



## SCM Portfolios Fees and Costs as per True and Fair Code (Direct Clients)

### SCM Bond Reserve Portfolio

	<b>% pa</b>	<b>Notes</b>
<b>% Annual Management Charge (AMC)</b>	<b>0.60</b>	SCM charges 0.5%+VAT AMC
<b>% Custody &amp; Admin costs etc</b>	<b>0</b>	All these costs are borne by SCM not the client.
<b>% Performance Fee</b>	<b>0</b>	No performance fees charged by SCM.
<b>% Dealing Costs</b>	<b>0.08</b>	Based on annualised portfolio turnover since inception of 19%, a recent weighted average spread of the ETFs within the portfolio of 0.31%, and a 0.05% dealing commission rate which SCM clients pay.
<b>% Any other costs</b>	<b>0.26</b>	Weighted average Total Expense Ratio of the underlying ETFs as at 31 <sup>st</sup> Jan 2012.
<b>Less any other recurring revenues</b>	<b>0</b>	Whilst some of the ETFs benefit by receiving securities lending revenue, the overall effect on the portfolio is currently insignificant.
<b>Total Provider Cost (TPC)</b>	<b>0.94% pa</b>	
<b>Platform fees for Direct Clients</b>	<b>0</b>	No platform fees for direct clients.
<b>Entry/Exit costs for Direct Clients</b>	<b>0</b>	No entry/exit charges for direct clients.
<b>Advisor fees or other fees less rebates for Direct Clients</b>	<b>0</b>	No other fees for direct clients.
<b>Total Cost of Investment (TCI) for Direct Clients</b>	<b>0.94% pa</b>	

All SCM Direct Clients are provided with 100% transparency of their portfolios on-line with performance and full holdings breakdown as at last night's close.