

IFDS Apollo Multi Asset Cautious Fund

February 2012

Fund Aims

The Fund seeks to achieve a positive return over the medium to longer term, which is above normal cash deposit rates. To invest in a range of assets including collective investment schemes, closed-ended funds, transferable securities, money market instruments and cash/deposits. The Fund may also seek investment diversification by obtaining indirect exposure to alternative asset classes including hedge funds, private equity, commodities and indirectly in property. The Fund may utilise derivatives for the purposes of efficient portfolio management.

Fund Review and Outlook

There was no let-off from risk assets in February as equities and high yield bonds in particular headed higher underpinned by Central Bank liquidity, improving US economic data and confirmation from the Federal Reserve that they will keep interest rates exceptionally low 'at least through 2014'. Pleasingly the IFDS Apollo Adventurous Fund was able to capture a significant amount of the upside, rising 2.33%*.

Once more, many of our embedded value holdings across our structured products, private equity and investment trusts delivered on expectations, with Baker Steel Natural Resources up a massive 15.87%#, our SG Worst of Autocall up 9.49%# and Electra Private Equity up 12.30%#. The only notable drags to performance came from a -4.66%# fall from Macau Property (despite a quarterly report showing a small increase in Net Asset Value) and a -1.10%# fall from the Thames River Global fund, which suffered from a long Dollar position as the Greenback fell -1.14%# against the pound.

From here, investor sentiment seems polarised between the Bulls who cite the case that growth will be underpinned by extreme global monetary stimulus from the world central banks, versus the Bears who subscribe to the Austrian School of Economics argument that debt has to be repaid, the world will go through a painful deleveraging period which will see economic growth collapse and unemployment soar. Our hunch is that markets will oscillate between both camps this year, but that the Bulls will win the argument this year or at least as long as the liquidity lasts and that we will get clarity further out whether it is actually possible for the authorities to achieve sufficient 'escape velocity' through economic expansion to effectively inflate the debt problem away.

Source: *Financial Analytics, 31.01.12 - 29.02.12, based on D share class. #Financial Analytics, 31.01.12-29.02.12

Performance as at 29.02.12†



†Source: Financial Analytics, 26.11.08-29.02.12, based on D share class

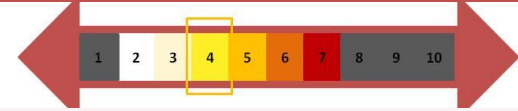
	Sharpe Ratio	Volatility	Max Loss	Ann Return
Fund	0.98	6.67%	-7.96%	6.58%
FTSE 100	0.89	15.94%	-14.11%	14.21%
FTSE Govt Allstocks	1.17	6.64%	-4.53%	7.80%

Source: Financial Analytics, 30.11.08-29.02.12, Total Return, Risk Free Rate at 0.013%, based on D share class

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

From 6 April 2011 to 5 April 2012 the ISA subscription level will be £10,680. Up to £5,340 of the ISA allowance can be saved in cash with one ISA provider. The remainder of the £10,680 can be invested in a stocks and shares ISA with either the same or another provider. Alternatively, the full £10,680 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.

Risk Profile



Using the risk profiling model devised by Distribution Technology which assigns a single risk category from 1 (low risk) to 10 (high risk) this Fund has been assigned a risk category of 4 which categorises an investor with a low attitude to accepting risk, who is concerned about the possibility of losing money but does not want to completely ignore the possibility of making higher returns. The investor will probably want greater returns than are offered by bank accounts and other low risk investments. Consequently, the investor will be prepared to accept some fluctuation in the value of their capital and accept that they could make a loss on the amount invested, particularly in the short term.

Target Volatility: 5 – 7%
 Target Return: Cash + 3%

Fund Facts as at 29.02.2012

Fund Size	£56.7m
Launch Date	26 November 2008
Fund Manager	Steve Brann, Tom McGrath Craig Wetton, Ian Willings
No. Holdings	30
Base Currency	GBP
Type of Share	Income & Accumulation
Inc Acc Date	28 February
Valuation	12.00 noon
IMA Sector	Unclassified
AMC	A Shares: 1.5%; C Shares: 2.0%; D Shares: 1.0%
Min Investment	ISA: £1,000; Fund: £1,000 (A and C Class shares only, D Class at Manager's discretion)
Min Monthly Investment	£100 per month (A and C Class shares only)
Max Investment	ISA only: See footnote

