

PFS TAUBE GLOBAL FUND

Interim report 30 June 2011 (Unaudited)

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Directory

Authorised Corporate Director & Registrar

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(Authorised and regulated by the Financial Services Authority)

Customer Service Centre

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Directors of the ACD

R. Elliott (appointed 11 April 2011)
S. A. King
S. D. Mathieson
J. M. Rice (appointed 22 February 2011)

Investment Manager

Nils Taube Investments Limited
20-22 Bedford Row, London
WC1R 4US
(Authorised and regulated by the Financial Services Authority)

Fund Manager

Chandos Gore Langton

Depositary

BNY Mellon Trust & Depositary (UK) Ltd
The Bank of New York Mellon Centre
160 Queen Victoria Street
London
EC4V 4LA
(Authorised and regulated by the Financial Services Authority)

Auditor

KPMG Audit Plc
Chartered Accountants & Registered Auditors
15 Canada Square, Canary Wharf, London, E14 5GL

Investment Manager's Report

for the half year from 01 January 2011 to 30 June 2011

Investment Objective and Policy

The objective of the Company is to produce long-term capital growth. The Investment Manager's policy is to hold a diversified portfolio of quoted or traded equity investments in companies incorporated in any country or quoted or traded on any stock exchange or over-the-counter market. It may invest in any and all geographical areas or economic sectors. The Company may also, subject to a limit of 10% of the Company's value, invest in unquoted equity investments and listed securities in ineligible markets. It is anticipated that the Portfolio may from time to time include units in collective investment schemes, money market instruments, cash and fixed income securities. Sound long-term value is the main criterion in selecting investments.

It is the policy of the Investment Manager that the Company should normally be close to fully invested. This policy is however subject to the need to retain liquidity for the purpose of effecting the redemptions, the efficient management of the Company in accordance with the objectives and for ancillary purposes. In addition, there may be occasions when much higher levels of liquidity will exist. For example, the Investment Manager may wish to mitigate adverse movements in the financial markets by increasing the level of liquidity and/or the Company is in receipt of large cash sums following the creation or cancellation of units or the realisation of investments.

It is the ACD's intention that derivatives and forward transactions be used for EPM purposes. Derivatives and forward transactions, which may make the portfolio composition of the Company highly volatile, may be used for investment purposes on providing Shareholders with 60 days' advance notice.

Q1

Despite a nearly continual flow of potentially negative news in the first quarter, equity markets ended March 2011 on a strong note. The consequences of the Australian floods and the Japanese earthquake and resulting tsunami will be felt for a long time to come. The ramifications of the instability in the Middle East are likely to be unclear for many years. In the EU the ECB continued to struggle with the lingering sovereign debt crisis, while in the US the Federal Reserve continued its 'QE2' purchases of Treasury bonds.

The long term effect of the media frenzy over the nuclear power problems in Japan will probably be further to weaken Western pro-nuclear political will; the effects of this are already being seen – Germany's Association of Energy and Water Industries have said (in early April) that 'the technology should be phased out by 2020'. As a further consequence it is likely that liquefied natural gas (LNG) imports to Japan will be bolstered. Coupled with the unknown unknowns that may result from Saudi Arabia's occupation of Bahrain and consequent Iranian worries, the energy supply situation is most concerning. Nils Taube Investments remains a firm believer in the continued good sense in investing in 'oil in safe places', an idea first developed by the eponymous founder. Other themes present in the portfolio in the first quarter included agriculture, water and real estate, with a continued focus on investment in companies that are able to grow their dividends. While we do not think a recession is likely, a global growth scare is a serious possibility as central banks adjust their posture towards the higher inflationary trends, and we expect that equities will react to this. But the underlying companies are in good shape with restored liquidity and margins enabling dividend increases, share buy-backs and takeovers.

Investment Manager's Report

continued

Q2

The patching-up of Greece's finances by the EU (albeit on what is certain to be a temporary basis) meant that global equity markets ended the second quarter on a strong note. But trying to fix a solvency problem caused by too much debt by applying yet more debt is implausible as a solution, other than to buy time for politicians (and the banking system). The European holiday season is now in full swing, and with the emergence of Germany to write apparently unlimited cheques, we anticipate that Euro worries will abate – for now.

Raising its ugly head as the Eurozone crisis plays out is the threat of a debt crisis in the US. A resolution to these worries is expected in early August, albeit a temporary one. It should be borne in mind that the presidential election is 15 months away and promises to be a lively campaign.

Summary

Bearing all this in mind, we continue to focus on themes that have served us well. 'Energy in safe places' contributed strongly to performance through El Paso Energy Corp, while 'dividend paying companies with dividend growth' has become widely recognized as a core reason to own equities.

We also wish to highlight the fact that Lipper has rated the Fund as a "Leader for Capital Preservation" following its third anniversary in April 2010, and that the fund exhibits the lowest volatility within its peer group (Source: MoneyFacts, June 2011).

Investment Returns

Year to date return for the PFS Taube Global Fund is +3.3%, and the Top 5 contributors to this return were El Paso Energy (+138 bps), Fresenius Medical Care (+82 bps), Bridgestone (+81 bps), Lynas Corp (+50 bps) and Starpharma (+44 bps).

