

IFDS Apollo Balanced Fund

June 2010

Fund Aims

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

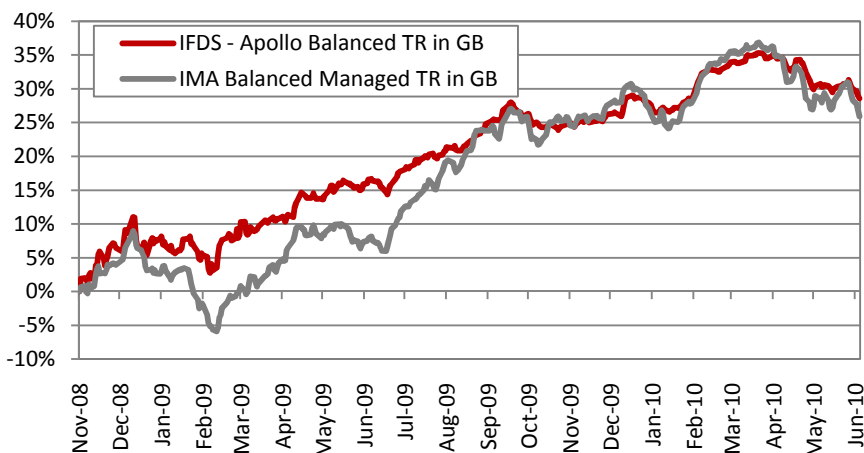
Markets in the Western world continued to tumble as worries over the sustainability of economic growth without further stimulus began to haunt investors once more and it is tough to argue against this, with growth indicators rolling over and earnings disappointments now more common than upgrades. Indices reflected this with the US S&P 500 and the FTSE 100 down the most of the G7 nations off -5.23%* and -4.99%* respectively. The USD also reflected growing concerns falling against most currencies and 3%* against Sterling as the pound enjoyed a rally on the back of an austere first budget from the new coalition.

All of which meant that it was sadly another down month for the Fund which fell -1.4%*, although this was considerably better than the IMA Balanced Sector which was off -2.33%*. In our opinion a double dip is a very significant possibility now for the UK as seemingly not a day goes by without news of a further cut to public spending, business confidence is falling and the inventory cycle is rolling over. While in the short term the FTSE and Sterling may greet this fiscal austerity positively, ultimately the need for such draconian measures is a measure of weakness and may yet precipitate the need for further QE. Against such a backdrop, we remain happy to continue to pursue our policy of global multi asset investment seeking to invest in the high growth, low debt regions of the world.

The good news is that we think the World Economy is not going to double dip. We believe the US will be fast to act if growth continues to disappoint, but more importantly Asia will continue to grow. The demographics and urbanisation guarantee a rapid growth in consumption and a liquid and functioning banking system can, and will, deliver the credit to enable this growth in domestic demand. In addition in Japan, at a corporate level we have a strong sense that the economy's export driven recovery is alive and well and with valuations now compelling we are tempted to use the recent sell off to modestly top up positions. We are also looking to use cash flows to build positions in more inversely correlated alternative funds and may well up our bond exposure as yields in the Western world could fall lower yet.

Source: *Financial Analytics 31.05.10-30.06.10.

Performance Since Launch[†]



[†]Source: Financial Analytics, 26.11.08-30.06.10, Total Return, Risk Free Rate at 3.5%

Past performance should not be seen as a guide to future performance.

From 6 April 2010 to 5 April 2011 the ISA subscription level will be £10,200. Up to £5,100 of the ISA allowance can be saved in cash with one ISA 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.

This document is intended for the use of Investment Professionals only and is not for distribution to Retail Clients. Please see page 2 for full information.

Fund Facts as at 30.06.2010

| | |
|------------------------|--|
| Fund Size | £57m |
| Launch Date | 26 November 2008 |
| Fund Manager | Tom McGrath Steve Brann Craig Wetton |
| No. Holdings | 37 |
| Base Currency | GBP |
| Type of Share | Accumulation |
| Inc Acc Date | 28 February |
| Valuation | 12.00 noon |
| IMA Sector | Balanced 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 |
|---------|---------|---------|
| B3FPDZ6 | B3FPF16 | B3FPF27 |

Performance[†]

| | Fund | FTSE 100 |
|--------------|--------|----------|
| Sharpe Ratio | 1.86 | 0.72 |
| Volatility | 8.42% | 18.44% |
| Max. Loss | -4.37% | -12.89% |
| Ann. Return | 15.81% | 13.42% |

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 |
|------|--------|--------|-------|-------|--------|--------|-------|-------|-------|--------|--------------------|-------|--------|
| 2010 | 0.08% | 1.73% | 3.99% | 0.50% | -3.02% | -1.40% | | | | | | | 1.74% |
| 2009 | -2.20% | -1.30% | 3.18% | 2.11% | 3.04% | 1.96% | 1.66% | 2.38% | 3.30% | -0.56% | -0.22% | 1.61% | 15.82% |
| 2008 | - | - | - | - | - | - | - | - | - | - | 1.92% [†] | 7.05% | 9.11% |

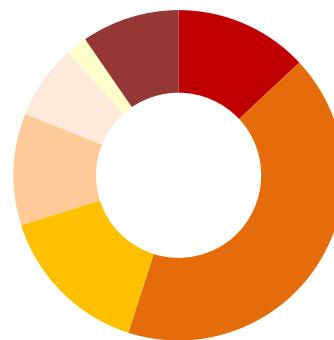
[†]Fund launched on 26.11.08

Source: Financial Analytics, 26.11.08-30.06.10, bid to bid, based on D share class

Top 10 Holdings as at 30.06.10*

| | |
|---------------------------------|--------------|
| GBP Cash | 8.26% |
| LV UK Commercial Property | 4.61% |
| Lyxor Gold Bullion | 4.56% |
| SG 22% Autocall | 4.38% |
| Schroder SISF Asian Tota Return | 4.33% |
| MACAU PROPERTY OPP | 4.31% |
| MAN AHL Diversity | 3.56% |
| Liontrust European Absolute | 3.43% |
| GLG Japan Core Alpha | 3.15% |
| Legal & General Dynamic Bond | 3.12% |

Portfolio Breakdown as at 30.06.10*



| | |
|----------------|--------|
| Property | 13.05% |
| Equities | 41.86% |
| Alternatives | 15.19% |
| Bonds | 10.98% |
| Commodity | 7.24% |
| Private Equity | 2.09% |
| Cash | 9.59% |

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 | Scottish Widows Intl |
| Ascentric/Funds Direct | Hargreaves Lansdown | Novia | Skandia |
| 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

This document is intended for the use of Investment Professionals only and is not for distribution to Retail Clients.

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. 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.