

Martin Currie Global Portfolio Trust

Still finding opportunities

Martin Currie Global Portfolio Trust (MNP) invests in a portfolio of larger-cap blue chip companies selected for their above-average growth potential. Recent performance has been similar to the FTSE World index benchmark in a period of market volatility and risk-adjusted returns are ahead of global trust sector averages over one and three years. Since adopting a zero discount policy in 2013, the shares have traded close to NAV. Dividends are paid quarterly and have held steady or increased each year since launch with MNP's 2.3% yield ranking in the top quartile of global trust peers.

12 months ending	Total share price return (%)	Total NAV return (%)	Blended benchmark (%)	FTSE World (%)	FTSE All-Share (%)
30/11/11	7.4	6.8	1.6	(0.1)	2.6
30/11/12	14.2	9.8	12.0	12.0	12.1
30/11/13	23.3	20.0	22.5	22.5	19.8
30/11/14	11.0	11.3	13.7	13.7	4.7

Note: Twelve-month rolling discrete total return performance. Blended benchmark is the FTSE All-Share index until 1 June 2011 and the FTSE World index thereafter.

Investment strategy: Picking stocks globally

MNP follows a bottom-up stock selection process, investing globally on a largely unconstrained basis within a broad framework of risk controls. Manager Tom Walker works with Martin Currie's experienced analyst team to identify companies with upside potential based on earnings, assets or a valuation anomaly. The trust holds a relatively concentrated portfolio of c 60 stocks, but is well spread within this, with few stocks representing less than 1% or more than 3.5% of the total. While the manager does not focus on the country of listing, the trust's geographical profile is largely in line with that of its benchmark, the FTSE World index. Although gearing of up to 20% is permitted, none has been used since 2008.

Outlook: Markets maintaining a positive bias

Market valuation multiples are ahead of 10-year averages, although still some way below peak levels, suggesting that while upside potential from further re-rating has become more limited, valuations are not overstretched. Although concerns over slowing global growth and the end of US quantitative easing saw markets turn down in September, the focus quickly turned to prospects of further stimulus in Europe, Japan and China with a resultant market rebound in October and valuations have resumed their upward path. While risks remain, markets appear willing to maintain a positive bias and on a one-year view the manager can see markets moving higher.

Valuation: Narrow discount; above average yield

Adoption of the zero discount policy in July 2013 has successfully reduced discount volatility, largely removing this source of uncertainty for potential buyers. Another feature that may appeal to investors is MNP's 2.3% dividend yield, which ranks at the higher end of the global trust sector.

Investment trusts

10 December 2014

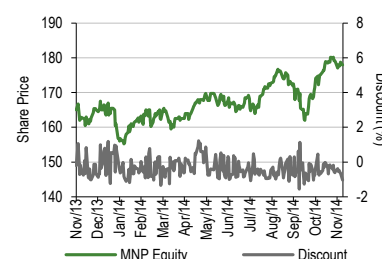
Price 178p
Market cap £184m
AUM £181m

NAV* 176.4p
 Premium to NAV 0.9%
 NAV** 179.9p
 Discount to NAV 1.0%
 Yield 2.3%

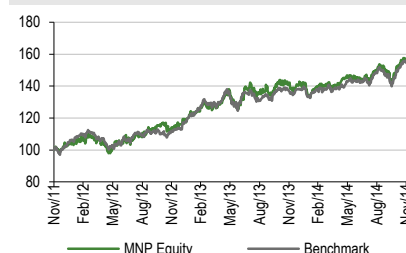
*Excluding income. **Including income.

Ordinary shares in issue 103.4m
 Code MNP
 Primary exchange LSE
 AIC sector Global

Share price/discount performance



Three-year cumulative perf. graph



52-week high/low 180.3p 155.3p
 NAV* high/low 178.8p 154.9p

*Adjusted for debt at market value, excluding income.

Gearing

Gross 0.0%
 Net cash 2.4%

Analysts

Gavin Wood +44 (0)20 3681 2503
 Andrew Mitchell +44 (0)20 3681 2500

investmenttrusts@edisongroup.com

[Edison profile page](#)

Exhibit 1: Trust at a glance
Investment objective and fund background

Martin Currie Global Portfolio Trust's objective is to achieve long-term capital growth in excess of the capital return of the benchmark FTSE World index by investing in a diversified portfolio of international quoted investments. The benchmark was changed on 1 June 2011 from the FTSE All-Share index to the FTSE World index when the trust adopted a more global focus.

