



# KHG NEW WORLD OPPORTUNITIES FUND

## Investment Objectives

The objective of the KHG New World Opportunities Fund is to generate consistently strong risk adjusted returns by investing in a diversified portfolio of collective investments targeting the changing global landscape, resource constraints and thematic funds aimed at taking advantage of the emerging environmental super cycle.

The Fund will focus on the increased returns, which are likely to be generated from the higher demand and lower availability of the world's natural resources alongside the new and alternative environmental solutions and technologies driven from this move. The Fund has also identified that this cycle will be accompanied by the growth and continued emergence of the developing nations and will therefore carry exposure to this sector.

The Fund has been specifically designed as a "Fund of Funds" product; this structure allows the KHG Investment Manager to access the industry's very best specialist managers and formulate a portfolio reflective of the changing macro environment.

## Investment Commentary 31<sup>st</sup> January 2012

January delivered a positive month for risky assets with equities, credit, EM bonds and commodities all enjoying solid positive returns.

Within equities the reversion of Developed Markets vs. Emerging Market strength was a main theme with key benchmarks in Brazil, India, Russia up +11%, +13% and +8% respectively after having declined -18%, -24% and -15% last year. The Shanghai Composite was the exception (+4%) in part due to the extended Chinese New Year holidays.

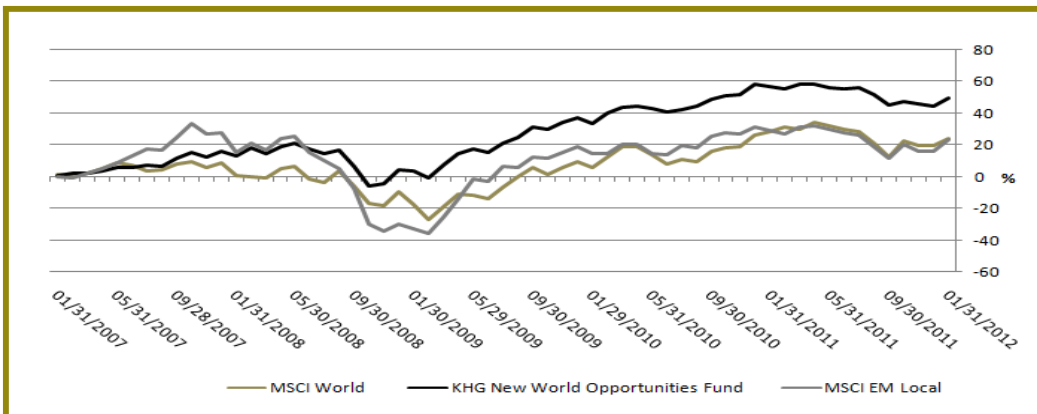
In commodities and currencies, Copper was up 10% in January which helps reverse some of last year's decline (-22.7%). Silver was the outperformer after having gained 19.2% last month versus a 2011 decline of 10%. The Dollar was weaker against major currencies, which partly reflects a renewed pledge from the Fed to keep rates lower for longer.

Sentiment within Asia was helped late in the month with the release of a positive IMF Asia and the Pacific region report. The IMF now forecast regional growth in 2012 of 6 percent, recovering to 6.5 percent in 2013 – this will in their opinion, be the fastest growing region in the world.

They also acknowledge the strong domestic demand which is allowing Asian economies to "hold firm" in the face of turmoil in Europe and believe that most economies in Asia have room for a strong policy response if required.

The Investment Managers remain positive on the outlook for Emerging Market economies and have positioned the fund to benefit from a move higher in asset prices.

## Simulated Fund Performance\*\*



This chart represents the simulated performance of the KHG New World Opportunities Fund model up until 20th December 2010

## Performance History

Annual Total Return	2007	2008	2009	2010	2011	2012
KHG New World Opportunities Fund**	16.80%	-13.32%	37.15%	22.32%	-13.08%	5.04%
MSCI World Index	8.27%	-18.79%	18.05%	16.46%	-7.62%	4.93%
MSCI EM Local Index	30.40%	-47.25%	58.64%	11.67%	-14.86%	7.32%

The historical performance stated up to 20th December 2010 is based on simulation i.e. how the fund might have performed in the past had it existed. Simulated performance information is purely hypothetical and is provided solely for information purposes. The performance reflects static central case asset allocations and does not take into account any active asset allocation decisions, which would have impacted upon investment returns. The returns shown are not intended to represent actual performance and do not take into account management fees, transaction costs or other expenses.

