

Objective Type:

Growth & Income

Investment Area:

Green

Jupiter Environmental Income Fund

January 2010

Objective

The Fund's objective is to provide income and long-term capital growth through investment primarily in UK equities.

The Jupiter Environmental Income Fund focuses on investing in UK companies that are actively managing their environmental and social impact, good governance companies. The Fund will specifically avoid investing in companies associated with armaments, tobacco, nuclear power and animal testing for toiletries and cosmetics.†

Outlook – 1st Quarter

The UK stock market responded positively to fiscal and monetary stimuli in 2009. Although these measures should continue to support the stock market in the immediate future, we believe careful stock selection, with a particular focus on quality, will be of increasing importance in 2010.

Towards the end of 2009, we witnessed a significant compression in the valuation gap between cyclical and defensive stocks to the point that there is little differentiation between higher and lower quality companies. As a result we believe the risk/reward on offer favours higher quality companies. Moreover, compared to debt markets, equities look very attractive. Many utility and telecom shares, for example, are paying high, growing and well covered dividend yields. These are often higher than the yields on offer from the equivalent corporate bonds. Given these views, our focus remains on well capitalised, high quality, large and mid cap names and we are pleased to be finding a

growing number of prospective holdings in an improving economic environment.

Finally, the local country targets stipulated in the Copenhagen Accord drafted at the UN Climate Change Conference in December continue to underpin our investment thesis in environmental companies. The Accord's acknowledgement of the scientific case for keeping the rise in global temperatures below two degrees through deep cuts in emissions suggests scope for tighter climate-related legislation in the near future. This has the potential to expand the investment opportunities available to us over the medium and longer term.

Head of SRI



Emma Howard Boyd has overall responsibility for the management and future development of Jupiter's Socially Responsible Investment business. Emma is an independent non executive member of the Environment Agency Board, a faculty member of the Cambridge Programme for Sustainable Leadership and is a director of the Triodos Renewable Energy Fund. Jupiter Asset Management has been running green and SRI funds since 1988.

Fund Manager Style

The Fund is run with a less rigorous set of restrictions than the Jupiter Ecology Fund, see Fund's objective for more details. This means that Chris will invest a significant portion of the Fund in companies that demonstrate good governance,

while also including a range of companies that focus more specifically on profitable solutions to environmental problems. In addition to a company's SRI credentials, Chris' stock picking style aims to seek out opportunities where he believes a business's true value is not reflected in its share price. With respect to the Fund's income mandate, a company's yield growth potential is also key. Chris is supported by Jupiter's SRI and Governance team, which assesses each company's ethical and environmental performance.

Fund Manager



Chris Watt

Chris joined Jupiter in 1999 and has worked in Fund Management since 2000. He has worked principally on the UK Equity desk. In August 2006 he extended these responsibilities to include Socially Responsible Investment, he is also deputy Fund Manager of the Jupiter UK Alpha Fund. Chris has a BSc in Geography and an MSc in Investment & Finance from Aberdeen University. Chris has managed the Jupiter Environmental Income Fund since January 2007.

Performance – 31.12.2009

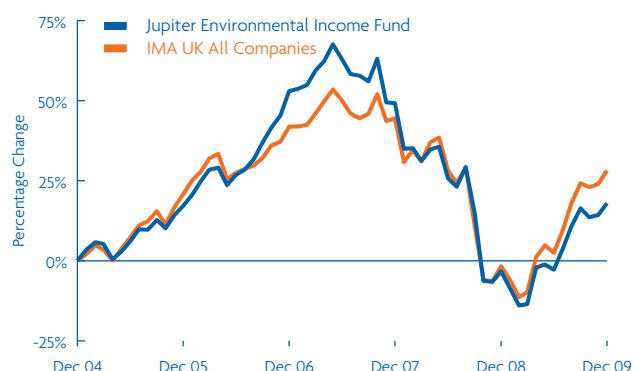
	1yr	3yrs	5yrs	Since Launch
Ranking	271/317	265/289	192/238	62/162
Growth	22.0%	-22.9%	18.0%	23.9%
Benchmark	30.1%	-4.0%	36.8%	26.6%
Sector Average	30.4%	-9.6%	28.2%	19.9%
Quartile Ranking	4	4	4	2

