

SIMPLIFIED PROSPECTUS OF THE ELITE T1PS FUND



**THIS DOCUMENT IS IMPORTANT - PLEASE ENSURE
THAT YOU READ IT CAREFULLY BEFORE DECIDING
WHETHER TO INVEST**

INTRODUCTION

This document gives you a summary of the Elite t1ps Fund (the “Fund”), which is an Open Ended Investment Company (OEIC), to assist you in deciding whether you wish to invest in the Fund. The Fund has one sub-fund being:

- Elite t1ps Smaller Companies Income & Growth Fund

The first section deals with the generic features of the OEIC and then there is a specific section on the sub-fund.

As well as information on the Elite t1ps Fund, we have also included answers to a number of questions you may have about the Fund.

Please refer to the full Prospectus for further information on the Elite t1ps Fund.

THE AIMS OF THE FUND

To enable you to provide income and/or capital gains from investment in stock market based investments for as long as you may wish.

You can also invest in the Fund through a Stocks and Shares Individual Savings Account (ISA), providing a tax-efficient investment in the sub-fund (please read the separate ISA Key Features and Terms and Conditions).

YOUR INVESTMENT

Your investment is in Accumulation or Income Shares in the Elite t1ps Smaller Companies Income & Growth Fund (a sub-fund of the Elite t1ps Fund).

You can invest in the sub-fund in the following manner subject to the minimum amounts specified:

Product	Minimum
Retail Shares	£500
Monthly Savings	£100pm
ISA	£500

At its absolute discretion, Elite Fund Administration (‘EFA’ or ‘Elite’) may vary the minimum investment levels.

RISK FACTORS

Investors should appreciate that there are inherent risks in all types of investments. Stock market prices can move erratically and be unpredictably affected by many diverse factors, including political and economic events but also rumours and sentiment.

- Past performance is not necessarily a guide to future growth or rates of return.
- The capital value and the income from shares issued by the sub-fund can fluctuate and the price of shares and the income from them can go down as well as up and are not guaranteed.
- The Elite t1ps Smaller Companies Income & Growth Fund invests in smaller markets and in the ordinary shares and loan stock of smaller companies. The shares of smaller companies may be less liquid than securities issued by companies with a larger capitalisation, and their performance more volatile over shorter time periods. If a security cannot be sold in a timely manner then it may be harder to attain a reasonable price and there is a risk that the price at which the security is valued may not be realisable in the event of sale.
- The sub-fund may invest in other currencies. As a result, changes in the rates of exchange between currencies may cause the value of the shares to go up or down. Accordingly, investors may not receive back the amount invested;
- The charges and expenses attributable to the sub-fund may be treated as a capital expense in accordance with the Regulations, which may have the effect of eroding capital or constraining capital growth;
- The ACD’s Initial Charge is deducted from an investment at the outset and various other charges accrue daily, therefore an equivalent rise in the value of the shares is required before the original

- investment can be recovered.
- Investment in the Fund should be regarded as long-term, which is upwards of three to five years. There can be no guarantee that the objectives of the sub-funds will be achieved.
- Exemptions, thresholds and rates of tax may change in the future.

For complete details of the investment risks, please refer to the full Prospectus for the Elite t1ps Fund.

You are recommended to seek independent investment advice before making any Investment into the Fund.

YOUR QUESTIONS ANSWERED

What is the profile of a typical Investor?

The Fund is appropriate for those investors who understand the risks involved in stockmarket investment and are prepared to remain invested in the Fund for a minimum of three to five years.

How do I invest?