Portfolio Statement

as at 30 June 2011

Holding	Security	Value £	% of Total Net Assets 30.06.11
United Kingdom (20.24%)			
45,000	Admiral	747,450	3.68
380,000	London & Stamford Property	494,760	2.44
37,500	Royal Dutch Shell 'B'	833,063	4.10
385,000	RSA Insurance	519,365	2.56
213,526	Thomas Murray Network Management	53,382	0.26
		<hr/>	
		2,648,020	13.04
North America (18.64%)			
23,700	C&C Energia	148,527	0.73
85,000	El Paso Energy	1,068,390	5.26
21,500	Imperial Metals	268,507	1.32
26,250	Parex Resources	125,371	0.62
35,000	Petrominerales	636,795	3.14
52,500	Quanta Services	659,888	3.25
37,500	W.R Berkley	757,708	3.73
		<hr/>	
		3,665,186	18.05
Europe (14.06%)			
26,250	Anheuser-Busch Inbev	947,897	4.67
26,250	Eutelsat Communications	734,422	3.62
18,250	Fresenius Medical Care	844,349	4.16
15,750	Legrand	412,205	2.03
13,000	Nestle	501,997	2.47
27,426	Veolia Environnement	481,745	2.37
58,589	Wannago Europe	–	–
		<hr/>	
		3,922,615	19.32

Portfolio Statement

continued

Holding	Security	Value £	% of Total Net Assets 30.06.11
Far East (including Japan) (24.91%)			
59,000	Bridgestone	840,023	4.14
2,625,000	BW Plantation	224,986	1.11
250,000	Glow Energy	252,141	1.24
1,850,000	Land & Houses	215,650	1.06
400,000	SembCorp Industries	1,012,735	4.99
31,500	Seven & I	523,073	2.58
21,000	Tokyo Electron	706,986	3.48
79,000	Yaskawa Electric	546,546	2.69
		4,322,140	21.29
Rest of the World (9.14%)			
60,000	Aquila Resources	286,476	1.41
380,000	Catalpa Resources	343,358	1.69
455,000	Dart Energy	185,083	0.91
52,500	IOOF	231,062	1.14
42,500	National Australia Bank	725,243	3.57
150,000	QRXPharma	161,043	0.79
295,000	Starpharma	294,095	1.45
		2,226,360	10.96
Derivatives (1.11%)			
10,000	iPATH S&P 500 VIX S/T Futures ETN	131,672	0.65
(65)	FTSE 100 Index 16 September 2011 Future	(98,800)	(0.49)
		32,872	0.16
Investment assets (88.10%)		16,817,193	82.82
Net other assets (11.90%)		3,487,815	17.18
Net assets		20,305,008	100.00

The percentages in brackets show the equivalent % holdings as at 31 December 2010.

Comparative Tables

Net Asset Values

Year	Income Shares			Accumulation Shares		
	Net Asset Value £	No. of shares in issue	Net Asset Value (pence per share)	Net Asset Value £	No. of shares in issue	Net Asset Value (pence per share)
31.12.08	4,091,051	4,301,841	95.10	14,902,404	15,487,845	96.22
31.12.09	5,211,935	4,707,622	110.71	13,461,679	11,833,983	113.75
31.12.10	5,702,781	5,016,974	113.67	14,682,810	12,550,885	116.99
30.06.11	5,432,668	4,646,329	116.92	14,872,340	12,306,637	120.85

Price history

The table below shows the highest buying and lowest selling prices on a calendar year basis in pence per share since launch. Past performance is not necessarily a guide to the future performance.

Year	Income Shares		Accumulation Shares	
	Highest (pence)	Lowest (pence)	Highest (pence)	Lowest (pence)
2007*	109.70	96.74	109.70	96.74
2008	106.30	83.00	107.50	83.97
2009	112.95	84.88	115.76	87.00
2010	117.95	103.01	121.19	105.84
2011**	119.53	110.04	122.81	113.06

* Launched 2 April 2007 at 100.00p

** As at 30 June 2011

Distribution Record

Year	Income Shares	Accumulation Shares
	Net revenue per share (pence)	Net revenue per share (pence)
2007*	1.1950	1.1950
2008	1.2990	1.3140
2009	1.0160	1.0412
2010	0.6740	0.6925
2011**	—	—

* From 2 April 2007

** As at 30 June 2011

Comparative Tables (continued)**Total Expense Ratio**

Expense Type	30 June 2011 %	31 December 2010 %
Investment Manager's charge	1.50	1.50
Other expenses	0.28	0.31
Total expense ratio	1.78	1.81

Risk Warning

An investment in an Investment Company with Variable Capital should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the revenue from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

Statement of Total Return

for the half year ended 30 June 2011

	30.06.11		30.06.10	
	£	£	£	£
Income				
Net capital gains / (losses)		507,298		(1,372,523)
Revenue	322,441		312,262	
Expenses	(181,486)		(175,902)	
Finance costs: Interest	(612)		(42)	
Net expense before taxation	140,343		136,318	
Taxation	(10,794)		(18,001)	
Net expense after taxation		129,549		118,317
Total return before distributions		636,847		(1,254,206)
Finance costs: Distributions		(45)		163
Change in net assets attributable to shareholders from investment activities		636,802		(1,254,043)

