

# Five Oceans Wholesale World Fund

## Monthly Fund Summary – January 2010

### Performance - 31 January 2010

	1 month (%)	3 months (%)	6 months (%)	1 year (%)	2 years p.a. (%)	3 years p.a. (%)	Inception <sup>1</sup> p.a. (%)
Fund return gross <sup>2</sup>	-1.44	3.43	4.08	4.32	1.57	0.74	1.96
Fund return net <sup>3</sup>	-1.55	3.11	3.43	3.03	0.31	-0.59	0.49
MSCI World Index (Unhedged AUD)	-2.98	3.37	1.24	-1.69	-9.81	-10.95	-6.92
Difference	1.43	-0.26	2.19	4.72	10.12	10.36	7.41

<sup>1</sup> Inception date: 3 July 2006.

<sup>2</sup> Gross returns assume the reinvestment of distributions and exclude the impact of ongoing management fees. No allowance is made for tax.

<sup>3</sup> Net fund returns are calculated after fees have been deducted, assuming reinvestment of distributions. No allowance is made for tax.

Past performance is not a reliable indicator of future performance.

### FUND AND MARKET REVIEW

2010 started strongly with the S&P 500 index reaching a 15 month high on the 19<sup>th</sup> January. Unfortunately however, by month end the markets were well in the red. In America, banks and financial companies were affected by the US Administration's announcement that it would propose restrictions on their engagement in proprietary trading and sponsorship of Hedge and Private Equity Funds. In Europe, Greece continues to shudder under its debt burden, putting pressure on both the European Union and the Euro. China also took steps to cool its strong economy, and its booming property market, by tightening credit through higher interest rates and curbs on bank lending. However, as an offset to this news, fourth quarter US GDP growth, at 5.7%, grew at a faster pace than expected and at its best rate in six years.

We finished the month down -1.55%, with a net exposure to equities of 87%, and AUD exposure of approximately 45%.

### Top five long positions

	Region	Sector	Weight (%)
Devon Energy Corporation	United States	Energy	3.67
Wells Fargo & Company	United States	Financials	2.71
Baker Hughes Incorporated	United States	Energy	2.66
Arch Coal Incorporated	United States	Energy	2.63
Varian Medical Systems Incorporated	United States	Health Care	2.58

### Country exposure summary

Country name	Long (%)	Short (%)	Net (%)
Australia	0.00	0.00	0.00
Eurozone	0.31	0.00	0.31
France	6.32	0.00	6.32
Germany	4.48	0.00	4.48
Hong Kong	1.26	0.00	1.26
India	1.02	0.00	1.02
Japan	1.47	0.00	1.47
Korea, Republic of	0.98	0.00	0.98
Netherlands	3.68	0.00	3.68
Singapore	0.82	0.00	0.82
South Africa	0.57	0.00	0.57
Spain	2.21	0.00	2.21
Sweden	0.00	-0.51	-0.51
Switzerland	1.53	0.00	1.53
Taiwan	0.99	0.00	0.99
Thailand	0.61	0.00	0.61
United Kingdom	7.29	-0.23	7.06
United States	60.38	-5.88	54.49
<b>Grand total</b>	<b>93.90</b>	<b>-6.62</b>	<b>87.28</b>

\*May differ to totals due to rounding.

### Portfolio exposure summary

	Weight (%)
Long positions	93.90
Short positions	-6.62
Net equity exposure*	87.28
Gross equity exposure#	100.51

### Sector exposure summary

Sector name	Long (%)	Short (%)	Net (%)
Consumer Discretionary	15.28	-2.01	13.26
Consumer Staples	10.26		10.26
Energy	15.94	-1.09	14.85
Financials	16.48	-0.23	16.25
Health care	12.60		12.60
Industrials	5.43		5.43
Information Technology	12.44		12.44
Materials	1.73		1.73
Sector/Markets	0.58	-3.29	-2.71
Telecommunications	3.16	0.00	3.16
<b>Grand total</b>	<b>93.90</b>	<b>-6.62</b>	<b>87.28</b>

\*\*May differ to totals due to rounding.

### Currency exposure summary

	Weight (%)*
AUD	45.44
USD	26.61
EUR	9.57
JPY	4.85
Other	13.53
<b>Grand total</b>	<b>100.00</b>

\*Net equity exposure is the net equity exposure of the portfolio after short equity positions are deducted from long equity positions. #Gross weight is the percentage of the gross equity exposure of the portfolio. Gross equity exposure is the total of the long and short equity positions in the portfolio. \*\*May not add to 100% due to rounding.

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