SEDOL Codes

A	C	D
B3FPDT0	B3FPDW3	B3FPDY5

Further Information

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Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2012	2.44%	2.33%											4.82%
2011	-0.37%	-0.47%	0.24%	0.48%	-0.09%	-0.32%	-0.42%	-5.67%	-1.60%	0.70%	-1.44%	-0.45%	-9.18%
2010	0.11%	0.96%	3.34%	0.49%	-1.63%	-1.67%	0.46%	0.14%	1.81%	1.15%	0.62%	1.60%	7.54%
2009	-1.90%	-1.06%	2.28%	1.54%	1.71%	-0.95%	1.25%	2.75%	3.28%	1.05%	1.41%	1.34%	13.30%
2008	-	-	-	-	-	-	-	-	-	-	1.43% [†]	6.05%	7.57%

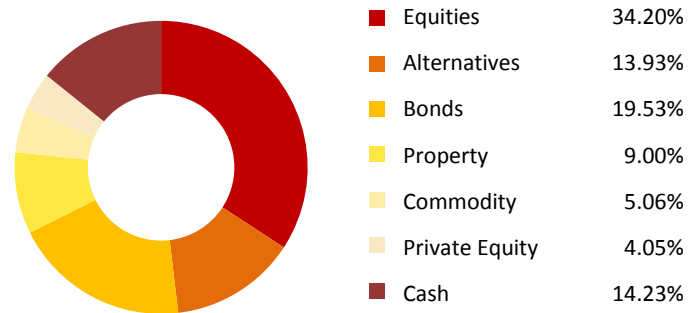
[†]Fund launched on 26.11.08

Source: Financial Analytics, 26.11.08-29.02.12, based on D share class

Top Ten Holdings as at 29.02.12*

CF Odey UK Absolute Return	5.50%
Credit Suisse RPI +2.75% Note	5.45%
Socgen 22% Snowball Auto-Call	5.35%
Cavendish Opportunities	5.33%
Coupland Cardiff Asian Evolution C USD	5.30%
Macau Property	5.23%
Insight Absolute Credit	5.14%
Thames River Global Bond	5.13%
Polar Capital Global Insurance	5.07%
Gold Bullion Securities ETF	5.06%

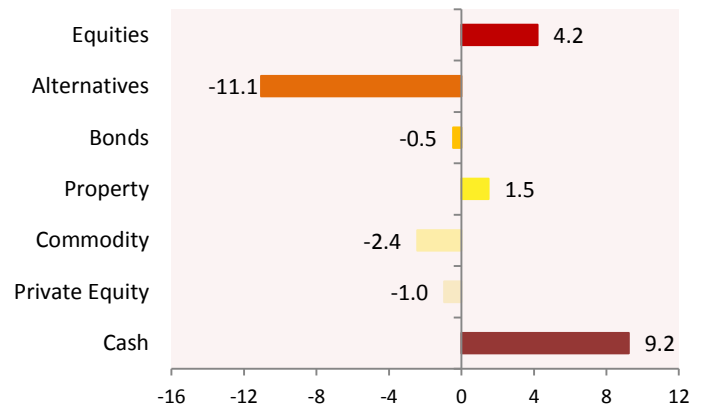
Portfolio Breakdown as at 29.02.12*



Neutral Asset Allocation

	Min	Neutral	Max
Equities	15%	30.0%	40%
Alternatives	10%	25.0%	40%
Bonds	10%	20.0%	40%
Property	5%	7.5%	20%
Commodity	5%	7.5%	20%
Private Equity	0	5.0%	10%
Cash	0	5.0%	40%

Tactical Asset Allocation as at 29.02.12*



Investment Partners

Apollo is delighted to announce that its expertise is now available through the following wraps and platforms:

7im	AXA (IOM)	Hargreaves Lansdown	Novia	SEI
Aegon	AXA/Winterthur	Irish Life	Nucleus	Scottish Widows Intl
AJ Bell/SIPP Centre	Canada Life International	James Hay	Prudential International	Skandia (SIS & SLAC)
Ascentric/Funds Direct	Cofunds	L&G International	RMB	Standard Life
Aviva	Fidelity FundsNetwork	Lombard	Royal London 360	Transact
AXA Elevate	Friends Life International	Merchant Investors	Royal Skandia	

*N.B. Exposure to alternatives and commodities is indirect i.e. via collective investment schemes

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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.