Recent developments

15 September 2014: Results for 6 months to 31 July 2014 – NAV total return +7.0%, benchmark +6.5%.

18 June 2014: Retirement of director Gillian Nott.

17 June 2014: IMS for three months to 30 April 2014 – NAV total return +4.4%, benchmark +3.7%.

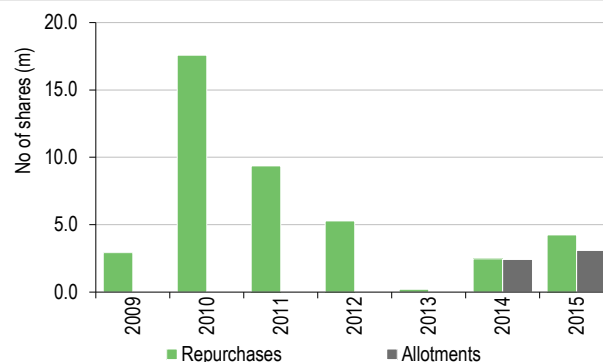
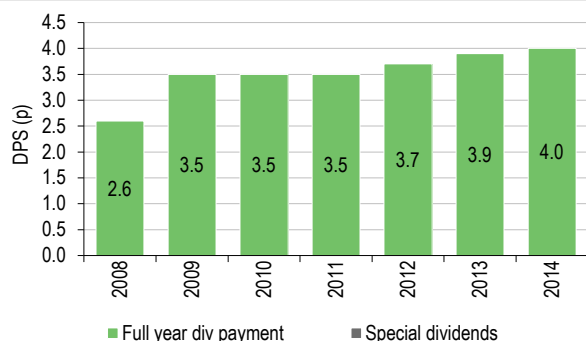
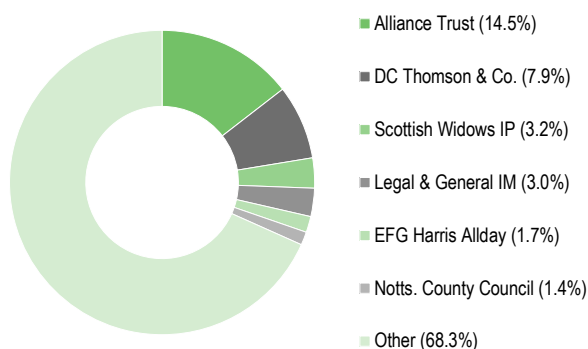
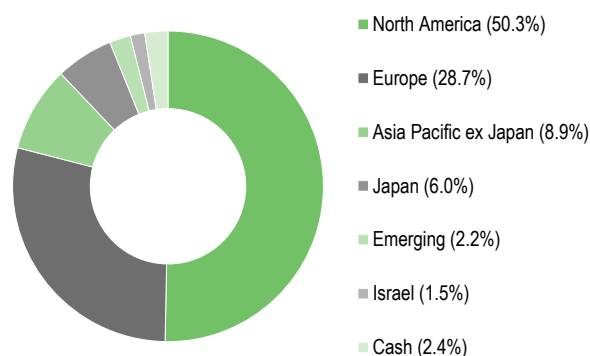
Forthcoming		Capital structure		Fund details	
AGM	June 2015	Ongoing charges	0.75%	Group	Martin Currie Inv. Mgmt. Ltd (UK)
Preliminary results	March 2015	Net cash	2.4%	Manager	Tom Walker
Year end	31 January	Annual mgmt fee	0.5% of net assets	Address	Saltire Court, 20 Castle Terrace, Edinburgh EH1 2ES
Dividend paid	Oct, Jan, Apr, Jul	Performance fee	15% over index (see pg 7)	Phone	+44 (0)131 229 5252
Launch date	March 1999	Trust life	Indefinite	Website	www.martincurrieglobal.com
Continuation Vote	None – see page 7	Loan facilities	None		

Dividend policy and history

MNP moved to paying quarterly dividends from FY14 (previously semi-annual). Dividends are paid in October, January, April and July. The board is committed to a progressive dividend policy over the longer term.

Share buyback policy and history

Renewed annually, the trust has authority to purchase up to 14.99%, and allot up to 10% of issued share capital.


