



# P&C Global Thematic Investors Fund

(Monthly Fact Sheet as at 29th May 2009)

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Website: [www.Global-Thematic.com](http://www.Global-Thematic.com)

## Brief Fund Details

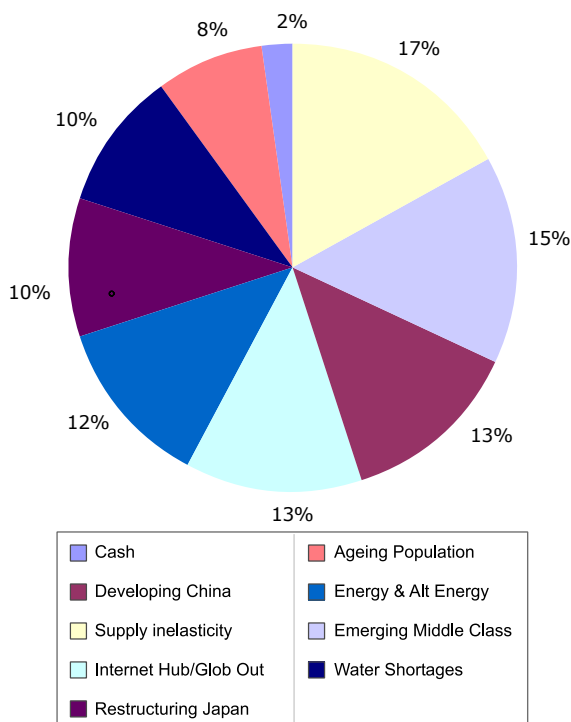
**Fund's objectives:** : to maximise total returns in excess of the returns available from EUR deposit through investment in equities and funds exposed to global investment themes as described in the GTI Newsletter.

**Investment vehicles:** equities (<100%), closed-ended and open-ended funds (<100%).

**Investment restrictions:** cash <25%, any one fund or adviser <20%, any one security <10%, derivatives (only for short-term market hedging) <25%, normally no currency hedging.

- Subscription price as at 29th May 2009:
  - NAV EUR 698.10
  - Estimated USD equivalent (for USD investors): USD 988.13
- Minimum investment: EUR 100,000
- Domicile of fund: Cayman Islands
- Investment Manager: GTI Fund Investment Ltd, Cayman Islands
- Investment Adviser: P&C Global Wealth Managers SA, Switzerland
- Advisers: Iain Little and Bruce Albrecht
- Custodian: RBC Dexia Investor Services Bank SA, Luxembourg
- Administrator: RBC Dexia Investor Services Bank SA, Luxembourg
- Auditor: BDO Tortuga, Cayman Islands
- Sales fee: Up to 3% permitted
- Dealings: Monthly (last business day of month)
- Inv Management Fees: 1.50%
- Performance Fees: 12% absolute returns (HWM)

**Asset Allocation of the GTI Fund**



## Portfolio Commentary

### Executive Summary

In May the fund's EUR NAV rose by +9.2% to EUR 698.10. The USD equivalent NAV rose by +16.7% to USD 988.13, as the EUR was again strong against the USD. In June –last month we wrote about a coming and consensual correction- we estimate we are down a percentage point or so. So 2009 has been "The Revenge of the Bull" for both USD and EUR investors.

	May 2009	1/1/09 to 29/5/09
<b>P&amp;C GTI Fund (EUR)</b>	<b>+9.2%</b>	<b>+21.7%</b>
MSCI World (EUR)	+4.7%	+8.3%
MSCI Emerging Markets (EUR)	+12.6%	+33.9%
<b>P&amp;C GTI Fund (USD)</b>	<b>+16.7%</b>	<b>+24.0%</b>
MSCI World (USD)	+11.8%	+10.3%
MSCI Emerging Markets (USD)	+20.2%	+36.3%

The fund's huge outperformance against the MSCI World index, a function of the testosterone coursing through the emerging markets in which GTI is a committed investor- gives us the shakes. The emerging markets performance in 2009 has been roughly 3 times that of the larger, developed markets. After the "All Change" month of March, we stayed fully invested in May. There's another factor to consider. Almost one third of global equities' performance since the climactic lows on March 9 is due to the tearaway performance of financials, so we're encouraged that GTI seems to be working well despite having almost zero in OECD banks and insurances. So far this year, GTI is some 13% ahead of the MSCI World equities index and some 12% behind the MSCI Emerging Markets equities index. This seems to be a stable relationship; over time, GTI seems to steer a performance course that bisects these 2 key measures.

