

Kleinwort Benson Global Euro Income Bond

Fund Benchmark

BarCap Euro Agg Aaa TR EUR

Investment Objective

The Fund invests primarily in securities, bonds, notes or negotiable instruments issued or guaranteed by sovereign or corporate borrowers within the OECD, in order to maximise the capital value of the Shares in the Fund while ensuring that sufficient income is generated to satisfy the distribution policy.

Fund Manager Commentary

The world is becoming an increasingly difficult place for government bond investors. The highest-quality issues are safe havens but offer low nominal yields & negative real yields in many cases as inflation remains high. At the other end of the quality spectrum there are some attractive yields but the issuers are countries with deteriorating credit ratings. High-quality global government bonds, excluding the UK, rallied slightly during a volatile month, whilst the UK suffered from reduced quantitative easing (QE) expectations, but with yields now so low & supported by QE the question is how long can this continue? The valuation case for high-quality government debt is difficult with yields close to record lows & with evidence suggesting that investors are net long bonds there remains the risk that a sell-off could occur if sentiment changes. However, support from monetary policy remains & it is probable that yields remain range-bound for the immediate future. We are currently looking for opportunities to reduce interest rate risk.

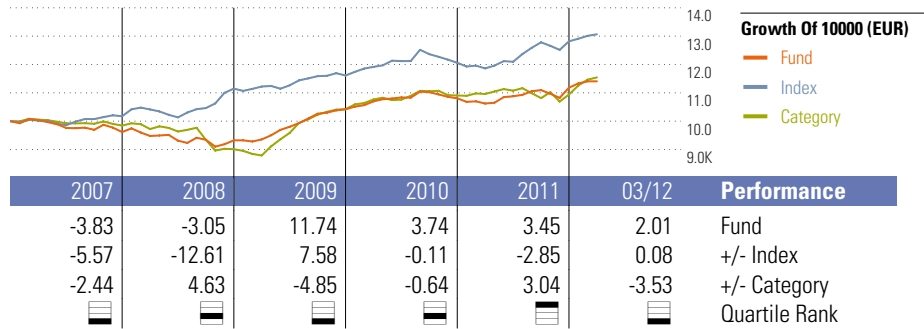
Maturity Range	%
1 to 3	0.00
3 to 5	14.69
5 to 7	10.73
7 to 10	38.16
10 to 15	8.93
15 to 20	12.96
20 to 30	8.52
Over 30	6.01

Morningstar Rating™

★★★

Morningstar® Category

EUR Corporate Bond



Trailing Returns	Return %	+/-Idx	+/-Cat	Quarterly Returns	1st qtr	2nd qtr	3rd qtr	4th qtr
(31 Mar 2012)				2012	2.01	-	-	-
3 Months	2.01	0.08	-3.53	2011	-1.72	2.42	2.00	0.76
6 Months	2.79	0.57	-3.99	2010	2.69	1.30	1.70	-1.95
1 Year	7.38	-2.76	1.96	2009	0.34	4.78	4.70	1.51
3 Years Annualised	6.83	1.63	-2.82	2008	-1.46	-1.74	0.34	-0.20
5 Years Annualised	2.59	-2.86	-0.63					

Portfolio 31 Mar 2012

Asset Allocation	% Port.	Credit Quality	%	%	
● Stock	0.00	AAA	55.78	BBB	0.00
● Bonds	88.76	AA	18.21	BB	0.00
● Property	0.00	A	23.21	B	0.00
● Cash	11.24			Below B	0.00
● Other	0.00			Not Rated	2.79

Data as of: 31 Mar 2012

Top 10 Holdings	% Port.	Top 5 Instruments and Issuers	% Bond
Germany (Federal Republic Of)...	16.09	Corporate Bond	45.67
Germany (Federal Republic Of)...	11.50	Government	43.09
France (Govt Of) 3.5%2026-04-25	7.93		
Germany (Federal Republic Of)...	7.56		
Procter & Gamble 4.125%2020-12-07	6.33		
Ge Cap Europea 4.35%2021-11-03	5.97		
Utd Utilities Wtr 4.25%2020-01-24	5.48		
Siemens Financier 5.25%2066-09-14	5.33		
Glaxosmithkline Ca...	3.32		
Vodafone Grp 5%2018-06-04	3.21		

Coupon Range	%
0 PIK	0.00
0 to 4	38.73
4 to 6	61.27
6 to 8	0.00
8 to 10	0.00
10 to 12	0.00
Over 12	0.00

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Operations

NAV (31 Mar 2012)	11.3000EUR	Inception Date	7 Mar 1996
TNA (mil)	8.97EUR	Fund Manager	Kleinwort Benson Bank Limited
Inc/Acc	Inc	Mgr Start Date	1 Aug 2011
ISA	No	Domicile	Jersey
UCITS	No	Currency	Euro
ISIN	GB0001803443	Legal Status	Open Ended Investment Company
Bloomberg Code	CLOGIEI JY	Fund Company	Kleinwort Benson (C.I) Inv Mgt Ltd
SEDOL	0180344	Phone	+44 (0) 1534 706450
Minimum Initial Purchase	15000 EUR	Website	www.kleinwortbenson.com/international
Minimum Additional Purchase	150 EUR	Email	offshorefunds@kleinwortbenson.com
Annual Management Fee	1.00%	Address	Kleinwort Benson
Sales Charges	5.00%		PO Box 76
Dividend Paying Frequency	Quarterly		West's Centre
Dividend Yield	2.55%		St Helier
Dividend Paid	Feb May Aug Nov		Jersey
Online Valuations	Available		JE4 8PQ
Distribution Status	Yes		
Pricing Frequency	Weekly		

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