Shareholder base (as at 8 December 2014)

Distribution of portfolio (as at 31 October 2014)

Top 10 holdings (as at 31 October 2014)

Company	Region	Sector	Portfolio weight %	
			31 October 2014	31 October 2013
JPMorgan Chase	North America	Financials	4.0	N/A
Roche	Developed Europe	Healthcare	3.6	N/A
Prudential	Developed Europe	Financials	3.2	2.6
Apple	North America	Technology	2.9	2.8
L Brands	North America	Consumer Services	2.8	N/A
Lockheed Martin	North America	Industrials	2.8	N/A
Verizon Communications	North America	Telecommunications	2.8	N/A
United Technologies	North America	Industrials	2.7	2.8
Lyondellbasell Industries	North America	Basic Materials	2.5	2.6
BG Group	Developed Europe	Oil & Gas	2.4	2.2
Top 10			29.7	N/A

Source: Martin Currie Global Portfolio Trust, Edison Investment Research. Note: N/A where the stock was not in the October 2013 top 10.

Outlook: Markets maintain a positive bias

Exhibit 2 illustrates the re-rating of world equity markets from mid-2012 to mid-2014, with the Datastream world index forward P/E multiple rising from 10.6x to 14.4x. Forward P/E and price-to-book multiples are now ahead of 10-year averages, but are still below peak levels and the market's dividend yield is only marginally below the 10-year average. This suggests that while upside potential from further re-rating has become more limited, valuations are not overstretched. Although concerns over slowing global growth and the end of US quantitative easing saw markets turn down in September, the focus quickly turned to prospects of further stimulus in Europe, Japan and China, with a resultant market rebound in October and valuations resumed their upward path.

Exhibit 2: Datastream world index prospective P/E and 10-year valuation metrics

Datastream world index prospective P/E over 10 years



Datastream world index 10-year valuation metrics

	Last	High	Low	10-year average	Last % of average
P/E (12 months forward)	14.5	15.1	8.8	12.9	113%
Price to book	2.1	2.5	1.1	1.9	112%
Dividend yield	2.5	4.6	2.0	2.5	96%
Return on equity	11.4	16.8	4.7	12.4	92%

Source: Thomson Datastream

Speculation over the timing and potential pace of US and UK interest rate rises creates some near-term uncertainty that could lead to increased market volatility and, although markets have been generally sanguine about global geopolitical risks including conflicts in Ukraine and the Middle East, further adverse events could disturb this equanimity. Concerns remain over the pace of economic recovery in Europe, Japan's recent fall into recession and the risks of further economic slowdown in China, but markets appear willing to maintain a positive bias with a focus on positive data from the US and prospects for monetary stimulus in other regions. The underlying outlook for corporate earnings growth is supported by a continuing global recovery with the IMF's October 2014 World Economic Outlook projecting global GDP growth to strengthen from 3.0% in 2013 to 3.3% in 2014 and 3.8% in 2015.

Fund profile: Large-cap global equities, capital growth

Launched in March 1999, MNP invests globally in predominantly large-capitalisation blue chip companies that are market leaders in their industries and have superior share price appreciation potential due to earnings, assets or valuation anomalies. The trust aims to hold a diversified portfolio of international companies containing around 60 high-conviction stocks selected on the basis of detailed research analysis. MNP's investment objective is to achieve long-term capital growth ahead of the capital return of the benchmark FTSE World index. MNP has been managed by Tom Walker, an investment director at Martin Currie, since January 2000. The trust initially had a three-tier strategy of investing in UK equities, international equities and private equity. The international allocation limit was increased from 25% to 50% in 2007 and then removed altogether in June 2011, at which time MNP adopted a more global focus, changing its name from Martin Currie Portfolio to Martin Currie Global Portfolio and changing its benchmark from the FTSE All-Share index to the FTSE World index, while maintaining the same investment approach. Also in June 2011, MNP removed its commitment to holding up to 20% of the portfolio in private equity funds.

The fund manager: Tom Walker

The manager's view: Still finding opportunities

While Tom Walker sees ongoing challenges to global economic growth, he thinks that potential government support, such as quantitative easing in Europe and delays to the timing of interest rate rises in the US, is likely to provide support to equity markets. While he acknowledges that market valuation multiples offer relatively limited scope for further re-rating, he does not see this preventing markets moving higher over the next 12 months.

