get back their original investment. The fund invests in smaller companies and some of which are listed on the Alternative Investment Market which may carry a higher degree of risk. The shares of smaller companies may be less liquid and more volatile over shorter term periods. Changes in exchange rates between currencies may cause the value of investments to diminish or increase.

This material is directed only at persons in the UK and is not an offer or invitation to buy or sell securities. Opinion expressed whether in general or both on the performance of individual securities and in a wider economic context represents the views of Sector Investment Managers Ltd at the time of preparation based on SIM's internal analysis which may have not been verified by independent sources. They are subject to change and should not be interpreted as investment advice. Before making an investment in the fund, it is important that you read the Key Investor Information Document. Prospectus and Key Information Document are available free by visiting the websites above. Sector Investment Managers Ltd and Marlborough Fund Managers Ltd are authorised and regulated by the Financial Conduct Authority.