

Humboldt Quantessenz QE Equity

Performance target p.a.: 3M-Euribor + 350bp

A1: LU0358717212 (reinvesting),

A2: LU0358717642 (distributing)

31 March 2010

	NAV A2 shares	One Month Return	YTD	Since Inception	Overall Fund Size
Fund*	€93.43	0.73%	-0.46%	-4.69%	€8.6m
Index**		7.95%	1.02%	-8.50%	

* Distribution reinvested

** DJ EuroSTOXX Return

Investment Objective

The investment objective is to achieve income and capital growth by investing in European equities while limiting losses to a strictly pre-defined risk budget. The fund therefore holds a diversified portfolio of European equities and money market instruments.

Fund Performance vs DJ EuroSTOXX Return



Allocation strategy QE Equity with initial 10% risk capital

The portfolio is determined by the risk capital and either comprises a diversified portfolio of equities in the DJ Euro STOXX Index or a position in DJ Euro STOXX 50 futures contracts.

As a result of a neutral scoring model, the 30 highest ranking equities are collated quarterly. The goal is to exceed market performance through actively screening for a combination of growth, value and momentum equities within the DJ Euro STOXX Index.

The title selection is complemented by a timing process. Proven indicators manage the level of investment depending on the market phase. In falling markets, the decline in value is mitigated by reducing the level of investment by a maximum of 50%. This ensures continued capability for the QE Equity strategy to perform within the EUR large cap equity universe. In a rising market, the relevant buy signals would result in an investment level of 100%.

The *Risk@Work* overlay controls the equity exposure within the agreed risk limits through index futures.

The relevant equity exposure is calculated solely on the basis of historical worst-case scenarios including a risk premium. The success of the investment is independent of market volatility while interim profits are locked in by re-adjusting the minimum value. The combination of successful timing and selection indicators, with a quantitative risk overlay, facilitates stable long-term value appreciation.

Distribution History

	Distribution
2009	1.90%

Risk Analysis

Risk Analysis (since inception)	Humboldt QE Equity	DJ EuroSTOXX Return
Volatility	5.43%	32.78%
Sharpe Ratio	-0.64	-0.18
VAR (95%, 10 days)	1.67 EUR	

Fund Details

Fund Name:	Humboldt Multi Invest C SICAV – QE Equity (A2)
Fund Structure:	Luxembourg SICAV
ISIN Code:	A1: LU0358717212 (reinvesting), A2: LU0358717642 (distributing)
Bloomberg:	HUQEQA2 LX
Promoter:	Landesbank Baden-Württemberg
Fund Manager:	Pall Mall Investment Management Limited
Management Fee:	0.55% p.a.
Outperformance Fee:	10% over 3 month Euribor + 350 bps
Launch Date:	31 July 2008
Administrator:	Vontobel Management S.A.
Depository, Registrar, Paying Agent:	RBC Dexia Investor Services Bank S.A.
Auditors:	PricewaterhouseCoopers S.a.r.l.
Financial Year End:	31 August
Valuation:	Daily
Subscription and Redemption:	Daily, Cut-off: 10 am GMT+1 RBC Dexia Investor Services Bank Luxembourg S.A. Fax: 00352 24 60 9913
Investment Management Team:	Hauke Hess, Andreas Rothbarth, Barbara Schönack, Kathrin Meingast

Contact

UK:
52a Cromwell Road
London, SW7 5BE
Tel: +44 (0)20 7590 5994
www.pmim.com

Germany:
Messberg 4
20095 Hamburg
Tel: +49 (0)40 300 929 101
www.pmim.com

Disclaimer

Pall Mall Investment Management Limited is authorised and regulated by the Financial Services Authority ("FSA") and is issuing this Publication on a strictly confidential basis to a limited number of qualified prospective investors ("Recipient") for information purposes only, solely to enable them to determine whether they are interested in starting further discussions and (subject to the sole discretion of Pall Mall Investment Management Limited) receiving additional information regarding this investment opportunity. This Publication should not be construed as legal, tax or financial advice and prospective investors must rely on their own examination of the legal, taxation, financial, and other consequences of making any investment described herein, including the merits of investing and the risks involved. The contents of this Publication should not be relied upon by the Recipient as the basis for investment in any of the products described herein. Basis for any investment decision should be the respective fund prospectus and the annual report and accounts.

Past performance is not necessarily a guide to future performance. The value of investments and the income from them may go down as well as up and investors may not get back their original investment.