- You may invest into the Elite t1ps Fund by telephone or by post. Investment into the Stocks and Shares ISA is by post only.
- To invest by telephone, simply call your Financial Adviser who can arrange for an investment to be made on your behalf. Alternatively, call the number shown later in this document under '**WAY Fund Managers Limited**'.
- To invest by post, simply send the appropriate application form and cheque to your Financial Adviser or direct to Elite. We recommend you talk to your Financial Adviser before making an investment.
- Cheques should be made payable to '**WAY Fund Managers Limited**'. In order to comply with the UK law on money laundering, cheques must be drawn on your own account or a joint account with your spouse. If you ask your bank or building society to draw the cheque, they must state on the cheque that the funds have been drawn from an account in your name. For example, the payee would be '**WAY Fund**

Managers Limited (Re: A. N. Other)'. Alternatively, ask them to write your name and address on the reverse of the cheque and add the bank/building society stamp and signature to confirm the money is drawn from your account.

- Investing via a monthly savings plan is by Direct Debit and will be collected on the first business day of each month. The completed Direct Debit Mandate should be sent with the appropriate application form to your Financial Adviser or direct to Elite.
- No interest payment will be made on client money held by WAY Fund Managers prior to investment in your chosen fund(s). Client money will be held in an account with HSBC plc.

How do I sell my investment?

If you use the services of a firm of Financial Advisers, we recommend you contact them to arrange the sale of your shares. Otherwise, you may sell your shares in the Elite t1ps Fund or ISA by telephone or in writing to Elite.

- You may sell all your shares or sell shares to a minimum value of £500 provided the prevailing value of your remaining investment in that Fund does not fall below the current minimum investment levels. The minimum remaining investment restriction does not apply where shares are being sold from a monthly savings plan to which contributions are continuing.
- Elite will send you a Contract Note confirming each transaction on the next business day after the valuation point at which shares are sold.
- Settlement of your sale of shares will be made by Elite on the fourth business day following receipt of valid written instructions to sell.

Are there any Anti-Money Laundering Requirements?

If, at the time your application has been made, the requirements of the regulations regarding money laundering have not been

met, Elite Fund Administration will normally require further evidence (of your identity and/or permanent address) from you before your investment can be completed. If you invest through a Financial Adviser, they will normally carry out this function as part of their service to you. If you are not investing through a financial adviser, please contact Elite before making an application.

How are share prices calculated?

The price of shares is calculated daily following a valuation of the underlying net assets of the funds. These valuations will normally be as at 12 noon on each business day. Dealing is on a forward basis, which means that you normally buy or sell shares at the prices calculated at the valuation point immediately following receipt of your dealing instructions.

What documentation do I receive once I have invested?

You will be sent a contract note confirming your investment on the next business day after the valuation point at which you invest. You should keep these in a safe place, as we do not issue share certificates.

You will receive interim and final reports for the Fund for the relevant accounting period together with other performance details. Where distributions are declared in respect of non-ISA investments, you will receive tax vouchers with the final reports.

A copy of the Prospectus (which includes more information), the last final reports and any subsequent interim reports can be obtained free of charge from Elite.

What is my tax position?

No Capital Gains Tax is paid within your Fund, although subject to your annual allowance you may have a personal liability when you dispose of your shares.

Your tax position will depend on your individual circumstances.

Can I receive income from my investment?

The Elite t1ps Fund issues Accumulation shares meaning that any income generated is reinvested in the Fund and is reflected in

the share price or Income Shares meaning that any income will be paid out to you.

How can I keep track of my investment?

Share prices are published on the Financial Express website (www.fundlistings.com), where you should select "WAY Fund Managers", or by contacting Elite.

Can I increase my investment?

The minimum additional lump sum investment is £25. If you are investing monthly, you can increase your investment at any time, in multiples of £10. Call your Financial Adviser or Elite for further information on how to increase your investment.

You can reduce your monthly contributions at any time, subject to the minimum monthly contribution being at least £100 in any single fund. To reduce your contributions, you must write to your usual Financial Adviser, or to Elite, quoting your account number and the new monthly contribution.

Can I change my mind about my application?

- You may have the right to change your mind where the contract was arranged through an authorised financial adviser, unless they hold an appropriate customer agreement with you (which excludes the right to cancel), or dealt on your behalf on an execution only basis.
- If you are entitled to 'cancellation rights' we will send you a Notice of Cancellation. You will then have 14 days to cancel your investment.
- If you cancel, you will receive a refund of either the full amount invested or, should the buying price of shares have fallen since the investment was acquired, the refund will be reduced by an amount equal to that fall in value.