Recent changes to MNP's top 10 holdings include a switch out of AT&T into Verizon Communications to exploit what the manager saw as a valuation anomaly after Verizon shares de-rated following Vodafone's disposal of its 45% stake in Verizon Wireless. The holding in AbbVie was reduced following the withdrawal of its offer for Shire and the position in L Brands, a speciality retailer whose main brands are Victoria's Secret and Bath & Body Works, was increased ahead of its recent re-rating. The holding in plastics, chemicals and refining company LyondellBasell was trimmed, although the manager sees the recent sell-off as a potential buying opportunity. Other changes include the sale of longstanding holding Johnson Matthey on valuation grounds, and the addition of Cooper Companies, whose CooperVision business operates in the high-growth contact lens market, although this holding has recently been reduced following a strong share price performance.

Recent portfolio additions that reflect the manager's preference for exposure to the domestic US economy are TJX Companies and Ashtead Group. TJX is a global off-price retailer that generates over 80% of its earnings from the US, where it is growing its retail floor space by c 5% pa and has additional potentially greater growth prospects at its TK Maxx operations in Europe. Ashtead is an international equipment rental company, which generates c 85% of its earnings in the US. Ashtead operates Sunbelt Rentals, the second largest equipment rental business in the US, which is gaining market share, as well as benefiting from the secular growth of the rental market supported by a gentle recovery in the US construction market.

In response to the weaker outlook for Japan, Mitsui & Co was sold and replaced with Komatsu, which generates less than 20% of revenues from Japan. Komatsu is a global construction, mining and utility equipment business that is benefiting from increased activity in the US construction market, as well as better than expected sales of mining equipment. While earnings may not accelerate rapidly, Walker regards the valuation as attractive.

Asset allocation

Investment process: Focus on fundamentals

MNP is primarily a stockpicking fund, with manager Tom Walker supported by Martin Currie's team of global sector research analysts and regional investment specialists. The management group's investment approach hinges on fundamental research, and while Walker works within a broad set of risk constraints and takes some account of macro factors when constructing the portfolio, he expects the bulk of returns to come from stock selection rather than asset allocation.

When a potential investment is identified, it is rigorously researched by an analyst, who will construct a five-year financial forecast. Environmental, social and governance factors are assessed and the team will nearly always meet with or speak to the company management. Stock discussions aim to identify factors that the market is missing – for instance, Walker's view is that the market is underestimating prospects for second-largest holding (3.6%) Roche's new cancer drugs. Each stock is given a sell price target, and the upside between the current and target price will be a major consideration in dictating whether a significant position is taken immediately, or built slowly

from a smaller initial stake. When a stock reaches its target price, it is reassessed to decide if it should be sold or held.

While fundamental research is at the heart of the process, Walker has access to screens that can help him manage the research universe and assess any tilts in the portfolio towards stocks with certain attributes, for example superior earnings growth or dividend yields.

Current portfolio positioning

As at 31 October 2014, MNP held 59 portfolio investments spread across 16 countries, similar to a year earlier and consistent with the strategy of holding around 60 high-conviction stocks. Exhibit 3 shows that while sector exposures have remained broadly similar in the current financial year, industrials and consumer services sector weightings have increased and these two sectors are MNP's largest active overweight positions. Exposure to the consumer goods sector has been trimmed, leaving this as the largest active underweight position while technology and healthcare sector weightings have also been reduced, leaving these sectors as significant active underweight positions.

Exhibit 3: Sector allocations as at 31 October 2014

	Portfolio weight 31 Oct 2014 (%)	Portfolio weight 31 Jan 2014 (%)	Change (pp)	Benchmark weight 31 Oct 2014 (%)	Trust active weight (%)	Trust weight/ benchmark weight
Financials	22.4	22.0	0.4	21.9	0.5	1.0
Industrials	16.0	13.8	2.2	12.4	3.6	1.3
Consumer Services	14.3	12.6	1.6	10.6	3.6	1.3
Healthcare	9.2	10.3	-1.1	10.9	-1.8	0.8
Oil & Gas	8.7	10.2	-1.4	8.2	0.5	1.1
Technology	8.3	9.8	-1.5	10.7	-2.4	0.8
Basic Materials	6.1	8.0	-1.9	5.2	0.8	1.2
Consumer Goods	5.8	6.3	-0.5	13.0	-7.3	0.4
Telecommunications	4.6	3.8	0.8	3.5	1.1	1.3
Utilities	2.2	2.0	0.3	3.4	-1.2	0.7
Cash	2.4	1.3	1.1	0.0	N/A	N/A
	100.0	100.0		100.0		

Source: Martin Currie Global Portfolio Trust, Edison Investment Research

Geographically, the larger active weights are North America (-5.9%) and Europe (+5.2%). While there has been stock rotation, geographical weightings are between +/-2% compared with 12 months earlier.

