

# PFS icf Absolute Return Portfolio

As at 31<sup>st</sup> December 2011

**icf**  
management limited

For professional investors only.

## Investment Objective and Policy

To achieve a consistent absolute return\* over the longer term irrespective of market conditions.

The Fund will invest in a diverse mix of absolute return oriented collective investment schemes.

The Fund may also invest in listed closed-end funds, transferable securities, cash deposits and money market funds.

**\*Producing an absolute return is an objective of the fund but cannot be guaranteed.**

## Investment Risk Profile

By investing in a fund which invests within absolute return type funds, you are likely to be looking for an investment which aims to deliver a positive return regardless of market conditions\*.

\*You are willing to accept that your investment will fall and rise in value and that you could get back less than you invested. You should be aware that investing in this Fund means that when equity markets perform strongly that this Fund will not deliver the same high returns in the short term.

## Fund Facts

### General Information

Fund managers	Mark Lynam & Jeremy Suffield
Launch date	6 <sup>th</sup> August 2010
IMA Sector	Absolute Return
Fund size	£3.51M
Yield	n/a
Type of fund	UCITS III OEIC
Price publication	<a href="http://www.fundlistings.com">www.fundlistings.com</a> <a href="http://www.trustnet.com">www.trustnet.com</a>

## Share Classes

Class	F - GBP	B - GBP
Minimum Investment	£1,000,000	£100,000
Initial charge	0%	2%
Annual Management	0.5%*	1%*
Total Expense Ratio	tbc	tbc

\*A performance fee of 10% of the return, subject to a hurdle of the higher of 5% pa & 3M LIBOR with a high water mark, is payable. See Prospectus at [www.phoenixfundservices.com](http://www.phoenixfundservices.com)

SEDOL	B42Z4P3	B3V3B94
ISIN	GB00B42Z4P39	GB00B3V3B944

## Fund Managers



Mark Lynam

Mark and Jeremy have been managing money since the early 1980s and both have carved out successful track records of investing whilst at major investment houses.

In 2001 they joined forces at a London based Family Office where they managed substantial portfolios on behalf of wealthy families.



Jeremy Suffield

Mark established icf management limited in 2005 and Jeremy rejoined him last year.

The icf Absolute Return Portfolio will draw on their combined experience in multi-asset class investing over the past decade.

## Dealing Information

Availability	Direct, SIPPs, Transact, Ascentric, Offshore bonds. Others on request.
Applications	<a href="http://www.phoenixfundservices.com/app-forms2">www.phoenixfundservices.com/app-forms2</a>
Dealing lines open	8.30am to 4.30pm
Valuation point	12 noon daily
Telephone	0845 026 4290
Fax	0845 280 0106

**Please read the Prospectus before making an investment.**

## Contact Details

<b>Fund Manager</b>	icf management limited, Albert Buildings, 49 Queen Victoria Street, London, EC4N 4SA.
<b>Email</b>	<a href="mailto:enquiries@icfmanagement.co.uk">enquiries@icfmanagement.co.uk</a>
<b>Authorised Corporate Director</b>	Phoenix Fund Services (UK) Ltd, Springfield Lodge, Colchester Rd, Chelmsford, Essex CM2 5PW
<b>Telephone</b>	01245 398950
<b>Email</b>	<a href="mailto:icf@phoenixfundservices.com">icf@phoenixfundservices.com</a>

