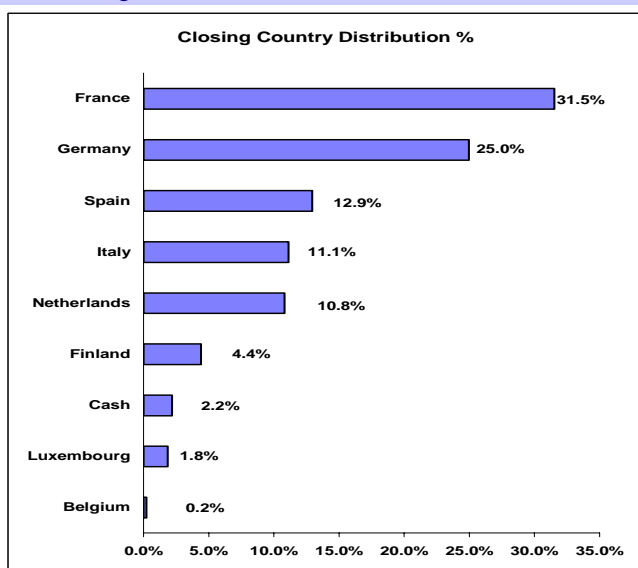


Indexed European Equity Fund

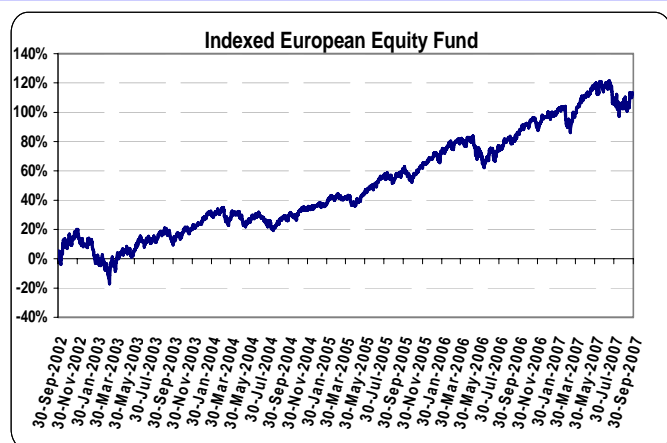
How the fund works

The idea behind indexed funds is simply to consistently perform in line with the agreed benchmark index in this case the DJ EuroStoxx 50. Indexation achieves this by either adopting the same asset allocation as that of the index or holding assets that will perform in line with the index. This strategy allows investors to eliminate the risk of poor stock selection.

Country Allocation

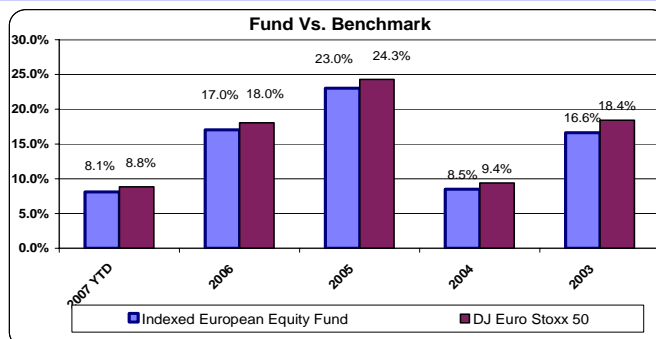


Performance



Period	Cumulative Return %	Annualised Return %
YTD	8.11	n/a
1 Year	14.23	14.23
3 Year	68.32	18.95
5 Year	112.68	16.29

Performance Recent Calendar Years



All performance returns are quoted net of fees of 1.5% per annum.

Stocks

Largest Stocks	Weight %	Country
TOTAL	5.4	France
NOKIA	4.4	Finland
BCO SANT	3.6	Spain
E.ON AG	3.6	Germany
SIEMENS	3.5	Germany
TELEFONICA	3.4	Spain
ALLIANZ	3.1	Germany
ABN-AMRO	3.0	Netherlands
DAIMLERCHRYSLER	2.9	Germany
ING GROEP	2.9	Netherlands
Total Of Top Stocks Listed	35.7	

Monthly News

Eurozone growth looks set to slow from recent highs as the sentiment indicators weakened in September but still remain ahead of the long term average. The Eurozone economy has been benefiting from strong exports as a result of the buoyant growth in Eastern Europe and China, while steep falls in the Eurozone unemployment rate an all time low rate of 6.9%.

Rising interest rates over the past year and half from 2% to 4%, along with rising borrowing costs as a result of the recent credit crisis and the stronger Euro, could hamper this growth. The ECB is widely expected to leave rates unchanged again in October. However, the longer term risks to higher inflation remain a concern for the bank. The ECB continued to help out the banking sector in September by injecting money into the markets as the liquidity remain tight.

In Stock News

Nokia rose 28% after reporting a doubling of profit and sales rose the most in five quarters, as they took market share from Motorola.