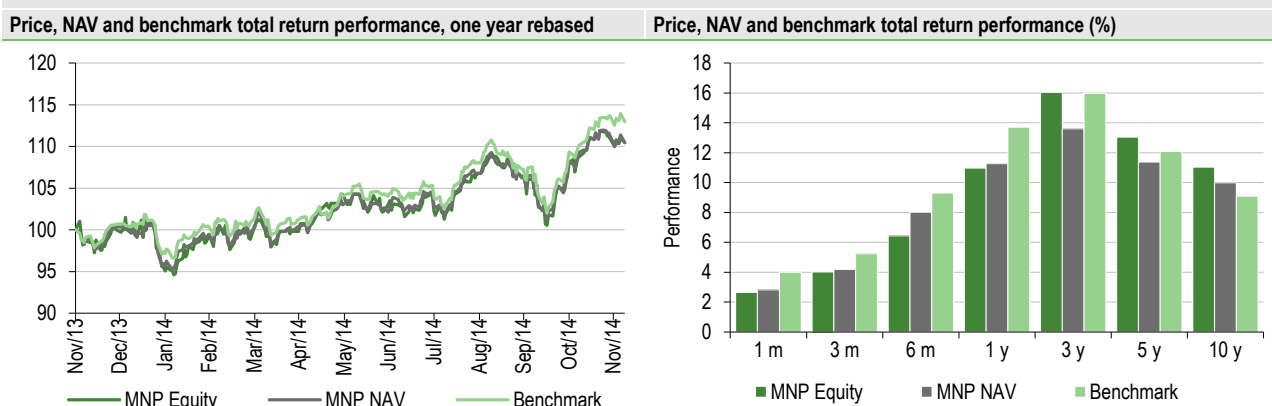
Exhibit 4: Geographic allocations as at 31 October 2014

	Portfolio weight 31 Oct 2014 (%)	Portfolio weight 31 Oct 2013 (%)	Change (pp)	Benchmark weight 31 Oct 2014 (%)	Trust active weight (%)	Trust weight/ benchmark weight
North America	50.3	48.9	1.4	56.2	-5.9	0.9
Europe	28.7	28.9	-0.2	23.5	5.2	1.2
Asia Pacific ex Japan	8.9	10.6	-1.7	6.6	2.3	1.4
Japan	6.0	7.2	-1.2	8.3	-2.3	0.7
Emerging	2.2	3.2	-1.0	5.2	-3.0	0.4
Israel	1.5	0.0	1.5	0.2	1.3	6.3
Cash	2.4	1.3	1.1	0.0	N/A	N/A
	100.0	100.0		100.0		

Source: Martin Currie Global Portfolio Trust, Edison Investment Research

Performance: Outperformance over 10 years

As shown in Exhibit 6, MNP's NAV total return has outperformed its blended benchmark (FTSE All-Share index until 1 June 2011 and the FTSE World index thereafter) over 10 years while underperforming somewhat over one, three and five years. Exhibit 5 shows MNP's positive absolute performance over all time periods with an annualised return of 10% over 10 years. Exhibit 7 illustrates MNP's outperformance from January 2007 to July 2008, which was only partly given up during the global financial crisis. MNP has performed largely in line with its benchmark since January 2009.

Exhibit 5: Investment trust performance to 30 November 2014


Source: Martin Currie Global Portfolio Trust, Thomson Datastream, Edison Investment Research. Note: Benchmark is FTSE All Share Index until 1 June 2011 and FTSE World Index thereafter. Three, five and 10 years annualised.

Exhibit 6: Share price and NAV total return performance, relative to benchmarks (%), to 30 November 2014

	One month	Three months	Six months	One year	Three years	Five years	10 years
Price relative to blended benchmark	(1.3)	(1.1)	(2.6)	(2.4)	0.1	4.3	19.3
NAV relative to blended benchmark	(1.1)	(1.0)	(1.2)	(2.1)	(6.0)	(3.1)	8.5
Price relative to FTSE World index	(1.3)	(1.1)	(2.6)	(2.4)	0.1	5.2	14.6
NAV relative to FTSE World index	(1.1)	(1.0)	(1.2)	(2.1)	(6.0)	(2.3)	4.1
Price relative to FTSE All Share index	(0.3)	4.7	6.5	6.0	11.0	14.7	31.2
NAV relative to FTSE All Share index	(0.1)	4.8	8.1	6.3	4.2	6.5	19.2

Source: Martin Currie Global Portfolio Trust, Thomson Datastream, Edison Investment Research. Note: Blended benchmark index is the FTSE All-Share index until 1 June 2011 and the FTSE World index thereafter. Geometric calculation.

