

# PROTECTIVE EQUITY (WORLD INDEX) FUND

## GBP£ INTERMEDIARY EXIT CLASS BBB SHARES

### MAY 2010 FACTSHEET

**SHARE PRICE** £372.49

#### PERFORMANCE STATISTICS

Month to Date	-14.99%
Year to Date	-13.27%
Cumulative Returns	-62.69%
Annualized Returns	-24.05%
Standard Deviation	24.96%
Monthly Average Returns	-2.27%
Positive Returns	46.51%
Sharpe Ratio	-0.96
Sortino	-1.14

#### SECTOR BREAKDOWN\*

Retail	45.26%
Industrial	22.84%
IT	16.97%
Energy	12.94%
Other	1.09%
Healthcare	0.89%

#### TOP 10 HOLDINGS

E.ON AG	1.91%
SIEMENS AG-REG	1.88%
NESTLE SA-REG	1.86%
BASF SE	1.51%
BAYER AG	1.46%
INTL BUSINESS MACHINES CORP	1.44%
ALLIANZ SE-REG	1.43%
NOVARTIS AG-REG	1.39%
ROCHE HOLDING AG-GENUSSCHEIN	1.23%
DEUTSCHE BANK AG-REGISTERED	1.19%

#### FUND INFORMATION

Fund Launch Date	October 2006
Management Fee	0.00%
Administration Fee	1.50%
Performance Fee	15.00%
Minimum Investment	£10,000
ISIN	VGG7278T1416
Bloomberg Ticker	PEWIBBBVI

#### CONTACT INFORMATION

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

#### FUND OVERVIEW

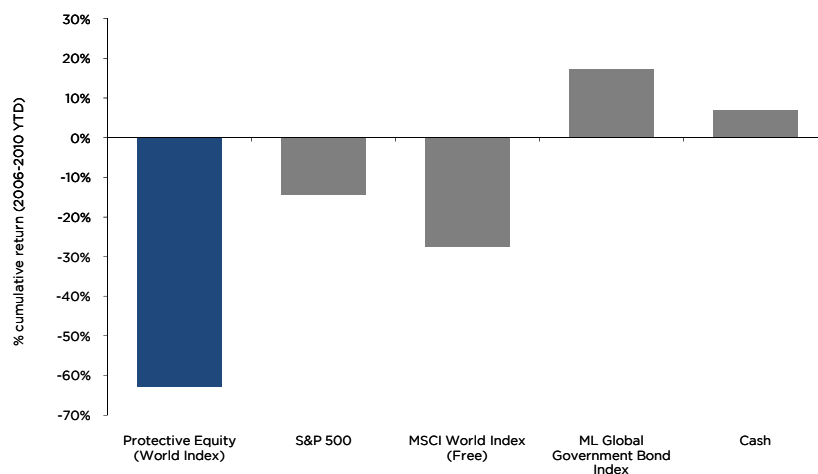
Protective Equity (World Index) Inc., is a 'long-only' investment fund that seeks to outperform the MSCI World Index by using an actively managed combination of Global Equity Market Index Instruments. The Fund minimizes the risk of capital loss by allocating to the Dow Jones Industrials Index during periods where the Investment Manager considers Equity Index Instruments are at risk of capital loss. When the Investment Manager considers Equity Index Instruments to be attractive, the Fund will allocate to a wider range of Global Equity Market Index Instruments.

#### HISTORICAL PERFORMANCE

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	-6.46%	2.69%	6.45%	-0.22%	-14.99%								-13.27%
2009	-15.87%	-8.56%	10.08%	9.12%	4.48%	-0.90%	4.51%	1.42%	0.38%	-3.93%	1.89%	3.59%	3.22%
2008	-9.59%	-3.31%	-1.87%	4.56%	2.17%	-11.25%	-0.65%	-0.94%	-12.48%	-26.89%	-16.65%	-0.20%	-57.40%
2007	0.30%	-0.19%	-2.07%	0.56%	0.48%	-2.01%	2.28%	0.77%	1.19%	-0.01%	-3.58%	1.63%	-0.81%
2006											0.21%	-1.58%	-1.37%

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 (World Index) Fund was down by -14.99% 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 World Index as the index lost 9.9%, dragging performance with it.\*\* The main driver of developed equity markets has been the ongoing sovereign debt crisis in Europe, with attention focusing on Spain in particular, with 2 year Spanish sovereign bond yield increasing from 1.9% to 2.5% over the month.\*\* This has caused 3-month LIBOR (the rate at which banks lend to each other) to increase from 0.35% to 0.54% during May\*\*, reversing the downward trend seen in the 18 months following Lehman and thus providing a negative jolt to all risk assets, including equities. Towards the end of the month, the market also became increasingly focused on US unemployment, with a lack of any meaningful recovery in the labor market, prompting renewed speculation over the risk of a "double dip."

#### IMPORTANT INFORMATION

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

\*\*Source: Bloomberg

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The data denotes simulated performance of Protective Equity (World Index) Fund share class BBB net of management fees, performance fees and expenses based on actual performance of Protective Equity (World Index) Fund share class CCC from November 1, 2006 to November 30, 2006. Since December 1, 2006 the data denotes the actual performance net of management fees, performance fees and expenses of the Protective Equity (World Index) Fund share class BBB. Past performance is not a guide to future returns.

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