

PPF – Far East Asia Opportunities Fund

Capture the growth and manage the cycle

Investment report / October 2011 / All figures as of October 28th, 2011

Facts and figures

Fund type	Luxemburg FCP, Open-end (UCITS III)
Management company	Alceda Fund Management S.A., Luxembourg
Custodian bank and transfer agent	HSBC Trinkaus & Burkhardt (International) SA, Luxembourg
Fund manager	GHP Arbitrium AG, Zürich André Hämmerli, t: +41 43 344 41 06
Investment advisor	Ajia Partners Asset Management (HK) Ltd., Hong Kong, David Ruan / Kelvin Cheng
Swiss representative	PMG Fonds Management AG, Zürich
Paying agent in Switzerland	InCore Bank AG, Zürich
Auditor	PricewaterhouseCoopers, Luxembourg
ISIN	LU0426487012
Valoren	10'171'203
Bloomberg	PMGFEO LX
Price publication	www.alceda.lu, www.pmg-fonds.ch
Benchmark	MSCI AC Far East ex Japan
Inception date and price	May 15, 2009 at USD 100
Reference currency	USD
NAV per unit	131.83
NAV in fund	38'789'264
Trading	Weekly, on Fridays
Cut-off time for orders	Wednesday, 5 pm Luxembourg time
Trading contact	HSBC Trinkaus & Burkhardt (International) SA, Luxembourg, t: +352 471847-350
Subscription fee	up to 5%
Redemption fee	0.25% for fund asset
Management fee	1.5% p.a.
Performance fee	15% with HWM (@ 162.02)
Number of stocks	27
Liquidity	53.05%

Top five allocations

Holdings	%	Countries	%
Tencent Holdings Ltd	4.66	China	21.69
Hutchison Whampoa Ltd	3.65	Hong Kong	13.62
Picc Property & Casualty -H	3.47	Taiwan	3.86
China National Building Ma-H	3.28	South Korea	2.82
Regent Manner International	3.26	Indonesia	2.22

GICS Sectors	%	Currencies	%
Information Technology	11.44	HKD	47.82
Industrials	11.06	USD	39.98
Financials	8.75	TWD	3.81
Consumer Discretionary	6.94	KRW	2.82
Consumer Staples	3.46	IDR	2.17

Fund objective

The Fund seeks to generate long-term capital gain in US Dollars by exploiting opportunities in the Asian stock markets. The Fund is aimed at investors who wish to participate in the economic development of the Asian markets and aim to profit from long-term earnings growth prospects.

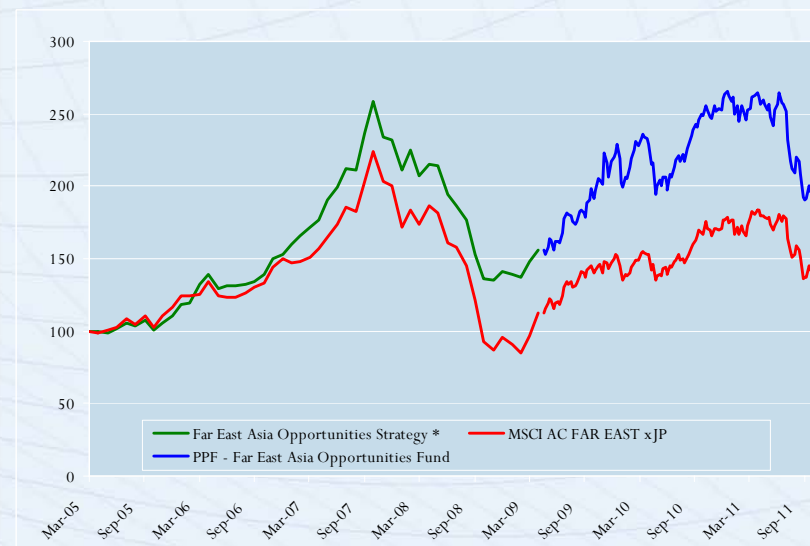
Investment style

The investment process combines top down macro analysis for managing the turning point of the markets, with bottom-up stock selection based on on-site research which seeks out superior return opportunities of each individual stock.