Year on Year % Growth ending 31.12.2009

2004-2005	2005-2006	2006-2007	2007-2008	2008-2009
17.2%	30.5%	-2.4%	-35.2%	22.0%

Past performance should not be seen as a guide to future performance.
 All performance in this factsheet is based on accumulation units in GBP.
 Source: Financial Express, bid to bid net income reinvested, as at 31.12.2009.
 † Full details of the criteria can be found in the long managers report.

% Growth over 5 years



Fund Value:	£42m
Holdings:	56
Launch date:	22.11.99

As at 30.11.2009

Jupiter Environmental Income Fund

January 2010

Fund Facts – 31.12.2009

Fund Information		Fund charges		Investment Limits*		Min	Max
Launch offer price	50.00p	Initial	5.25%	Unit Trust (lump sum)	£500	–	–
Offer price (inc)	54.13p	Annual	1.50%	Unit Trust (monthly saving)	£50	–	–
Historic yield (inc)	3.70%	Bid/Offer spread	6.25%	Stocks & Shares ISA (lump sum)	£500	£7,200	–
Offer price (acc)	62.91p	Distribution report/dates		Stocks & Shares ISA (monthly saving)	£50	£600	–
Historic yield (acc)	3.70%	30 November	Annual				
IMA Sector	UK All Companies	31 May	Interim				
Benchmark	FTSE Actuaries All-Share Index						

Note that the final distribution included a one-off special dividend which increased the distribution by 0.29 pence per unit. As it should not be assumed that the Fund's income will be regularly boosted by such a special dividend this amount has been deducted for the purposes of calculating the Historic Yield. The Historic Yield reflects distributions paid or declared over the past twelve months as a percentage of the mid-market unit price as at the date shown. It does not include any initial charge and investors may be subject to tax on their distributions.

For further explanations of terms and ratings please visit the glossary in the help section of our website www.jupiteronline.co.uk

*Please note, from the 6 October 2009 the maximum investible limit for ISAs increased for over 50's to £10,200. For more details go to www.jupiteronline.co.uk

Top Ten Mini profiles – 30.11.2009

GlaxoSmithKline - 6.86% GlaxoSmithKline is one of the world's largest pharmaceutical companies. It is a leader on corporate responsibility in its sector focusing on activities, such as environmental management, access to medicines in developing countries and responsible marketing. In 2009 the company announced a new pricing model for patented medicines in least-developed countries.

BG - 5.76% BG is a gas exploration business with a focus on natural gas and a strong commitment to reducing the environmental impacts of its processes. The company uses an environmental management system to drive individual initiatives through the business.

HSBC - 5.63% HSBC is one of the largest banking and financial services organisations in the world. The bank has sector-leading practices in the management of environmental and social issues and is conducting climate change research globally to understand both risks and opportunities.

Vodafone - 5.57% Vodafone provides mobile telecommunications services, including voice and data communications. The company focuses on new business opportunities in emerging markets where telecommunications can have positive social and economic development impacts. Corporate responsibility is well integrated into Vodafone's mainstream strategy.

AstraZeneca - 4.50% AstraZeneca is one of the world's largest pharmaceutical companies. The company is engaged in research and development of prescriptive medicines for serious health conditions. AstraZeneca is focused on embedding a responsible culture throughout its businesses, which increasingly features emerging markets, such as India and China.

Barclays - 3.77% Barclays has a well-established approach to corporate responsibility. As well as reducing

the direct environmental impacts of its own operations, the Environmental Services team provides banking services to the renewable energy, waste and recycling sectors. Barclays is addressing issues of financial inclusion and responsible lending, and is considered to be a leader in the implementation of the Equator Principles.

