



# PROTECTIVE EQUITY (EMERGING MARKETS) FUND

## GBP£ INTERMEDIARY EXIT CLASS BBB SHARES

### MAY 2010 FACTSHEET

**SHARE PRICE** £253.71

#### PERFORMANCE STATISTICS

Month to Date	-16.22%
Year to Date	-19.34%
Cumulative Returns	-74.63%
Annualized Returns	-31.80%
Standard Deviation	39.15%
Monthly Average Returns	-3.14%
Positive Returns	51.16%
Sharpe Ratio	-0.71
Sortino	-1.04

#### SECTOR BREAKDOWN\*

Retail	40.21%
IT	17.35%
Industrial	16.78%
Other	12.60%
Energy	11.08%
Healthcare	1.97%

#### TOP 10 HOLDINGS

SAMSUNG ELECTRONICS	5.89%
POSCO	1.62%
TAIWAN SEMICONDUCTORS	1.27%
ITAU UNIBANCO ADS	1.16%
PETROLEO BRASILEIRO	1.15%
PBR	1.15%
RIODF	1.12%
CHUNGHWA TELECOM	1.01%
HDFC	0.99%
TEVA PHARM	0.99%

#### FUND INFORMATION

Fund Launch Date	October 2006
Management Fee	0.00%
Administration Fee	1.50%
Performance Fee	15.00%
Minimum Investment	£10,000
ISIN	VGG727881473
Bloomberg Ticker	PEEMBBB VI

#### CONTACT INFORMATION

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

#### FUND OVERVIEW

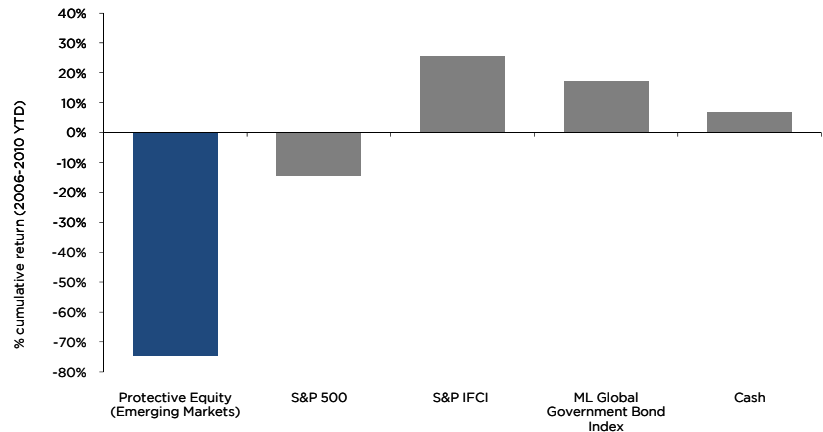
Protective Equity (Emerging Markets) Inc., a British Virgin Islands international business company, is a 'long-only' investment fund that seeks to outperform the S&P/IFCI by using an actively managed combination of Emerging Market Equity Index Instruments. During periods when the investment manager considers the S&P/IFCI Index to be at risk of capital loss, the investment manager will allocate the Fund's exposure to S&P/IFCI Index instruments that it considers being more defensive in nature. When the investment manager considers Emerging Equity Markets to be attractive the investment manager will allocate the Fund's exposure to S&P/IFCI Index instruments that it considers being more aggressive in nature.

#### HISTORICAL PERFORMANCE

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	-10.74%	1.40%	7.97%	-1.48%	-16.22%								-19.34%
2009	-10.45%	-7.08%	14.38%	12.00%	14.42%	-3.13%	5.91%	-1.55%	3.68%	-6.08%	7.54%	1.81%	31.34%
2008	-12.70%	-0.22%	-5.61%	7.18%	-0.53%	-15.14%	-3.70%	-8.43%	-20.31%	-53.37%	-18.46%	5.20%	-79.09%
2007	0.50%	-1.40%	0.21%	0.44%	0.55%	0.34%	3.39%	1.63%	4.89%	4.39%	-3.56%	-1.85%	9.59%
2006											2.52%	1.94%	4.51%

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

#### CUMULATIVE RETURNS



#### MANAGER'S COMMENTARY

Protective Equity (Emerging Markets) Fund was down by -16.22% for the month of May. Global markets during May 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. Safe-havens such as gold, the dollar and certain government bonds continued to attract interest from investors scrambling to reduce exposures in riskier assets. The Fund closely followed on the decline posted by the MSCI EM Index as the index lost 9.8%, dragging performance with it.\*\* Emerging market equities sold off in sympathy with global equity markets (and risky assets as a whole), which have suffered as a result of the issues in Europe, with particular attention focusing on Spain. However, EM stocks were also impacted by increasing concerns that the Chinese Government may take increasingly active measures to prevent the economy from overheating and in particular to cool the rampant domestic residential property market. Furthermore, commodities were weak throughout May and this further hurt emerging markets, whose economies (Russia for example) are often heavily dependent upon exporting such commodities. Political violence in Thailand and renewed concerns over relations between North and South Korea also contributed towards increased risk aversion by market participants.

#### IMPORTANT INFORMATION

\*Representative of the allocation of the Fund. May not include any cash holding in the portfolio.

\*\*Source: Bloomberg

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From November 1, 2006 the data denotes the actual performance net of management fees, performance fees and expenses of the Protective Equity (Emerging Markets) Fund share class BBB. Past performance is not a guide to future returns.

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