Exhibit 7: NAV total return relative to blended benchmark, over 10 years, rebased to 100

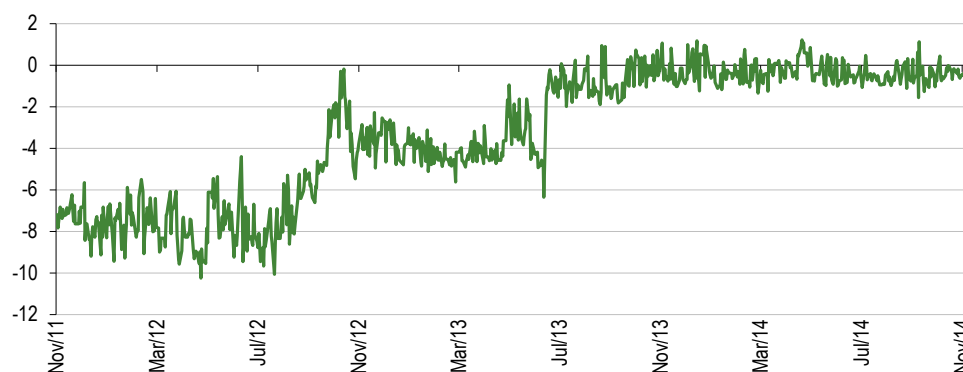

Source: Martin Currie Global Portfolio Trust, Thomson Datastream, Edison Investment Research

Discount: Zero discount policy in operation

In July 2013, the board announced that it would use its share buyback powers with the objective of ensuring that MNP's shares trade at or around NAV, in normal market conditions. The board is committed to this zero discount policy, which removed the need for five-yearly share redemptions at NAV and shareholders approved the removal of redemption rights in February 2014.

Since July 2013, the discount has averaged 0.5%, which compares with the 6.4% average discount over the previous two years during which the discount ranged from 0.2% to 11.3%. Exhibit 8 shows the narrow range between a 2.0% discount and a 1.2% premium since July 2013, illustrating the effectiveness of the zero discount policy.

Exhibit 8: Share price discount/premium to NAV (including income) over three years



Source: Thomson Datastream, Edison Investment Research.

Capital structure and fees

MNP has 103.4m shares in issue and has annually renewed authority to repurchase up to 14.99% and allot up to 10% of its issued share capital. In the year to 31 January 2014, 1.6m shares were repurchased and 1.5m shares reissued from treasury. In the current financial year 2.5m shares, representing 2.5% of the outstanding shares, have been repurchased with 1.7m shares reissued.

Although gearing of up to 20% of net assets is permitted, MNP has been ungeared since 2008 and does not currently have any borrowing facilities. The manager would only consider employing gearing when he had a high conviction that markets could rise significantly.

MNP pays an annual management fee of 0.5% of NAV, calculated quarterly. Martin Currie is also entitled to a performance fee if the increase in NAV per share exceeds the capital return of the benchmark FTSE World index by more than one percentage point over the period since a performance fee was last earned. If the NAV has risen over the period, the performance fee is 15% of the outperformance or 7.5% if the NAV has fallen. The performance fee is capped at 1% of net assets. For FY14, the management fee was £0.8m, no performance fee was payable and ongoing charges were 0.75%.

Dividend policy

While MNP's principal goal is long-term capital growth, the board also expects to pay dividends each year and remains committed to a progressive dividend policy over the longer term. This has resulted in maintained or increased dividends each year since MNP's launch in 1999.

In May 2013, MNP announced that dividends would be paid on a quarterly basis, rather than twice a year. For FY14, three interim dividends of 0.90p each were paid in July, October and January followed by a final dividend of 1.30p paid in April 2014. Total dividend payments of 4.00p per share for FY14 represented a 2.6% increase from the previous year. For the current year, two interim dividends of 0.90p each were paid in July and October, with the third interim dividend due to be declared in January.

