

F&C PORTFOLIOS FUND
Société d'Investissement à Capital Variable
49, avenue J.-F. Kennedy
L-1855 Luxembourg
RCS Luxembourg B 25.570
(the "Company")

Notice to the shareholders of
F&C Portfolios Fund – F&C Pacific Equity

Dear Shareholder,

The board of directors of the Company (the "Board") wants to inform you about its decision to close down F&C Portfolios Fund – F&C Pacific Equity (the "Portfolio") effective from 14th June 2012.

The decision to close the Portfolio was taken by the Board following the information received from F&C Management Limited that the total net assets of the Portfolio are currently below five million Euro and that the total expense ratio of the Portfolio (TER) has increased due to the reduced size of the assets of the Portfolio. As a result of the reduced size and the high TER, the Portfolio is no longer attractive for marketing purposes.

With the aim of treating all shareholders on an equal and fair basis, the Board has decided to close down the Portfolio from 14th June 2012. The issue of new shares in the Portfolio has been suspended from 14th June 2012. You may continue to request redemption and conversion of shares into another portfolio of the Company.

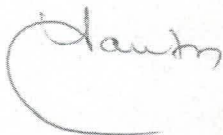
The estimated liquidation expenses have already been included in the net asset value calculated on 14 December 2010 in anticipation of the closure.

Payment of the liquidation proceeds is expected to be made on 28th June or shortly thereafter.

At the closure of the liquidation of the Portfolio, any residue of the liquidation will be deposited in escrow with the *Caisse de Consignation* on behalf of their beneficiaries. The *Commission de Surveillance du Secteur Financier* considers that the closure of the liquidation of the Portfolio shall in principle take place within a period of nine months starting from the decision of the Board to put the Portfolio in liquidation.

Luxembourg, 13 June 2012

The Board



GEDI:2761806v7

