

Fund Fact Sheet

June 2011

NAV £122.77 as at 29th June 2011

CENKOS CHANNEL ISLANDS INVESTMENT FUND CENKOS DIVERSITY



PERFORMANCE

Fund Aims and Objectives

The Diversity Fund's main objective is to generate capital growth with a lower volatility than equity markets. It is actively managed and not constrained by a benchmark; this allows the manager to allocate freely between asset classes. It is a multi strategy, multi asset class fund.

Cenkos Diversity is a sub-fund of the Cenkos Channel Islands Investment Fund; an open-ended, multi-class, Unit Trust authorised as a Class B Scheme by the Guernsey Financial Service Commission.

Fund Manager Commentary

From a short-term perspective there are plenty of things to worry about. From Athens to Aleppo, albeit for entirely different reasons, the Middle East and North Africa are on fire and it looks like they're all going to have a long, hot, summer. Meanwhile, across the Atlantic, the US Congress seems to be on a collision course with the White House over the debt ceiling and spending cuts and "where are all the jobs?" Closer to home, it is difficult to work out precisely what the coalition government is doing given the number of policy U-turns we've seen in the past month – and the cuts haven't even started to take effect yet! And as for the future of the Euro – who knows? But the world is an enormously more complex and yet simultaneously straightforward place than the simplistic vote-buying politicians would have you believe. Even though we cannot predict what will happen from one moment to the next, some things are inevitable... The population will get bigger; global GDP will continue to grow; we will all (on average!) become

richer; and, the sun will continue to rise.

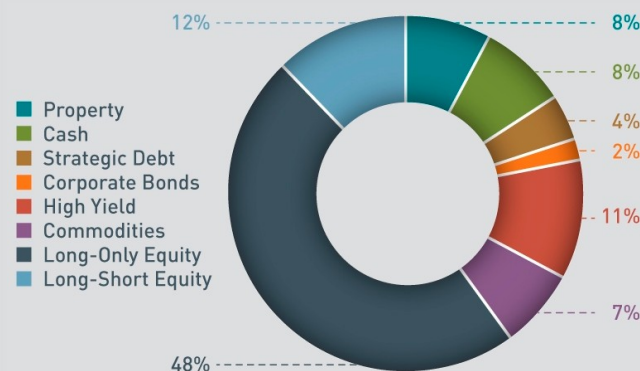
One of the benefits of running money from the Channel Islands is that you are one step removed from the market noise. In our view, this helps to concentrate on investing for the longer term rather than becoming too entwined in short-term market volatility. As we often point out in our notes, we aren't clairvoyant and would think it foolhardy to suggest that we are. Our investment objective is to identify value in long-term investment themes and then monitor them closely.

Taking everything into account, we remain committed to our themes. It is incontrovertible that massive global demographic change is underway: 4 billion people are moving from emerging market poverty to developed world wealth. This change will drive the global economy, influence politics and shape regional power for decades to come. At the most basic level, we want to own stuff that this converging population wants - from raw materials to global consumer brands. We also want to own the currencies and debt of their nations, as in the future they are likely to be stronger than those of developed countries.

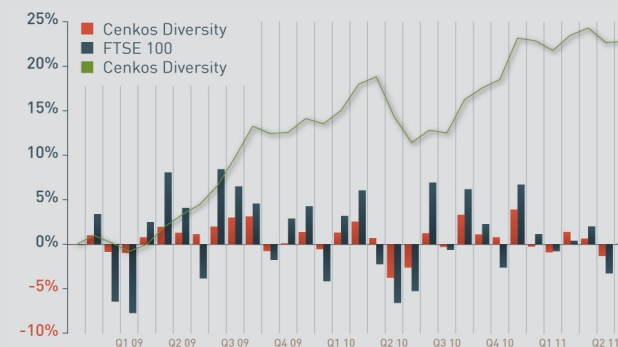
In short, whilst there is certainly trouble ahead, it is possible to step back from the commotion and take a longer, clearer and more considered view. And it is our conviction that adopting such a stance reveals in our collective future – contrary to the Malthusian pessimists – plenty of reasons to be positive.

The Diversity Fund rose by 0.08% in June.

Asset Class Weightings



Performance % Growth Since Inception (£)



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KEY POINTS

Annual Management Fee

1.5%

The Managers

Cenkos Channel Islands Investment Management Limited.

Administrators

Bordeaux Services (Guernsey) Limited.

Trustees

Kleinwort Benson (Guernsey) Limited.

Auditors

Saffery Champness Guernsey Audit & Tax Partnership.

Further information

A copy of the Trust Instrument and Scheme Particulars can be obtained by contacting:

Bordeaux Services (Guernsey) Limited
Bordeaux Court, Les Echelons,
St Peter Port, Guernsey
T: 01481 715167

Cenkos Channel Islands Investment Management Limited
PO Box 222, Level 5, The Market Buildings, Fountain Street,
St Peter Port, Guernsey
T: 01481 732769

TOP 10 HOLDINGS			PERFORMANCE ANALYSIS	
Cash	7.81%	1 Month		0.08%
Senhouse European Focus	5.90%	3 Month		-0.58%
Findlay Park Latin America	5.70%	6 Month		-0.32%
Veritas Global Equity Income	5.44%	1 Year		10.18%
OEI Mac	5.43%	Inception		22.77%
Investec Enhanced Natural Resources	5.36%	Annual Compound Growth Rate		8.29%
First State Asia Pacific Leaders	5.08%			
CZ Equilibria UK	4.99%			
Thames River Longstone	4.66%			
Polar Capital Technology	4.65%			
Total	55.02%			

	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	YTD
2008	-	-	-	-	-	-	-	-	-	-	-	1.02%	1.02%
2009	-0.83%	-0.95%	0.80%	1.98%	1.31%	1.14%	2.01%	3.01%	3.15%	-0.74%	0.13%	1.38%	12.99%
2010	-0.53%	1.32%	2.56%	0.72%	-3.74%	-2.59%	1.25%	-0.27%	3.33%	1.12%	0.81%	3.92%	7.91%
2011	-0.24%	-0.89%	1.40%	0.66%	-1.30%	0.08%	-	-	-	-	-	-	-0.32%

For further information, including the prospectus and application form, Please see www.cenkos-ci.com

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Cenkos Channel Islands Limited
PO Box 222, Level 5, The Market Buildings,
Fountain Street, St Peter Port, Guernsey GY1 4JG
T: +44 (0) 1481 729 100 T: +44 (0) 1481 729 700
www.cenkos-ci.com