Peer group comparison

Exhibit 9 illustrates a comparison of MNP with a selected closed-ended peer group from the AIC Global sector, which comprises 38 trusts. We have selected trusts with a market capitalisation over £100m, less than 30% exposure to the UK and over 20% exposure to North America. Over one,

three, five and 10 years, MNP's NAV total return is ahead of the sector average and similar to the selected peer group average, while above the selected peer group median over one, five and 10 years. In terms of risk-adjusted returns, MNP's Sharpe ratios of 0.9 and 1.4 over one and three years are ahead of the sector and selected peer group averages. MNP's 0.75% ongoing charge is below the sector average and similar to the selected peer group average. MNP's 2.3% dividend yield ranks it in the top quartile of the sector and in the top two of the selected peer group. MNP is in the minority of trusts in the sector that do not employ gearing.

Exhibit 9: Global investment trusts as at 8 December 2014

% unless stated	Market cap £m	NAV TR 1 Year	NAV TR 3 Year	NAV TR 5 Year	NAV TR 10 Year	Sharpe 1y (NAV)	Sharpe 3y (NAV)	Discount (Ex Par)	Ongoing Charge	Perf Fee	Net Gearing	Dividend yield
Martin Currie Global Portfolio	181.8	11.7	45.2	69.6	159.6	0.9	1.4	(0.2)	0.75	Yes	98	2.3
Alliance Trust	2,623.3	10.7	45.5	58.5	119.4	0.5	1.2	(12.2)	0.77	No	105	2.1
Edinburgh Worldwide	194.1	2.1	54.0	68.1	184.1	(0.0)	0.7	(10.0)	0.99	No	110	0.5
F&C Global Smaller Companies	470.1	9.0	70.1	116.1	237.0	0.8	1.7	1.9	0.53	Yes	110	0.9
F&C Investment Trust	2,348.7	13.1	52.0	72.1	154.0	1.1	1.4	(8.4)	0.51	No	108	2.2
Henderson Global Trust	148.1	9.5	41.6	59.3	173.5	0.5	1.0	(9.4)	0.95	No	99	2.6
JPMorgan Overseas	241.0	13.5	56.6	69.3	174.8	1.0	1.3	(4.9)	0.64	Yes	108	1.4
Monks	852.5	4.3	29.0	45.9	135.8	0.1	0.7	(14.8)	0.57	No	100	1.0
Personal Assets	602.8	7.4	9.2	39.0	90.4	(0.0)	0.4	0.4	0.91	No	76	1.6
RIT Capital Partners	2,221.5	12.7	36.8	52.9	150.2	1.5	1.3	(2.9)	1.25	Yes	121	2.1
Scottish Investment Trust	655.4	7.9	43.4	58.3	139.5	0.2	1.0	(11.9)	0.74	No	104	1.9
Scottish Mortgage	3,030.9	24.2	90.2	124.1	280.6	1.4	1.3	(0.4)	0.50	No	113	1.2
Selected peer group average	1,130.9	10.5	47.8	69.4	166.6	0.7	1.1	(6.1)	0.76		104	1.6
Sector average	552.1	9.2	41.5	60.6	146.8	0.5	0.9	(6.6)	0.98		101	1.8

Source: Morningstar, Edison Investment Research. Note: TR = total return. The Sharpe ratio is a measure of risk-adjusted return. The ratios we show are calculated by Morningstar for the past 12- and 36-month periods by dividing a fund's annualised excess returns over the risk-free rate by its annualised standard deviation. Net gearing is total assets less cash/cash equivalents as a percentage of shareholders' funds.

The board

Following the retirement of Gill Nott in June 2014 after more than 11 years of service, the board comprises four independent non-executive directors. Neil Gaskell was appointed as chairman in May 2012, having joined the board in November 2011. David Kidd has served on the board since October 2005 and succeeded Gill Nott as senior independent director in June 2014. Mike Balfour was appointed as a director in January 2010 and Gillian Watson joined the board in April 2013.

Edison, the investment intelligence firm, is the future of investor interaction with corporates. Our team of over 100 analysts and investment professionals work with leading companies, fund managers and investment banks worldwide to support their capital markets activity. We provide services to more than 400 retained corporate and investor clients from our offices in London, New York, Frankfurt, Sydney and Wellington. Edison is authorised and regulated by the Financial Conduct Authority (www.fsa.gov.uk/register/firmBasicDetails.do?sid=181584). Edison Investment Research (NZ) Limited (Edison NZ) is the New Zealand subsidiary of Edison. Edison NZ is registered on the New Zealand Financial Service Providers Register (FSP number 247505) and is registered to provide wholesale and/or generic financial adviser services only. Edison Investment Research Inc (Edison US) is the US subsidiary of Edison and is regulated by the Securities and Exchange Commission. Edison Investment Research Limited (Edison Aus) [46085869] is the Australian subsidiary of Edison and is not regulated by the Australian Securities and Investment Commission. Edison Germany is a branch entity of Edison Investment Research Limited [4794244]. www.edisongroup.com.

