

# Ignis International Cartesian Enhanced Alpha

## Fund Factsheet

At 31 May 2010

**Cartesian**

Fundamental UK investment



**Jeremy Hall**  
Fund Manager

### Fund management

Jeremy is a Chartered Accountant and CFA Charterholder with experience across European and UK markets. He worked on the European desks at Scottish Life and Abbey National Asset Managers before joining SVM Asset Management in January 2004 as a member of the UK team. Between March 2006 and April 2007 he was a UK equities analyst with stockbroker Teather and Greenwood. Jeremy joined Cartesian on 1st August 2007.

### Fund aim

The fund aims to provide long term capital growth through investments primarily in equity and equity derivative products which include contracts for difference (swaps), traded options and financial futures. The fund aims to hold a controlled combination of long and short equity exposure while generally maintaining close to 100% net long exposure.

### Fund details

<b>Fund Size</b>	€45.3m	
<b>No. of holdings</b>	Long 53, Short 33	
<b>Sedol Codes</b>		
Class A	Euro Acc	B288J13
	Euro Dist	B288HK8
	Sterling Acc	B288HL9
	Sterling Dist	B288HM0
	Dollar Acc	B288J24
	Dollar Dist	B288HS6
Class J	Euro Acc	B2NXF26
	Euro Dist	B2NXF48
	Sterling Acc	B2NXF59
	Sterling Dist	B2NXF60
	Dollar Acc	B2NXF71
	Dollar Dist	B2NXF82
<b>ISIN</b>		
Class A	Euro Acc	IE00B288J135
	Euro Dist	IE00B288HK83
	Sterling Acc	IE00B288HL90
	Sterling Dist	IE00B288HM08
	Dollar Acc	IE00B288J242
	Dollar Dist	IE00B288HS69
Class J	Euro Acc	IE00B2NXF263
	Euro Dist	IE00B2NXF487
	Sterling Acc	IE00B2NXF594
	Sterling Dist	IE00B2NXF602
	Dollar Acc	IE00B2NXF719
	Dollar Dist	IE00B2NXF826

**Initial Charge** 5.0%

**Annual Charge** A Class - 1.75%  
J Class - 1.00%  
There is a 10% performance fee

**Class A Total Expense Ratio**  
(as at 31/03/10) 2.17%

**XD/Payment Dates** 16/5, 31/5

**Benchmark** FTSE All Share

### Risk Analysis†

Tracking error 13.3  
Beta 0.6

All information as at 31/05/10 unless otherwise stated.  
As the fund has a limited performance history these figures provide an indication only.  
†Source: Lipper, 30 months to 31/05/10.

### Fund commentary

At the end of April we noted a degree of complacency around equity markets given a number of macro uncertainties and the short-term overbought nature of the market. The FTSE All-Share index experienced a sharp correction in May falling 6.2% as investors de-risked portfolios. The fund enjoyed a very strong month with a gain of 4.0%\*.

Performance came from positive long and short alpha. Within long alpha there was a significant contribution from a position in the oil company, Rockhopper, although the balance of the long book showed strong outperformance. Our cautious bias, reflected in shorts in fully valued cyclicals such as mining and manufacturing, as well as select financials, helped the short book to positive alpha too.

The fund initiated a holding in advertising agency WPP on recent share price weakness. WPP is a late cycle business in the early stages of a recovery which is showing improving revenue trends, improving margins from incremental cost savings, and offers geographical diversity. The recent fall in share price left the stock trading on around 11x 2011 estimated earnings, presenting good value for attractive double digit earnings growth.

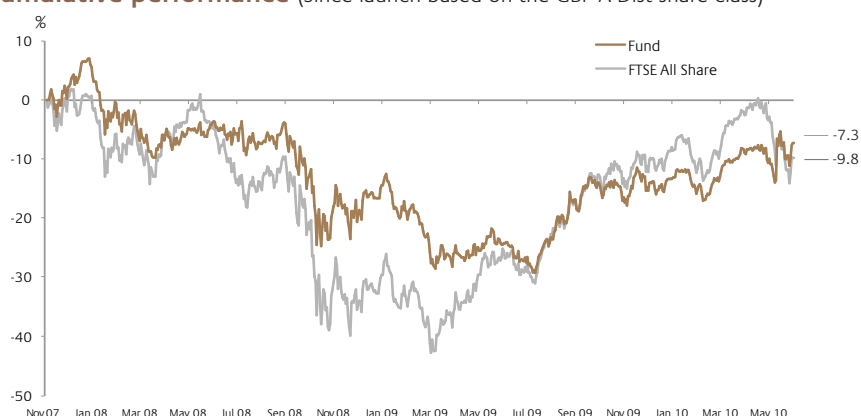
The cautious bias in the fund is retained, noting that credit market conditions appear to be tightening and volatility has risen following concerns over European banks and sovereign ratings. In addition, global policy tightening (led by China) suggests the economic benefit of the quantitative easing stimulus is drawing to a close. Notwithstanding a potential stabilisation of markets after such an aggressive correction, the conclusion for many equity holders will be to continue to de-risk portfolios.