Compass - 3.21% Compass is one of the world's largest food services organisations, providing catering in a wide range of locations, including hospitals, prisons, offices and motorway service stations. The company has a strong focus on employee development and community engagement. Compass is also developing an environmental management system designed to involve staff at all levels of the business and contribute towards their personal development.

Micro Focus International - 2.96% Micro Focus is an international software company providing enterprise application management solutions. The company is committed to implementing best practices and monitors its environmental impact. Supported by the Carbon Trust and focussed on energy management in its office buildings, Micro Focus has begun to improve its energy efficiency.

Pearson - 2.87% Pearson publishes educational software programmes for schools, newspapers and publishers. The company has policies in place to manage its major social and environmental impacts, including targets to reduce energy consumption.

Diageo - 2.43% Diageo is a world-leading manufacturer and distributor of spirits, wines and beer. The company has a comprehensive approach to managing and monitoring its key social and environmental issues. Diageo is a sector leader in supporting responsible drinking and community involvement.

Total 43.58%

Sector Breakdown 30.11.2009

Financials	22.01%
Industrials	16.27%
Consumer Services	15.65%
Health Care	11.38%
Technology	8.22%
Telecommunications	6.75%
Utilities	6.27%
Oil & Gas	6.02%
Consumer Goods	3.43%
Basic Materials	0.95%
Fixed Income	96.95%
Cash	2.13%
Total	0.92%
	100.00%

Index disclaimer: The manager has the power to use derivatives but it is intended that these will only be used for the purpose of efficient portfolio management and not for investment purposes. Jupiter Unit Trust Managers Limited is authorised and regulated by the Financial Services Authority whose address is 25 The North Colonnade, Canary Wharf, London E14 5HS. Registered address: 1 Grosvenor Place, London SW1X 7JJ. The value of an investment in a unit trust and the income from it can go down as well as up, it may be affected by exchange rate variations, and you may not get back the amount invested. Quoted yields are not guaranteed. The impact of charges, which may have a greater proportionate effect on returns if investments are sold in the shorter term, are contained in the Key Features (incorporating the Simplified Prospectus). Current tax levels and reliefs will depend on your individual circumstances and details are also contained in the Key Features (including the Simplified Prospectus).

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Past performance should not be seen as a guide to future performance. The outlook expressed in this factsheet represents the views of the fund manager at the time of preparation and are not necessarily those of the Jupiter Group as a whole. They may be subject to change and should not be interpreted as investment advice. **On 1 October 2005 this fund changed its name from Jupiter Environmental Opportunities Fund to Jupiter Environmental Income Fund.** On the same date the fund's objective changed to aim for growth with income as opposed to growth only and this may impact performance going forward. The manager has the power to use derivatives but it is intended that these will only be used for the purpose of efficient portfolio management and not for investment purposes. Jupiter Unit Trust Managers Limited is authorised and regulated by the Financial Services Authority whose address is 25 The North Colonnade, Canary Wharf, London E14 5HS. Registered address: 1 Grosvenor Place, London SW1X 7JJ. The value of an investment in a unit trust and the income from it can go down as well as up, it may be affected by exchange rate variations, and you may not get back the amount invested. Quoted yields are not guaranteed. The impact of charges, which may have a greater proportionate effect on returns if investments are sold in the shorter term, are contained in the Key Features (incorporating the Simplified Prospectus). Current tax levels and reliefs will depend on your individual circumstances and details are also contained in the Key Features (including the Simplified Prospectus). **All of the Fund's expenses are charged to capital. This has the effect of increasing the distributions for the year by 1.71% and constraining the Fund's capital performance to an equivalent extent.** For your security we may record or randomly monitor all telephone calls. If you are unsure of the suitability of this investment please contact your Independent Financial Adviser.