

# Magna India Fund

## Monthly Update

31 March 2010

### Investment objective

The investment objective of the Magna India Fund is to achieve capital appreciation through investment in a portfolio consisting primarily of Indian Securities.

### Calendar year returns

	Fund	Index
2005	N/A	58.5%
2006	25.6%	35.1%
2007	50.1%	56.1%
2008	-74.2%	-62.8%
2009	71.2%	96.5%

C class shares, calculated in EUR net of fees  
Index is the MSCI India Index  
Source: Charlemagne Capital

### Fund NAV

A Shares	EUR	8.939
B Shares	GBP	11.338
C Shares	EUR	8.859
D Shares	USD	9.850

**Total Fund Assets** EUR 3.9m

Source: Charlemagne Capital

### EUR performance

	Launch	3 Years	1 Year	6 Months	3 Months	1 Month	YTD
From:	22 Dec 2005	31 Mar 2007	31 Mar 2009	30 Sep 2009	31 Dec 2009	28 Feb 2010	31 Dec 2009
To:	31 Mar 2010	31 Mar 2010	31 Mar 2010	31 Mar 2010	31 Mar 2010	31 Mar 2010	31 Mar 2010
Magna India Fund	-11.4%	-21.1%	91.7%	17.3%	4.8%	8.5%	4.8%
In comparison:							
MSCI India Index	73.6%	32.5%	111.8%	22.0%	11.2%	10.2%	11.2%
Developed markets:							
MSCI EMU (Eurozone) Index	-6.9%	-26.2%	48.8%	3.6%	0.9%	7.9%	0.9%
MSCI Japan Index	-27.8%	-25.9%	35.3%	13.6%	14.7%	5.9%	14.7%
MSCI USA Index	-13.4%	-14.7%	46.0%	20.4%	11.6%	6.9%	11.6%

Fund figures relate to C class shares and are calculated in EUR net of fees; index figures are calculated in EUR on a net total return basis

Source: Charlemagne Capital; MSCI

### Return chart



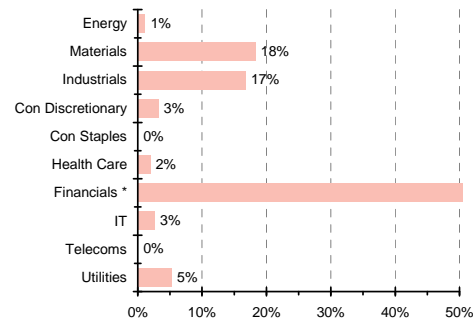
Magna India Fund C Class Shares  
Source: Charlemagne Capital

### Top 5 stock holdings

HDFC
ICICI
Indiabulls Real Estate
NTPC
Tata Steel

In alphabetical order

### Sector exposure



\* Includes Real Estate Source: Charlemagne Capital

### Fund information

	A Class	B Class	C Class	D Class
Annual Management Fee	1.75%	1.75%	1.25%	1.75%
Front-end Load	Up to 5%	Up to 5%	Up to 5%	Up to 5%
Minimum Subscription	EUR 5,000	GBP 10,000	EUR 1,000,000	USD 100,000
Additional Subscriptions	EUR 0	GBP 1,000	EUR 1,000	USD 10,000
Daily Dealing	12 noon	12 noon	12 noon	12 noon
WPKN Code	A0HGDY	A0HGDZ	A0HGD0	A0HGD1
ISIN Code	IE00B0LWCF30	IE00B0LWCG47	IE00B0LWCH53	IE00B0LWCJ77
Bloomberg Code	MGINDIA ID	MGINDIB ID	MGINDIC ID	MGINDID ID

Performance Fee 20% over a 10% hurdle with a highwater mark

Benchmark MSCI India Index

Portfolio Advisors Sangita Uberoi and Kaio Motawara

# Magna India Fund

## Monthly Commentary

31 March 2010

Indian shares moved strongly ahead in March, in line with the rest of Asia, supported by further evidence of strengthening economic activity and despite an unexpected rise in interest rates. The Magna India Fund saw its value increase by 8.5% over the month.

During the month the authorities reported that industrial production had risen by 16.7% over the year to January. This reflects the easier monetary and fiscal policies put in place to support economic activity in the wake of the global financial crisis. At the same time, the rate of inflation (as measured by the wholesale price index) rose to 9.9% in February, from 9.4% in January, threatening to break the symbolic 10% barrier. In response to these developments, the Reserve Bank of India, in an unscheduled meeting, increased its key policy repo and reverse repo rates by 25 basis points to 5.0% and 3.5% respectively. These rates had previously been at historic lows. In so doing, the central bank made it clear that its focus had moved from supporting economic activity to containing inflation.

Share prices took these developments in their stride however. Although the precise timing of the interest rate hike was unexpected, a rise at some stage over the short term was widely seen as inevitable. Investors chose instead to concentrate on the strong growth in corporate earnings that would most likely follow the economic recovery. Only those sectors seen as particularly sensitive to interest rates suffered. Unfortunately this included most of the areas covered by the Magna India Fund, which adopted a bias towards real estate earlier this year.

There were however some bright spots. Sintex, the plastics and other building materials supplier, put on 27% thanks to increasing broker support whilst Jain Irrigation was 18% higher, supported by news that the government plans to more than double spending on micro-irrigation projects.

Significant underperformers included Indiabulls Real Estate, down 2% and HDIL (Housing Development and Infrastructure Limited), 3% lower. The Fund was also adversely impacted by a 9% fall in the share price of Hardy Oil and Gas, following the announcement of disappointing preliminary results for the year ended 31 December 2009 together with the resignation of the chief executive.

There were no significant changes to the composition of the Fund over the month.

The Directors of the Magna Umbrella Fund wish to advise shareholders that regrettably, the value of the assets of the Magna India Fund have fallen to a level such that the Investment Manager has advised that it is no longer economically viable to continue to pursue the Magna India Fund's investment objective. Accordingly, the Directors have decided to effect a total redemption of shares and terminate the Magna India Fund.

NB. Except where noted, Bloomberg is the source for all stock performance figures. All figures are based on EUR prices.

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