

IFDS Apollo Cautious Fund

December 2009

Fund Aims

The Fund seeks to achieve a positive return over the medium to longer term, which is above 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

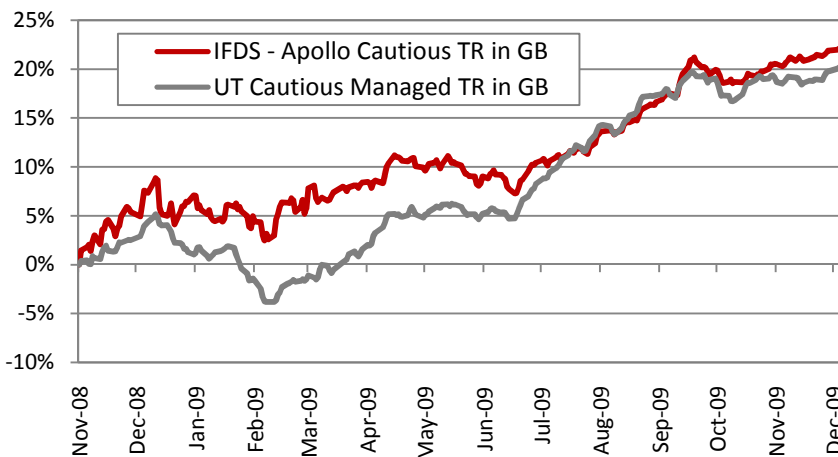
In December, markets delivered their usual Santa Claus rally with the World Index up 2.98%* and the FTSE 100 up 1.97%* although FTSE British Govt All Stock Gilts fell 2.43%*. We are pleased to report that the Apollo Cautious Fund produced a positive return of 1.34%* versus 1.39%* for the Cautious sector.

The main contributors to the positive returns were Neptune Japan (+10.04%*), Utilico (+7.99%*), Impax Asian Environmental Markets (+7.16%*), S&P ETF (5.59%*) First State Asian Pacific Leaders (4.52%*), Macau Property Opps (4.05%*) and Insight Absolute Credit (+3.29%*). Having been a strong contributor of late Gold was the biggest detractor to performance with our Gold Bullion ETF down 4.26%* along with Man AHL Diversified which tends to be inversely correlated to stocks (-4.8%*).

If 2008 was the year of near apocalyptic collapse and 2009 the year of the rally on a rising tide of recovering confidence, 2010 is likely to be a year of divergence and volatility. The rally in risk assets has been driven by an abundance of virtually-free central bank credit and unprecedented peacetime spending spree by governments. The outlook for 2010 will vary depending on which country you are looking at. This year will be all about managing the exit of Quantitative Easing and will be the year for true asset allocators to come to the fore.

*Source: Financial Analytics 30.11.09-31.12.09.

Performance Since Launch*



*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	£20.0m
Launch Date	25 November 2008
Fund Manager	Steve Brann Tom McGrath Craig Wetton
No. Holdings	26
Base Currency	GBP
Type of Share	Accumulation
Inc Acc Date	28 February
Valuation	7.00 am
IMA Sector	Cautious 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
B3FPD0	B3FPDW3	B3FPDY5

Performance†

	Fund	FTSE 100
Sharpe Ratio	2.11	1.41
Volatility	7.11%	18.17%
Max. Loss	-2.95%	-12.89%
Ann. Return	18.47%	29.04%

Further Information

For administrative enquiries:

Tel: 0845 140 0180

www.apollomultiasset.com

Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2009	-1.90%	-1.06%	2.28%	1.54%	1.71%	-0.95%	1.25%	2.75%	3.28%	1.05%	1.41%	1.34%	13.30%
2008	-	-	-	-	-	-	-	-	-	-	1.43% [†]	6.05%	7.57%

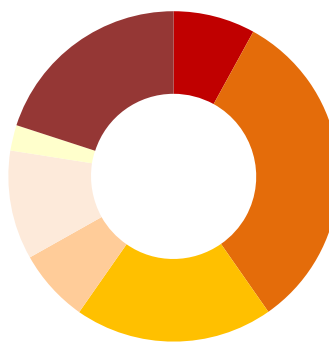
[†]Fund launched on 25.11.08

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*

Cash	19.99%
Gold Bullion ETF	5.60%
Nevsky Fund	4.91%
Russia V FTSE Relative Note	4.52%
Macau Property Opp	4.09%
LV UK Property	3.93%
Thames River Sterling Global BD	3.73%
Absolute Insight Credit	3.58%
Thames River High Income (NOK)	3.42%
Investec Gbl Commodities	3.42%

Portfolio Breakdown as at 31.12.09*



Property	8.02%
Equities	32.25%
Alternatives	19.40%
Bonds	7.15%
Commodity	10.68%
Private Equity	2.50%
Cash	19.99%

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.