Please note that applications resulting from non face-to-face communication ("distance contracts") will not benefit from a right to cancel.

How much will any advice cost?

Your Financial Adviser will give you details about the cost. The amount will depend on

the size of the investment and the length of the investment term. It will be paid out of the direct charges. Details of the cost of advice will also be included in the Contract Note or letter of acknowledgment sent to you after you invest.

What charges will apply to my investment?

There are a number of charges that may apply to your investment in the Fund.

- Initial Charge – this charge is deducted directly from the amount you are investing.
- Annual Management Charge – this is calculated and deducted from the fund and is reflected in each day's published share price.
- Other Expenses - other expenses include depository/trustee fees, audit, registration, Stamp Duty Reserve Tax and FSA fees and underlying fund charges.

What is the Total Expense Ratio?

The Total Expense Ratio (TER) of a Fund is the annual operating expenses of the Fund expressed as a percentage of the daily average net assets – it does not include initial charges and investment transaction expenses. The TER provides a measure to assist you in comparing the annual operating expenses of all European funds. In addition to the annual management charge, the TER includes certain charges which are deducted directly from the Fund and these include:

- Registration Fee, Depository Fee; Audit Fee; FSA Fee; the effect of the TER applicable to any underlying collective investment; and the cost of producing reports.

What is the Reduction in Yield?

The Reduction in Yield, (RIY) shows you how a fund's charges can be expected to reduce your investment return.

The growth figures used for these calculations are based on notional growth rates which may or may not be achieved. They are provided only to illustrate the effect of charges and expenses on an example investment. The yield figures and charges

are based on historical data as at the date of the Fund's last annual Report & Accounts.

What is the Portfolio Turnover Rate?

The Portfolio Turnover Rate (PTR) is calculated in accordance with a set formula in order to give you an indication of the volume of transaction activity within the underlying portfolio.

What is Stamp Duty Reserve Tax?

Stamp Duty Reserve Tax (SDRT) is a tax levied by HM Revenue and Customs on the ACD or depository based on the sale (redemption) or transfer of shares in a Fund. SDRT is levied at a rate of 0.5% that is (under the Regulations) permitted to be charged to the Fund or charged to individual Shareholders by way of an entry or exit fee.

In most cases, any SDRT liability will be borne by the Fund. However, where the aggregate shares being redeemed constitute more than 2% of the value of the Fund, the ACD reserves the right to levy a charge of 0.5% against exiting Shareholders.

Please refer to the full Prospectus for further information on SDRT.

Who do I contact if I have a complaint?

If you have a query or if you wish to complain about any aspect of the service you have received, please contact Elite. If you have a query about the information contained in this booklet, please contact your financial adviser or Elite.

Compensation Arrangements

WAY Fund Managers Limited is covered by the Financial Services Compensation Scheme. You are entitled to compensation from a 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 up to a maximum of £50,000. Further information about compensation arrangements is available from the Financial Services Compensation Scheme.

Is it possible to get more detailed information about the Fund?

This Simplified Prospectus contains information which is abridged from the full

Prospectus. Copies of the full Prospectus and the latest Managers Reports are available free of charge from Elite Fund Administration. These documents are only available in English.

Which contact details should I be aware of?

Elite Fund Administration Elite Fund Administration (Elite or EFA) is a trading name of WAY Fund Managers Limited and can be contacted at the address and telephone number of the ACD below.