## Investment Manager

Creechurch Capital Limited

## Fund Structure

IOM Regulated Fund

## ISIN

IM00B4L7X208

## Dealing Dates

Weekly  
(5 clear business days notice)

## Dividends

All income will be reinvested within the fund

## Price\*

£0.927479

## Fund Size\*\*

£2.0m

## Minimum Investment

£10k, additional subscriptions £1k

## Initial Charge

Maximum 5%

## Annual Investment Management Charge

1.5%

## Contact Details

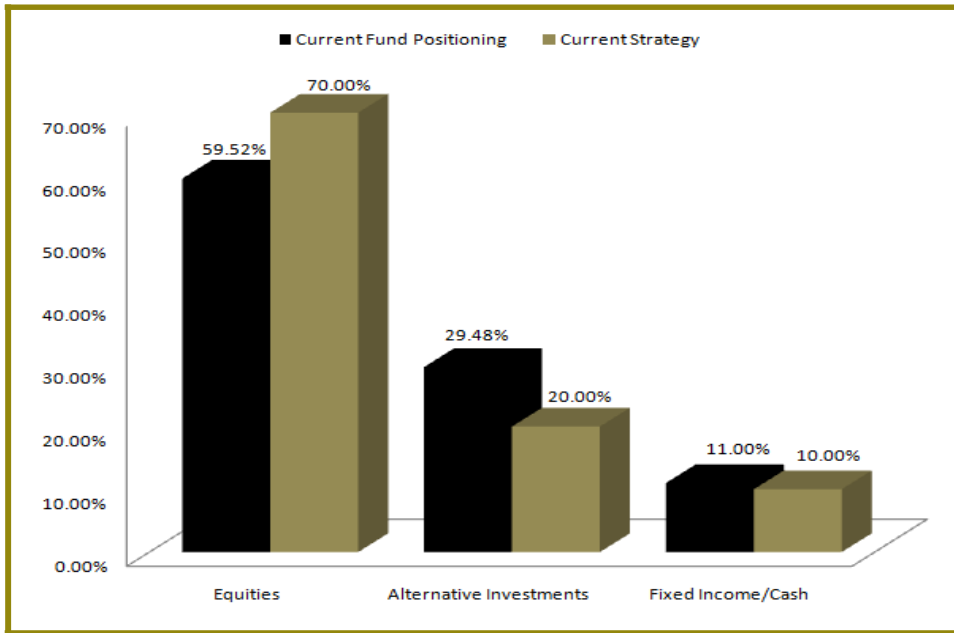
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# KHG NEW WORLD OPPORTUNITIES FUND

## Fund Asset Allocation



## Top Five Holdings\*\*\*

Top Five Holdings***	Allocation
New Earth Solutions Recycling Facilities	8%
City Fin Asian ABS Growth-A1	6%
JP Morgan Special Opport-A02	6%
iShares MSCI World	5%
First State Asia PAC SUS-A-A	5%

## Portfolio Management

Creechurch Capital is the Investment Manager of the KHG New World Opportunities Fund. Creechurch Capital is an independent, privately owned investment house, managing both institutional and private client investment mandates.

At Creechurch Capital, portfolio decisions are made collectively by the experienced Investment strategy team. With this robust and proven process they avoid cultivating a "star manager" culture. Utilising this cross-coverage of asset classes also increases objectivity and reduces reliance on any one individual.



This document has been prepared for information purposes only and only for those jurisdictions in which the KHG New World Opportunities Fund may be marketed. It is not a solicitation, or an offer, to buy or sell any security. Past performance cannot be relied on as a guide to the future. Income from investments may fluctuate. Investors may not get the value of their original investment. Changes in exchange rates may have an adverse effect on the value, price or income of foreign currency denominated securities. These funds may not be suitable for all recipients.

\*Price shown is based on the latest available published NAV. \*\*The Fund Size is based on the latest NAV and incorporates the most recent subscriptions/redemptions. \*\*\* The Top 5 Holdings other than deposits shown are calculated by the Investment Manager on positions held on the final day of the month.

The Manager of the KHG New World Opportunities Fund is SMP Fund Services Limited, incorporated in the Isle of Man No. 120288C, PO Box 227, Clinch's House, Lord Street, Douglas, Isle of Man, IM99 1RZ. Offering documents, the latest Financial Statements and documents constituting the fund can all be obtained or inspected from SMP Fund Services. The Manager is the holder of a Financial Services Licence issued under section 7 of the Financial Services Act 2008 of the Isle of Man and is licensed by the Financial Supervision Commission of the Isle of Man. The investments are managed by Creechurch Capital; holder of a Financial Services Licence issued under section 7 of the Financial Services Act 2008 and licensed by the Financial Supervision Commission of the Isle of Man. KHG New World Opportunities Fund is a regulated fund for the purposes of the Collective Investment Schemes Act 2010. This document may only be issued and the Fund may only be promoted in the Isle of Man in accordance with the Financial Services Act 2008 of the Isle of Man, or regulations made thereunder. The Fund is not subject to the benefit of any compensation arrangements. The historic performance of the Fund does not include the effect of subscription and redemption fees (if such fees are applied). This information is intended for regulated financial advisers and intermediaries only. If you are not a regulated financial adviser please consult a professional adviser.

## Investment Manager

Creechurch Capital Limited  
Knox House  
16- 18 Finch Road  
Douglas  
Isle of Man

## Promoter

Creechurch Capital Limited  
Knox House  
16- 18 Finch Road  
Douglas  
Isle of Man

## Manager

SMP Fund Services Limited  
Clinch's House, Lord Street  
Douglas  
Isle of Man

## Custodian & Fiduciary Trustee

Royal Bank of Canada  
(Channel Islands) Limited  
Canada Court  
St Peter Port  
Guernsey  
Channel Islands

## Legal Advisers

Appleby  
33 Athol Street  
Douglas  
Isle of Man

## Auditor

Moore Stephens  
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Douglas  
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