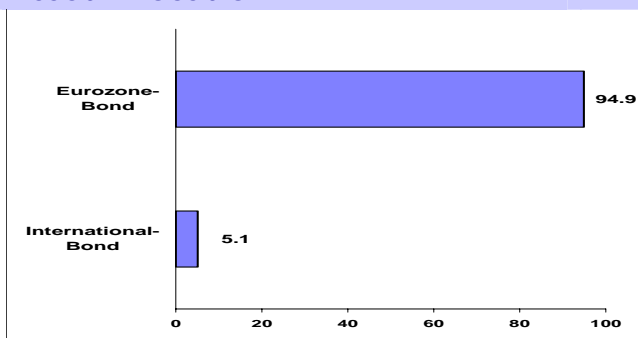


Indexed Fixed Interest Fund

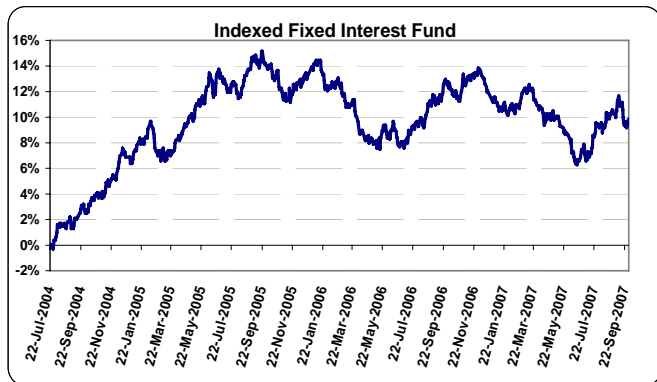
How the fund works

The objective of indexed funds is to consistently perform in line with the agreed benchmark index. This is achieved by either adopting the same asset allocation as that of the index or holding assets that will perform in line with the index, thereby eliminating the risk of poor stock selection. The benchmark index for this fund is a composite of the Merrill Lynch EMU Government >5 year bond index and the Merrill Lynch EMU Large Cap Non-Sovereign index.

Asset Allocation



Performance



Period	Cumulative Return %	Annualised Return %
YTD	-1.17	n/a
1 Year	-2.30	-2.30
3 Year	6.99	2.28

All performance returns are quoted net of fees of 0.75% per annum.

Stocks

Largest Stocks	Weight %	Country
ITALY 6.5% BTP 1/11/2027	1.7	Italy
ITALY 6% BTP 1/5/2031	1.6	Italy
FRANCE 5% OAT 25/10/2016	1.6	France
ITALY 5.25% BTP 1/11/2029	1.2	Italy
GERMANY 4.25% BDS 04/01/14	1.2	Germany
ITALY 4.25% BTP 01/08/14	1.2	Italy
DEUTSCHLAND 07/04/16	1.2	Germany
DEUTSCHLAND 01/04/17	1.2	Germany
SPAIN 4.2% BDS 30/07/2013	1.2	Spain
FRANCE 5.5% OAT 25/4/2029	1.2	France
Total Of Top Stocks Listed	13.5	

Monthly News

Government bonds were supported at the beginning of September through a flight to quality due to credit concerns and illiquidity in the global markets.

The Fed decision to cut rates by 0.50% on 18-Sept calmed credit markets but also raised fears about higher inflation. 2 year yields for both the Eurozone and US ended the month close to 4%.

Europe saw weaker leading indicators as the stronger Euro and increases in interest rates were felt by businesses. Eurozone yields fell as the market reassessed risk and the future economic environment.

However, September inflation of 2.1% was above the ECB target and markets began to price in higher long term yields and 10 year yields ended the month at 4.32%. Despite inflationary fears, markets are currently expecting interest rates to remain unchanged at 4%.