

BALANCED OPPORTUNITY

GBP£ INTERMEDIARY EXIT CLASS BBB SHARES

MAY 2010 FACTSHEET

SHARE PRICE £324.58

PERFORMANCE STATISTICS

Month to Date -14.83%
Year to Date -20.46%
Cumulative Returns -67.55%
Annualized Returns -26.95%
Standard Deviation 22.74%
Monthly Average Returns -2.58%
Positive Returns 44.19%
Sharpe Ratio -1.23
Sortino -1.34

INDICATIVE ALLOCATIONS

Global Equity Market Index 50%
Hedge Funds 50%
Actively Managed Commodities 25%

FUND INFORMATION

Fund Launch Date October 2006
Management Fee 0.00%
Administration Fee 1.50%
Performance Fee 15.00%
Minimum Investment £10,000
ISIN VGG071291444
Bloomberg Ticker BALOBBB VI

CONTACT INFORMATION

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Investors can access prices through the following media
Bloomberg • FT.com • Morningstar.com

FUND OVERVIEW

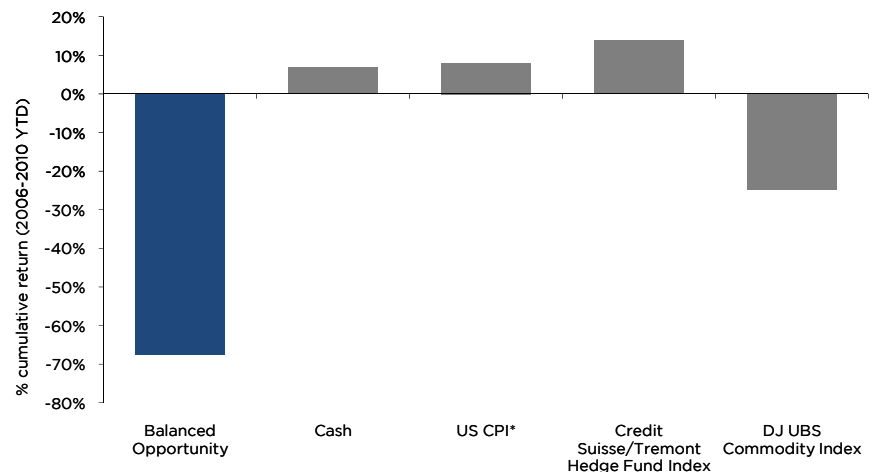
Balanced Opportunity Inc., seeks to generate an absolute return by using an actively managed combination of institutional quality hedge funds, commodities & precious metals, and long-only global equity markets. Equity markets exposure is expressed via long-only global equity index instruments that represent the major world equity markets.

HISTORICAL PERFORMANCE

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	-9.73%	0.64%	3.00%	-0.20%	-14.83%								-20.46%
2009	-9.70%	-3.44%	3.94%	1.80%	7.67%	-4.26%	2.73%	-1.01%	0.44%	-2.63%	2.68%	1.04%	-1.87%
2008	-8.23%	1.12%	-5.72%	3.69%	0.43%	-6.26%	-7.05%	-2.68%	-14.34%	-31.60%	-6.93%	-2.79%	-59.05%
2007	0.34%	-0.51%	-1.08%	0.19%	-0.11%	-0.70%	1.47%	-0.35%	2.59%	1.30%	-2.00%	1.59%	2.67%
2006											0.78%	-1.87%	-1.10%

Please refer to the 'Important Information' below for the source of the performance data displayed on this document.

CUMULATIVE RETURNS



MANAGER'S COMMENTARY

Balanced Opportunity was down by -14.83% for the month of May. Global markets experienced the most difficult month since late 2008 as the European debt crisis escalated paving the way for a global rush to reduce exposure across most asset classes. Fears over Greece and the Euro's sustainability drove commodity prices to 6 month lows. Gold shined in May, being one of the very few assets to register positive performance. The Greek sovereign debt concerns had been high since January, but in May it blew up into a Eurozone crisis as the fears over fiscal policy spilled over into the Eurozone nations. Industrial metals came under pressure as prices fell as concerns over the future economic growth and the viability of the Euro remained rampant. Investors risk appetite dwindled ensuing a sell-off across equities. On the other hand, crude oil posted minor changes in prices as it remained near USD \$74 a barrel**, on renewed concerns over China's growth prospects as the world's second largest energy consumer. Many hedge funds were down in May amid sharp movements in global markets and a spike in risk aversion. Hedge Fund managers struggled with the volatility and unpredictable shifts in the markets. Downgrades to Portugal and Spain reinforced the view that euro-area problems aren't just confined to Greece; periphery asset prices fell. Data and Q1 earnings, however, were solid overall, particularly from the US. This reinforced the view that the global economic recovery is gaining some momentum, although slowly.

IMPORTANT INFORMATION

*US CPI data runs from November 2006 to April 2010.

**Source: Bloomberg

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Since November 1, 2006 the data denotes the actual performance net of management fees, performance fees and expenses of the Balanced Opportunity share class BBB. Past performance is not a guide to future returns.

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