# PFS icf Absolute Return Portfolio

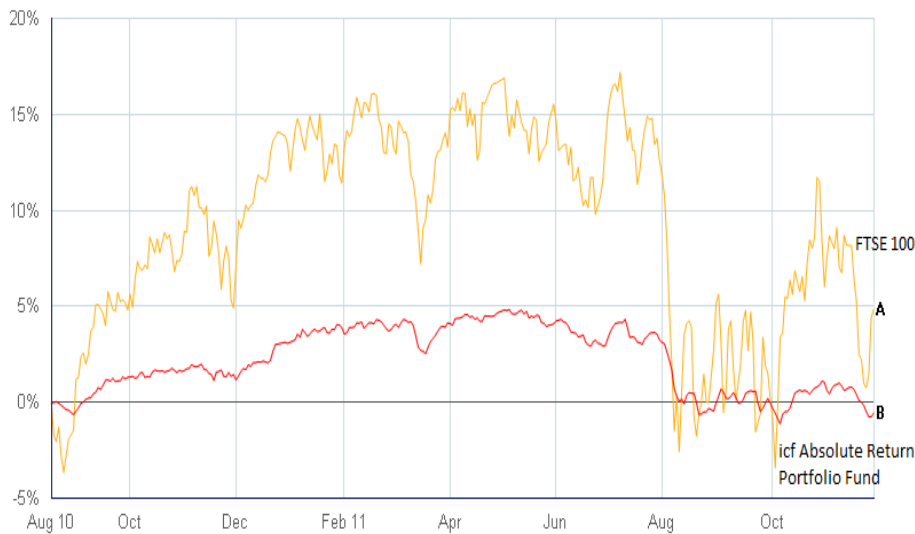
As at 31<sup>st</sup> December 2011

## Commentary - Mark Lynam and Jeremy Suffield

A broadly flat month for the stock market and the fund (which rose from 99.7p to 99.8p) rounded off an uninspiring year for both.

As we enter 2012 the global economy is still facing a range of headwinds including the source of most of this year's volatility - the unresolved crisis in the Euro zone. Investment returns are likely to continue to dance to the tunes of the policymakers, and the euro fallout is likely to be high on their watch list.

Risks have moved from equities to bonds. This may allow the latter to make some headway in 2012, but the portfolio continues to concentrate its equity exposure in the market neutral area. Towards the end of December we made an initial investment into a European fund managed out of Liontrust by a duo we have known for some years.



Source: Financial Express, data from launch on 06.08.10 to 30.11.2011

## Sector Breakdown at 31.12.2011.

<b>Equity Biased*</b>	<b>34.7%</b>
Kames UK Equity Absolute Return Fund	
CF Odey UK Absolute Return Fund	
Exane Archimedes Fund	
Old Mutual Global Equity Absolute Return	
Liontrust European Absolute Return	
<b>Fixed Income &amp; Credit</b>	<b>17.1%</b>
Julius Baer Absolute Return Bond Fund	
Schroder ISF EM Debt Absolute Return	
<b>Global Macro</b>	<b>8.0%</b>
Artemis Strategic Assets Fund	
Aquila Capital	
<b>Currency/Commodities/Other</b>	<b>2.9%</b>
Brevan Howard Macro Limited	
Aurora - Dexion Absolute Limited	
Fauchier - Absolute Return Trust Limited	
<b>ARLO**</b>	<b>24.9%</b>
Personal Assets Trust Plc	
Ruffer Investment Company Ltd	
S & W Strategic Value Fund	
Polar Capital Global Insurance Fund	
<b>Cash / Money Market funds</b>	<b>12.5%</b>
Standard Life - Sterling Liquidity Fund	
Short-Term Investment Co - £ Liquidity	
BNY Mellon Sterling Liquidity Fund	
<b>Total***</b>	<b>100%</b>

\* Comprises Equity Market Neutral 26.1% & Equity Long / Short 8.6%.

\*\*Absolute Return Long Only.

\*\*\* Mav not add to 100% due to rounding.

### Top 3 Contributors

1 Artemis Strategic Assets Fund	<b>0.16%</b>
2 S & W Strategic Value Fund	<b>0.11%</b>
3 Polar Capital Global Insurance Fund	<b>0.09%</b>

### Bottom 3 Contributors

1 Exane Archimedes Fund	<b>- 0.09%</b>
2 Personal Assets Trust Plc	<b>- 0.02%</b>
3 Old Mutual Global Equity Absolute Return	<b>- 0.02%</b>

## Risk Warnings and other important information

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**The value of an investment and the income from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested. Past performance should not be viewed as a guide to future performance. Please read the Prospectus before making an investment.**