Investment advisor's comment

The Fund was up 8.0% since September 30th, versus the benchmark up 13.6% during the same period. Top 3 sectors of our portfolio are Information Technology, Industrials and Financials, with NAV weightings of 11.4%, 11.1% and 8.8% respectively.

Asia equities rallied sharply in October on expectations that Euro Leaders would finally agree a "grand plan" to resolve the debt crisis. Improving US economic data, anticipation of looser policy in China and favorable valuations after the sell-off during the summer also boosted investor sentiment. While fears that the US may avoid a "double-dip" recession have receded and Chinese and regional economic growth is holding up well, an unraveling of IMF/EU bailouts already agreed for the Eurozone periphery was a drag on regional equities in the last few days of October. The call by the Greek government for a referendum on additional austerity measures is a case in point. Going forward, with Italian government bond yields now spiking upwards against a backdrop of deteriorating economic growth, the risk is that a liquidity situation develops into a much more serious solvency problem has increased. And since the financing requirement of Italy exceeds the effective firepower of the EFSF, Euro policy makers could quickly lose control of the crisis. Under that scenario, it would be difficult for Asian equities to add to gains made in October.



	2011		2010	
	Fund	Bench*	Fund	Bench*
Jan**	2.1%	3.5%	-6.6%	-4.8%
Feb	-5.1%	-5.6%	5.4%	0.3%
Mar	3.2%	3.6%	6.9%	6.2%
Apr	3.5%	6.5%	0.1%	2.6%
May	-3.4%	-3.3%	-12.1%	-9.6%
Jun	0.0%	-2.8%	-0.5%	2.0%
Jul	-0.4%	2.8%	8.9%	6.0%
Aug	-16.9%	-14.2%	-0.2%	-1.5%
Sep	-9.0%	-9.8%	9.8%	8.6%
Oct	8.0%	13.6%	4.2%	4.5%
Nov			-0.9%	-0.8%
Dec			2.6%	3.2%
YTD**	-18.6%	-8.4%	16.7%	16.3%
Since inception of the fund			31.83%	39.48%

* Benchmark: MSCI AC Far East ex Japan

** in 2010 since the last NAV in 2009 (Dec 28, 2009), in 2011 since the last NAV in 2010 (Dec 27, 2010)

* Audited live track record, net of all fees

Source: GHP Arbitrium AG

Investors should consider that until April 30, 2009 the above chart and table are displaying the live track record, net of all fees of the underlying strategy of the fund. Since May 15, 2009 this strategy is implemented in the fund. The implementation of the strategy in the PPF - Far East Asia Opportunities Fund may cause divergences in the performance. Investors should read the risk considerations at the end of this document.

This is a marketing information. Investment in investment funds is subject to market risks. Past performance results are no indication of future results. Especially performance results referring to a period of less than twelve months (Year-to-date-performance, start of investment fund within the last twelve months) are no reliable indicator for future results due to the short comparison period. Issuance and redemption commissions are not included in the performance figures. All figures and information are given without any warranty and errors are reserved. The domicile of the fund is Luxembourg. For interested parties the fund regulations or the articles of incorporation, the simplified and the full prospectus in their current versions as well as the annual and semiannual reports are provided free of charge at GHP Arbitrium AG, Freigutstrasse 27, CH-8022 Zürich or at Alceda Fund Management S.A., 36 avenue du X Septembre, L-2550 Luxembourg and at the representative in Switzerland PMG Fonds Management AG, Sihlstrasse 95, CH-8001 Zürich, www.pmg-fonds.ch. Paying agent in Switzerland is InCore Bank AG Dreikönigsstrasse 8 CH-8022 Zürich. Information office and paying agent in Germany is HSBC Trinkaus & Burkhardt AG, Königsallee 21-23, D-40212 Düsseldorf. The tax treatment of the funds depends on the personal circumstances of each client and can be subject to future changes. This document is for information only. It does not represent an offer for the purchase or sale of the fund. The fund may not be offered, sold or delivered within the United States.