\*Source: Lipper, NAV to NAV, gross income reinvested to 28/05/10

### Performance %

	1 mth	3mths	1 year	Since Launch^
<b>Ignis Intl Cartesian Enhanced Alpha Fund (%)</b>	4.0	6.5	22.7	-7.3
<b>Sector Median (%)</b>	-6.0	-0.2	21.2	-11.6
<b>Quartile Rank</b>	1	1	2	1
<b>FTSE All Share Index (%)</b>	-6.2	-1.3	22.9	-9.8

### Cumulative performance (Since launch based on the GBP A Dist share class)\*



\*Source: Lipper, NAV to NAV, gross income reinvested as at 28/05/10, excluding initial charge. Performance has been calculated to this date as the fund did not price on the 31 May 2010 due to a bank holiday. **Past performance is not a guide to future performance.** The value of units and any income from them can fall as well as rise and is not guaranteed. Performance is based on the GBP A Dist Share Class. ^This fund was launched on 8 November 2007 and as such it has a limited performance history.

**This information is for professional clients and investment professionals only and should not be relied upon by retail clients.**



# Ignis International Cartesian Enhanced Alpha

## Fund Factsheet

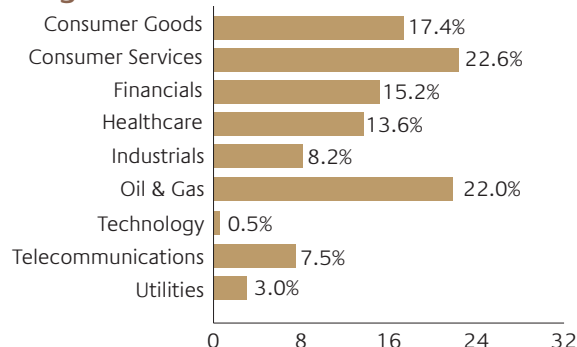
At 31 May 2010



### Top ten holdings

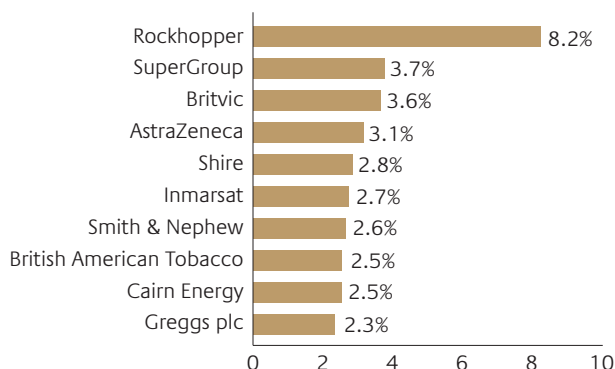
	%
Rockhopper	8.2
HSBC	6.4
AstraZeneca	5.8
British American Tobacco	5.1
BP	4.5
Vodafone	3.9
Unilever	3.8
SuperGroup	3.7
Britvic	3.6
Shire	3.3

### Long Portfolio breakdown

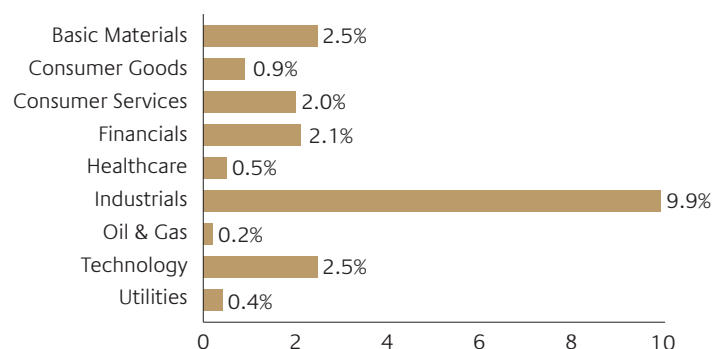


### Active positions - top ten

Fund vs Benchmark



### Short Portfolio Breakdown



Source: Internal. All information as at 31/05/10 unless otherwise stated.



Distribution of this document and the offering of shares in certain jurisdictions may be restricted by law and accordingly persons into whose possession this document comes are required to inform themselves about and to observe such restrictions.

This document does not constitute an offer or solicitation to anyone in any jurisdiction in which such an offer is not authorised or to any person to whom it is unlawful to make such offer or solicitation. Details of where the fund is authorised for distribution can be found at [www.ignisasset.com/international](http://www.ignisasset.com/international).

Ignis International Funds plc is an open-ended investment company with variable capital incorporated in Ireland with registered number 410033. It is established in Ireland with the purpose of providing a range of UCITS compliant investment funds for distribution to investors across Europe. Registered Office: 1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland. Authorised and regulated by the Irish Financial Regulator.

Issued by Ignis Investment Services Limited on behalf of Ignis International Funds plc. Registered in Scotland Number SC101825. Registered Office: 50 Bothwell Street, Glasgow G2 6HR. Authorised and regulated by the Financial Services Authority.

#### Further information:

**Email:**  
[Igniseurope@ignisasset.com](mailto:Igniseurope@ignisasset.com)

**Call:**  
0207 489 5388

**Visit:**  
[www.ignisasset.com/international](http://www.ignisasset.com/international)

Telephone calls may be monitored and/or recorded for the purpose of security, internal training, accurate operation, internal customer monitoring and to improve the quality of service.