

## ANNUAL INVESTMENT PERFORMANCE REPORT, FY 2008/2009

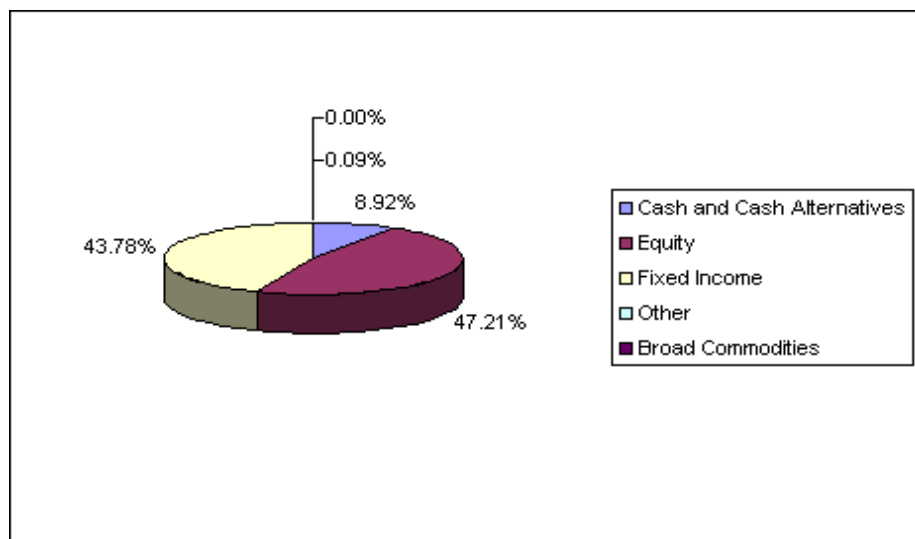
- (I) Initial capital invested in November 2006 --- US\$ 7.00 mil.
- (II) Operating Investment Management Consultant (IMC).....UBS Financial Services Inc. – USA (Effective from November 2007).
- (III) Asset Investment diversified with 10 different Investment Accounts managed by different Asset Managers

### (IV) Current Asset Allocation (June 2009)

#### Summaries on Investment Portfolio As at 30th June 2009

S/NO:	INVESTMENT ACCOUNTS	VALUE
1	WI 21206	\$ 788,176.56
2	WI 21207	\$ 210,233.19
3	WI 21208	\$3,113,614.95
4	WI 21210	\$ 242,729.61
5	WI 21218	\$ 506,592.42
6	WI 21221	\$ 234,185.10
7	WI 21223	\$ 318,825.95
8	WI 21225	\$ 340,357.13
9	WI 21235	\$ 602,567.32
10	WI 26708	\$ 182,964.03
	<b>TOTAL ASSETS</b>	<b>\$6,540,246.26</b>

S/NO:	ASSET ALLOCATION	PERCENTAGE	VALUE
1	Cash and Cash Alternatives	8.92%	\$ 583,389.97
2	Equity	47.21%	\$3,087,650.26
3	Fixed Income	43.78%	\$2,863,319.81
4	Other	0.00%	\$ -
5	Broad Commodities	0.09%	\$ 5,886.22
	<b>TOTAL ASSETS</b>	<b>100.00%</b>	<b>\$6,540,246.26</b>



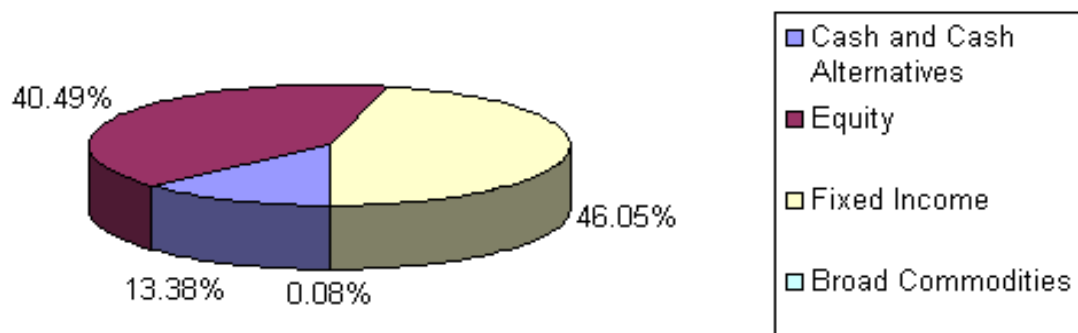
(V) Asset Allocation at start ( June 2008)

Summaries on Investment Portfolio  
As at 30<sup>th</sup> June 2008

S/NO:	INVESTMENT ACCOUNTS	VALUE
1	WI 21206	\$ 730,043.95
2	WI 21207	\$ 347,185.26
3	WI 21208	\$ 3,453,309.97
4	WI 21210	\$ 237,825.91
5	WI 21218	\$ 866,621.20
6	WI 21221	\$ 271,113.76
7	WI 21223	\$ 395,592.30
8	WI 21225	\$ 249,413.64
9	WI 21235	\$ 751,914.83
	<b>TOTAL ASSETS</b>	<b>\$ 7,303,020.82</b>

S/NO:	ASSET ALLOCATION	PERCENTAGE	VALUE
1	Cash and Cash Alternatives	13.38%	\$ 977,144.19
2	Equity	40.49%	\$ 2,956,993.13
3	Fixed Income	46.05%	\$ 3,363,041.09
4	Broad Commodities	0.08%	\$ 5,842.42
	<b>TOTAL ASSETS</b>	<b>100.00%</b>	<b>\$ 7,303,020.82</b>

ASSET ALLOCATION



## **(VI) Some Notes on the Management of the US\$ 7.00 mil. Invested Capital**

### Principal Objective:

**Ensure and maintain Prudent Management for the Capital Investment** so as to;

- Protect the invested capital from successive reductions
- Maintain and enhance the income generation potential of the invested capital
- Earn sufficient income to enhance the capital base and increase resources for future withdrawals.

### General Performance:

Due to persistent volatility in the world economy and the international financial markets, the EAMCEF investment experienced a decline in value over the past period, from a total asset value of US\$ 7,303,020.82 at the end of June 2008 to US\$ 6,540,246.26 or a net decrease of US\$ 762,774.56 (-10.44%) by the end of June 2009.

### **Measures and Steps Undertaken/Underway**

- Investment diversified with 10 different Investment Styles/Asset Managers so as to spread risk and maximize returns.
- Close and rigorous performance review of the asset allocation categories and the individual Asset Managers vis-à-vis world economy and international financial markets
- Replacement of poor performing Asset Managers with better performing ones (three Managers terminated and replaced so far)
- Timely adjustment of asset allocation to more protective categories (less in stocks to more in bonds) during bad investment periods and vice versa (as depicted below):

Asset Category	% Allocation				% Change
	End of 1 <sup>st</sup> Quarter	End of 2 <sup>nd</sup> Quarter	End of 3 <sup>rd</sup> Quarter	End of 4 <sup>th</sup> Quarter	
Cash and Cash Alternatives	26.98	17.51	11.28	8.92	-(66.94)
Equity	41.44	32.48	42.54	47.21	13.92
Fixed Income	31.48	49.92	46.08	43.78	39.07
Other	0.10	0.03	0.00	0.00	(100.00)
Broad Commodities	-	0.06	0.10	0.09	-
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	