The Authorised Corporate Director (ACD) of the Fund is: WAY Fund Managers Limited, Cedar House, 3 Cedar Park, Cobham Road, Wimborne, Dorset BH21 7SB Telephone 01202 855856 FSA Reference Number 194147

The Investment Adviser is: t1ps Investment Management IoM Limited, 4th Floor, 39 Athol Street, Isle of Man IM1 1LA Licensed by the Isle of Man Financial Supervision Commission

The Auditor of the Fund is: Grant Thornton UK LLP, 30 Finsbury Square, London EC2P 2YU

The Depository of the Fund is: State Street Trustees Limited, 20 Churchill Place, London E14 5HJ FSA Reference Number 186237

The Regulator of the Fund is: The Financial Services Authority, 25 The North Colonnade, Canary Wharf, London E14 5HS

Issue Date – November 2010

Elite t1ps Smaller Companies Income & Growth Fund - Fund Information Sheet

Aims of the Fund

The aim of the Elite t1ps Smaller Companies Income & Growth Fund is to provide a mixture of long-term capital growth and income.

How the Aims are Achieved

The Fund will aim to achieve its aims through a portfolio of transferable securities (including investment trusts), collective investment schemes, deposits and money market instruments.

- The Fund will invest primarily in ordinary shares and the convertible loan stock of UK smaller companies listed, quoted and/or traded in the UK including those listed on the LSE Main Market, AIM and Plus and which are selected for their growth and yield characteristics.
- For the purpose of the investments into which the fund will be primarily invested, a smaller company is defined as being listed on AIM or PLUS or having a main market listing and having a market capitalisation of less than £300 million.
- The Fund may also invest in selected unlisted convertible loan stock to a maximum of 20% in aggregate of the value of the scheme property as permitted by the Regulations.
- The portfolio will be actively managed and normally remain fully invested save for such operational liquidity as may be required from time to time.
- The assets of the Fund will be managed in such a way that the shares in the Fund will be qualifying investments for Individual Savings Accounts.
- Derivatives will not be used.

Fund Structure

The Fund is an Open Ended Investment Company (OEIC) Non-UCITS Retail Scheme and was incorporated on 12 November 2010. The base currency of the Fund is in UK £ Sterling. The Fund is open-ended with an unlimited duration. The Elite t1ps Smaller Companies Income & Growth Fund was launched on 22 November 2010 and issues Accumulation and Income Shares.

Investment Adviser

The Investment Adviser is t1ps Investment Management IoM Limited, 4th Floor, 39 Athol Street, Douglas, Isle of Man IM1. They are licensed by the Isle of Man Financial Supervision Commission.

Charges

Initial Charge	5.25%
Annual Management Charge	1.5%
Total Expense Ratio	1.6%
Estimated Yield	1.0%
Portfolio Turnover Rate	N/A
Charges Deducted From	Income

Effect of Charges

The following tables show you the effect our charges have on your investment. The figures are based on a theoretical investment of £10,000 and a fund size of £10m. From these we have deducted the relevant charges.

Elite t1ps Smaller Companies Income & Growth Fund

Retail Shares

Annual direct and indirect charges and expenses 1.6%

Estimated Net Yield 1.0%

Initial Charge 5.25%

<i>At the end of year</i>	<i>Investment to date</i>	<i>Accumulation Shares</i>			<i>Income Shares</i>		
		<i>Effect of deductions to date</i>	<i>Income Paid out to date</i>	<i>What you might get back at 6.0% growth a year</i>	<i>Effect of deductions to date</i>	<i>Income Paid out to date</i>	<i>What you might get back at 6.0% growth a year</i>
1	£10,000	£689	£0	£9,911	£688	£96	£9,814
3		£1,125	£0	£10,785	£1,118	£298	£10,470
5		£1,646	£0	£11,737	£1,625	£514	£11,171
10		£3,411	£0	£14,498	£3,299	£1,119	£13,134

The last line in the Table shows that over 10 years, the effect of total direct charges and expenses could amount to £3,411 for Accumulation Shares and £3,299 for Income Shares. Putting it another way, if the growth rate were to be 6%, which is in no way guaranteed, this would have the effect of reducing it to 3.7% a year for Accumulation Shares and 3.8% a year for Income Shares.

Past Fund Performance

No past performance data is available for this Fund as it was launched less than one year ago.

November 2010