

# Fund Fact Sheet

August 2011

NAV £93.58 as at 31st August 2011



## CENKOS CHANNEL ISLANDS INVESTMENT FUND CENKOS GLOBAL EQUITY



### Fund Aims and Objectives

The Global Equity Fund's main objective is to generate long term capital growth primarily through investment in global equity markets. It seeks to attain its objective by investing in a number of collective investment schemes that offer a range of geographic and sector exposures or whose investment strategy best fit the investment environment.

Cenkos Global Equity 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

Equity Markets fell over the first 10 days of the month with the FTSE All Share Index falling approximately 14%. Since then markets have stabilized and recovered by approximately 7.5%. European banks were down more than 20%; their worst month since February 2009.

The main news for the month was Standard & Poor's decision to downgrade the credit rating of the United States from AAA to AA+. US debt is set to rise to US\$20 trillion with very little sign that policymakers have any real solution to resolve the issues. In Europe, the debt crisis spread from the peripheral euro zone members to the larger members, namely Italy, France and Spain. More importantly, the key political and institutional players in Europe, ie the ECB, the Bundesbank, Germany, France and the EU were all pulling in different directions with regard to any solutions. German GDP

growth slumped to 0.1% in June leading to a large correction in the German market (DAX) and, along with disappointing data from France, resulted in a meagre growth rate for the euro zone of 0.2%.

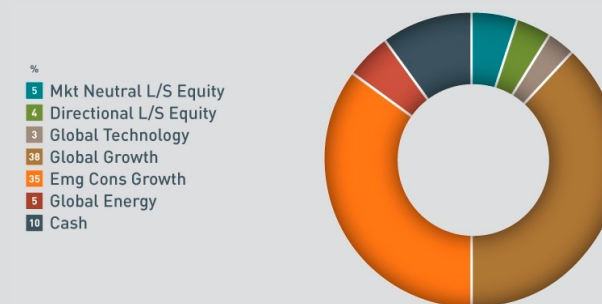
The US Federal Reserve chairman, Ben Bernanke, spoke at Jackson Hole and his comments were interpreted positively by the markets. Although not explicitly offering any kind of new stimulus, he announced that the Federal Reserve would extend its September meeting to two days and left the door open for additional quantitative easing should market conditions deteriorate. While not making for very pleasant reading, it could be argued that a lot of this bad news is already priced into markets. The oil price has continued to fall, companies have lots of cash on their balance sheets and their earnings have been strong – particularly those companies with overseas operations. There are also plenty of co-ordinated policy measures that could be implemented if required.

During the month we sold our position in the DAX, increasing the Fund's cash position to approximately 10% and, along with the imminent sale of the holding in the Odey MAC Fund, the cash position will be increased to 15%. Despite our short-term caution, we will be re-investing the proceeds as and when we see opportunities present themselves, while retaining a portfolio of securities predominantly invested in large-cap, blue-chip companies with strong cash flows and global reach.

During the month of August, the Cenkos Global Equity Fund fell by 6.79%, while falling 6.42% since launch. Although disappointing, this compares relatively well against the FTSE World index which has fallen 7.74% over the same period.

## PERFORMANCE

### Asset Class Weightings



### Performance % Growth Since Inception (£)



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### KEY POINTS

#### Annual Management Fee

1%

#### 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	
Vantage Global Investment	9.85%	1 Month		-6.79%
Cash	9.84%	3 Month		-5.64%
Fundsmith Equity	9.38%	6 Month		n/a
Lindsell Train Global Equity	9.13%	1 Year		n/a
Veritas Global Focus	8.73%	Inception		-6.42%
M&G (Offshore) Global Basics	7.60%			
Findlay Park American	6.45%			
CZ Equilibria UK	4.76%			
First State Asia Pacific Leaders	4.64%			
Aberdeen Emerging Markets	4.43%			
Total	74.81%			

	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	YTD
2011	-	-	-	0.01%	-0.84%	0.49%	0.74%	-6.79%	-	-	-	-	-6.42%

For further information, including the prospectus and application form, Please see [www.cenkos-ci.com](http://www.cenkos-ci.com)

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