Statement of Change in Net Assets Attributable to Shareholders

for the half year ended 30 June 2011

	30.06.11		30.06.10	
	£	£	£	£
Opening net assets attributable to shareholders		20,385,591		18,673,614
Amounts receivable on issue of shares	13,478		1,483,028	
Less:				
Amounts payable on cancellation of shares	(730,863)		(175,520)	
		(717,385)		1,307,508
Change in net assets attributable to shareholders from investment activities (see Statement of Total Return above)		636,802		(1,254,043)
Closing net assets attributable to unitholders		20,305,008		18,727,079

Balance Sheet

as at 30 June 2011

	30.06.11		31.12.10	
	£	£	£	£
ASSETS				
Investment assets		16,915,993		17,974,246
Debtors	64,847		16,541	
Bank balances	<u>3,774,084</u>		<u>2,457,606</u>	
Total other assets		3,838,931		2,474,147
Total assets		20,754,924		20,448,393
LIABILITIES				
Investment liabilities		(98,800)		(14,430)
Creditors	(7,286)		(14,558)	
Distribution payable on Income units	-		(33,814)	
Bank overdrafts	<u>(343,830)</u>		<u>-</u>	
Total other liabilities		(351,116)		(48,372)
Total liabilities		(449,916)		(62,802)
Net assets attributable to shareholders		20,305,008		20,385,591

The interim financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ("SORP") for Financial Statements of Authorised Funds issued by the Investment Management Association in October 2010.

The interim financial statements have been prepared on the same basis as the audited financial statements for the year ended 31 December 2010.

Directors' Statement

This report has been prepared in accordance with the requirements of the Financial Services Authority's Collective Investment Schemes Sourcebook and the Statement of Recommended Practice issued by the Investment Management Association.

S D Mathieson
J. M. Rice

Directors
Phoenix Fund Services (UK) Limited
31 August 2011

General information

Authorised Status

PFS Nils Taube Global (the “Company”) is incorporated in England and Wales as an ICVC under registration number IC000513. The Shareholders are not liable for the debts of the Company.

The Company is authorised by the FSA as a UCITS Scheme under the COLL Sourcebook and is an umbrella company for the purposes of the OEIC Regulations with each Fund being a UCITS Scheme. The effective date of the authorisation order made by the FSA was 23 February 2007.

Head Office

Springfield Lodge, Colchester Road, Chelmsford, Essex CM2 5PW

Address for Service

The Head Office is the address in the United Kingdom for service on the Company of notices or other documents required or authorised to be served on it.

Base Currency

The base currency of the Company is Pounds Sterling.

Share Capital

The minimum share capital of the Company is £100 and the maximum is £150,000,000.

Shares in the Company have no par value. The share capital of the Company at all times equals the sum of the net asset value of the Fund

Structure of the Company

The Company has been established as a “UCITS scheme”. The Company qualifies as an “Undertaking for Collective Investment in Transferable Securities” (UCITS) within the meaning of an EEC Directive on that subject of 1985 (85/611/EEC) as subsequently amended. The Company does not intend to have an interest in immovable or tangible movable property.

Classes of Shares

The Company can issue different classes of shares in respect of the Fund.

Holders of Income shares are entitled to be paid the income attributable to such shares in respect of each annual accounting period.

Valuation Point

The scheme property of the Company and each Fund will normally be valued at 12:00 mid day on each dealing day for the purpose of calculating the price at which shares in the Company may be issued, sold, repurchased or redeemed.

The ACD reserves the right to revalue the Fund at any time if it considers it desirable to do so, with the Depositary’s approval.

General Information

continued

Buying and Selling of Shares

The ACD will accept orders for the purchase and sale of shares on normal business days between 8:30am and 4:30pm. Instructions to buy or sell shares may either be in writing to:

PO Box 10529, Chelmsford, Essex, CM1 9NQ

Or by telephone to:

0845 026 4284

A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

Pricing Basis

There is a single price for buying, selling and switching shares in a Fund which represents the Net Asset Value of the Fund concerned. The share price is calculated on a forward pricing basis, that is at the next Valuation Point after the purchase or redemption is deemed to be accepted by the ACD.

The prices of shares are published daily on the Investment Management Association website at www.fundlistings.com. Neither, the ACD nor the Company can be held responsible for any errors in the publication of the prices. The shares in the Company will be issued and redeemed on a forward pricing basis which means that the price will not necessarily be the same as the published price.

Other Information

The Instrument of Incorporation, Prospectus, Simplified Prospectus and the most recent interim and annual reports may be inspected at the office of the ACD which is also the Head Office of the Company and copies may be obtained upon application. Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at South Quay Plaza, 183 Marsh Wall, London E14 9SR.

Risk Warning

An investment in an open-ended Investment Company with Variable Capital (ICVC) should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the revenue from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.



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