### Time for a Correction!

Our investors and colleagues know that we have no views that any serious investor would want to hear on short term trends. Luckily for our reputations, the 8 GTI themes are long term. But 30 years in the business have taught us that "reversion to the mean" is perhaps the most permanent -perhaps the only permanent- rule you can rely on in the markets. And for emerging market investments to continue to outperform by such a wide margin over OECD markets is as likely to occur as a British MP to start a charity shop.

We've been sorely tempted to raise some cash or at least to move away from the more highly charged GTI themes of *Supply Inelasticity* and *Emerging Middle Class* where the lion's share of our 2009 returns come from.

We didn't. Why? First, we feel that there are enough embarrassed bears to limit this equity market correction to a few weeks and perhaps a few percentage points. Second, we think that the new paradigm of more self-confident BRIC countries available at bargain prices, where GTI has so much invested, is here to stay. Thirdly, and please forgive us for being technical, we noticed that the Coppock indicator has turned around. The Coppock indicator has more reliability than any leading equity indicator we know to confirm that we are truly in a bull market. Early stage bull markets are usually good to bombed out emerging market investors.

Our latest GTI Newsletter is now out and features the "Global Outsourcing" theme. You should have got a copy by email, so please check your SPAM filters!

We remind our investors that the Fund is a long only fund, investing globally. It's an optimist's fund. Optimists have not been flavour of the month for a while. We're trying to capture a part of the long term global growth of the 8 GTI themes by investing with some of the leading equity advisers in the world (8 closed end funds, 8 open ended). GTI is expressly designed for investors who want to benefit from that growth. GTI has absolutely no direct exposure to Sub Prime slime, no first world banks, no derivatives, no structured finance, no gearing. Long term equity investors who dollar average into our fund at these depressed levels should be well rewarded over time.

#### Asset Allocation Overall\*

GTI funds	98.0%
GTI equities	0.0%
Cash	2.0%

\* As at 29/05/09

#### Top 4 Fund Holdings (41%)

1. Metals & Mining	13%
2. Water & Ecology	10%
3. Energy / Alt Energy	9%
4. India	9%

#### Asset Allocation by Global Theme

Supply Inelasticity	17%
Emerging Middle Class	15%
Developing China	13%
Global Outsourcing & Internet Hub	13%
Energy & Alt. Energy	12%
Restructuring Japan	10%
Water & Ecology	10%
Ageing Population	8%
Cash	2%

#### Month End Price in EUR (all prices unaudited and for indication only)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year (%)
2006							1000.00	999.48	985.32	1045.36	1033.72	1052.71	+5.3%
								-0.05%	-1.42%	+6.09%	-1.11%	+1.84%	
2007	1059.72	1044.40	1053.78	1089.56	1123.05	1120.68	1113.00	1072.54	1108.91	1145.54	1075.49	1097.73	+4.3%
	+0.67%	-1.45%	+0.90%	+3.40%	+3.07%	-0.21%	-0.68%	-3.63%	+3.39%	+3.30%	-6.11%	+2.07%	
2008	998.28	1026.40	946.73	1013.30	1020.43	943.75	908.65	918.04	822.48	663.13	628.94	573.44	-47.8%
	-9.06%	+2.82%	-7.76%	+7.03	+0.72%	-7.51%	-3.72%	+1.03%	-10.41%	-19.4%	-5.16%	-8.82%	
2009	609.81	560.22	577.93	639.00	698.10								+21.7%
	+6.34%	-8.13%	+3.16%	+10.57%	+9.25%								