DISCLAIMER

Copyright 2014 Edison Investment Research Limited. All rights reserved. This report has been commissioned by Martin Currie Global Portfolio Trust and prepared and issued by Edison for publication globally. All information used in the publication of this report has been compiled from publicly available sources that are believed to be reliable, however we do not guarantee the accuracy or completeness of this report. Opinions contained in this report represent those of the research department of Edison at the time of publication. The securities described in the Investment Research may not be eligible for sale in all jurisdictions or to certain categories of investors. This research is issued in Australia by Edison Aus and any access to it, is intended only for "wholesale clients" within the meaning of the Australian Corporations Act. The Investment Research is distributed in the United States by Edison US to major US institutional investors only. Edison US is registered as an investment adviser with the Securities and Exchange Commission. Edison US relies upon the "publishers' exclusion" from the definition of investment adviser under Section 202(a)(11) of the Investment Advisers Act of 1940 and corresponding state securities laws. As such, Edison does not offer or provide personalised advice. We publish information about companies in which we believe our readers may be interested and this information reflects our sincere opinions. The information that we provide or that is derived from our website is not intended to be, and should not be construed in any manner whatsoever as, personalised advice. Also, our website and the information provided by us should not be construed by any subscriber or prospective subscriber as Edison's solicitation to effect, or attempt to effect, any transaction in a security. The research in this document is intended for New Zealand resident professional financial advisers or brokers (for use in their roles as financial advisers or brokers) and habitual investors who are "wholesale clients" for the purpose of the Financial Advisers Act 2008 (FAA) (as described in sections 5(c) (1)(a), (b) and (c) of the FAA). It is not intended for retail clients. This is not a solicitation or inducement to buy, sell, subscribe, or underwrite any securities mentioned or in the topic of this document. This document is provided for information purposes only and should not be construed as an offer or solicitation for investment in any securities mentioned or in the topic of this document. A marketing communication under FCA rules, this document has not been prepared in accordance with the legal requirements designed to promote the independence of investment research and is not subject to any prohibition on dealing ahead of the dissemination of investment research. Edison has a restrictive policy relating to personal dealing. Edison Group does not conduct any investment business and, accordingly, does not itself hold any positions in the securities mentioned in this report. However, the respective directors, officers, employees and contractors of Edison may have a position in any or related securities mentioned in this report. Edison or its affiliates may perform services or solicit business from any of the companies mentioned in this report. The value of securities mentioned in this report can fall as well as rise and are subject to large and sudden swings. In addition it may be difficult or not possible to buy, sell or obtain accurate information about the value of securities mentioned in this report. Past performance is not necessarily a guide to future performance. Forward-looking information or statements in this report contain information that is based on assumptions, forecasts of future results, estimates of amounts not yet determinable, and therefore involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of their subject matter to be materially different from current expectations. For the purpose of the FAA, the content of this report is of a general nature, is intended as a source of general information only and is not intended to constitute a recommendation or opinion in relation to acquiring or disposing (including refraining from acquiring or disposing) of securities. The distribution of this document is not a "personalised service" and, to the extent that it contains any financial advice, is intended only as a "class service" provided by Edison within the meaning of the FAA (ie without taking into account the particular financial situation or goals of any person). As such, it should not be relied upon in making an investment decision. To the maximum extent permitted by law, Edison, its affiliates and contractors, and their respective directors, officers and employees will not be liable for any loss or damage arising as a result of reliance being placed on any of the information contained in this report and do not guarantee the returns on investments in the products discussed in this publication. FTSE International Limited ("FTSE") (c) FTSE [2014]. "FTSE(r)" is a trade mark of the London Stock Exchange Group companies and is used by FTSE International Limited under license. All rights in the FTSE indices and/or FTSE ratings vest in FTSE and/or its licensors. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and/or FTSE ratings or underlying data. No further distribution of FTSE Data is permitted without FTSE's express written consent.