

## IFDS Apollo Balanced Fund

December 2009

### Fund Aims

The Fund seeks to achieve a positive return over the medium to longer term, which is in excess of normal cash deposit rates. It will invest in a range of assets including collective investment schemes, closed-ended funds, transferable securities, money market instruments and cash/deposits.

### Fund Review and Outlook

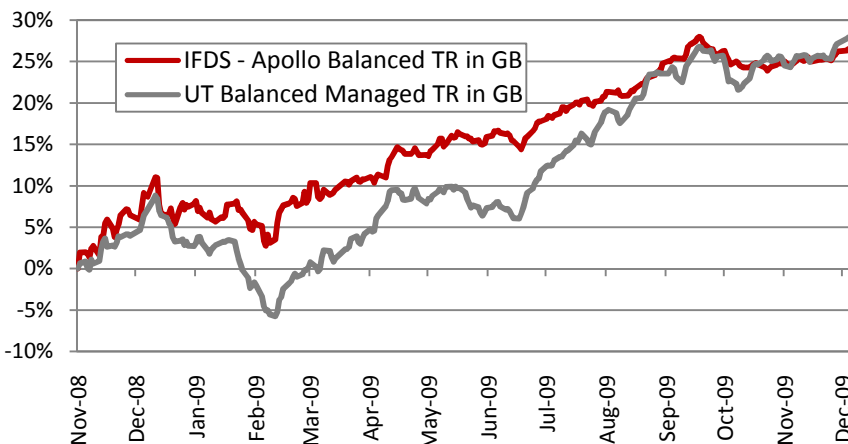
2009 will now go down in history as an exceptionally good one for equity markets, after a final flurry over the festive season took many markets to their high for the year. Bonds, however, did not partake in the festive cheer with gilts and corporate bonds falling, showing signs of a developing downward trend. Gold was lacklustre, falling 4.5%\* in GBP but elsewhere there were signs of an upward trend continuing in UK commercial property.

Apollo Balanced was up another 1.61%\*, to leave the Fund up some 15.82%\*\* for the year, way ahead of our expectations when we began the year staring into the abyss. The main contributors to the growth last month were Utilico (+7.99%\*), Impax Asian Environmental Markets (+7.16%\*), First State Asian Pacific Leaders (4.52%\*), Macau Property Opps (4.05%\*). Along with the disappointment of Gold, our CTA Fund Man AHL Diversified which tends to be inversely correlated to stocks fell (-4.8%\*).

So where do we go from here? In marked contrast to the start of last year, as we stare out over 2010, we can find many reasons to be cheerful. Recovery in most of the major economies is gathering pace (UK the possible exception), growth in Emerging Markets is returning to full speed and the risk of the systemic failure of the banking system abated. Perversely, further good economic news could be the trigger that brings a halt to the first leg of this new bull market, as this will herald the end of QE and the start of monetary tightening. Expect returns from equities, bonds and commodities to be choppy this year, but we remain confident that our multi asset approach will be able to smooth returns and we look forward to being able to report the end of another good year for investors in 12 months' time.

Source: \*Financial Analytics 30.11.09-31.12.09 \*\*Financial Analytics 31.12.08-31.12.09.

### Performance Since Launch<sup>†</sup>



<sup>†</sup>Source: Financial Analytics, 25.11.08-31.12.09, Total Return, Risk Free Rate at 3.5%

### Past performance should not be seen as a guide to future performance.

From 6 October 2009, the ISA subscription limit will increase to £10,200 for anyone eligible to invest in an ISA who was born on or before 5 April 1960 (i.e. who will be aged 50 or over during the current tax year). Up to £5,100 of the new ISA allowance can be saved in a cash ISA with one provider. The remainder of the £10,200 can be invested in a stocks and shares ISA with either the same or another provider. Alternatively, the full £10,200 can be invested in a stocks and shares ISA with one provider. For those born on or after 6 April 1960, the ISA limit remains at £7,200 until 6 April 2010, when the increased £10,200 limit will apply.

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### Fund Facts as at 31.12.2009

Fund Size	£25.2m
Launch Date	25 November 2008
Fund Manager	Tom McGrath Steve Brann Craig Wetton
No. Holdings	29
Base Currency	GBP
Type of Share	Accumulation
Inc Acc Date	28 February
Valuation	7.00 am
IMA Sector	Balanced Managed
Initial Charge	A-C Shares: 5.0% D Shares: up to 2.0%
AMC	A Shares: 1.5%; C Shares: 2.0%; D Shares: 1.0%
Min Investment	ISA: £1,000; Fund: £1,000 (A-C Class shares only, D Class at Manager's discretion)
Min Monthly Investment	£100 per month (A-C Class shares only)
Max Investment	ISA only: See footnote

### SEDOL Codes

A	C	D
B3FPDZ6	B3FPF16	B3FPF27

### Performance<sup>†</sup>

	Fund	FTSE 100
Sharpe Ratio	2.22	1.41
Volatility	8.30%	18.17%
Max. Loss	-3.47%	-12.89%
Ann. Return	21.96%	29.04%

### Further Information

For administrative enquiries:

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[www.apollomultiasset.com](http://www.apollomultiasset.com)

## Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2009	-2.20%	-1.30%	3.18%	2.11%	3.04%	1.96%	1.66%	2.38%	3.30%	-0.56%	-0.22%	1.61%	15.82%
2008	-	-	-	-	-	-	-	-	-	-	1.92% <sup>†</sup>	7.05%	9.11%

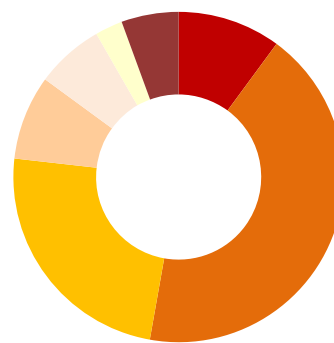
<sup>†</sup>Fund launched on 25.11.08

Source: Financial Analytics, 25.11.08-31.12.09, bid to bid, based on D share class

## Top 10 Holdings as at 31.12.09\*

GBP Cash	<b>5.59%</b>
First State Asian Leaders	<b>5.48%</b>
Thames River Global Credit	<b>5.40%</b>
GLG Japan Core Alpha	<b>5.01%</b>
Nevsky Capital LLP	<b>5.00%</b>
LV UK Commercial Property	<b>4.51%</b>
IAMIA INV TR	<b>4.50%</b>
Macau Property OPP	<b>4.12%</b>
Liontrust European Absolute	<b>3.94%</b>
Legal & General Dynamic Bond	<b>3.93%</b>

## Portfolio Breakdown as at 31.12.09\*



Property	10.09%
Equities	42.71%
Alternatives	23.98%
Bonds	8.27%
Commodity	6.64%
Private Equity	2.72%
Cash	5.59%

## Investment Partners

Apollo is delighted to announce that its expertise is now available through the following wraps and platforms:

7im	Canada Life International	L&G Intl	RMB
Aegon	Cofunds	Lombard	Royal London 360
AJ Bell/SIPP Centre	Friends Provident Intl	Merchant Investors	Royal Skandia
Ascentric/Funds Direct	Hargreaves Lansdown	Novia	Scottish Widows Intl
Aviva/Norwich Union Intl	Irish Life	Nucleus	Standard Life
AXA/Winterthur	James Hay	Prudential	Transact

\*N.B. Exposure to alternatives and commodities is indirect i.e. via collective investment schemes

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Please remember that the value of your investment may fall as well as rise and is not guaranteed. You may not get back your initial investment. Past performance is not an indicator of future performance. For full information concerning the Fund and its risks please read the Simplified Prospectus available on our website. Investment advice should be obtained from an authorised financial advisor. Issued by Apollo Multi Asset Management LLP which is a limited liability partnership registered in England and Wales under registered number OC339180 and is authorised and regulated by the Financial Services Authority in mainland UK, and the Guernsey Financial Services Commission in Guernsey. Registered office: Premier House, Warren Road, Reigate, Surrey, RH2 0BE. A list of members is open to inspection at the registered office. IFDS Managers Ltd is the Authorised Corporate Director (ACD) of IFDS Apollo Multi Asset Management Funds and is authorised and regulated by the Financial Services Authority. Registered Office: IFDS House, St. Nicholas Lane, Basildon, Essex SS15 5FS.