



# P&C Global Thematic Investors Fund

(Monthly Fact Sheet as at 31st July 2011)

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

## Brief Fund Details

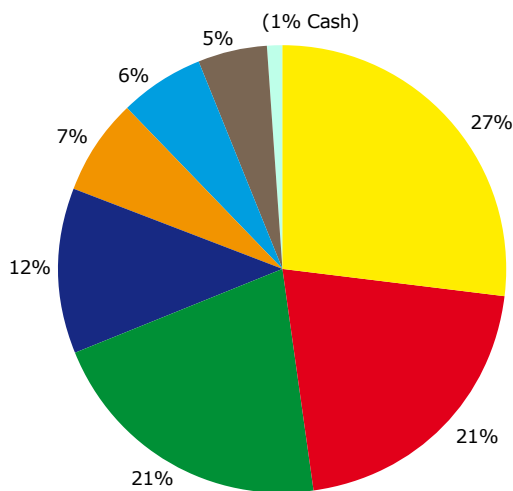
**Fund's objectives:** : to maximise total returns in excess of the returns available from EUR deposit through investment in equities and funds exposed to global investment themes as described in the GTI Newsletter.

**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 31st July 2011:
  - NAV EUR 939.48
  - Estimated USD equivalent (for USD investors): USD 1,350.03
- 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



Cash	Supply inelasticity	Energy & Alt Energy
Internet Hub/Glob Out	Developing China	Water Shortages
Emerging Middle Class	Ageing Population	

## Portfolio Commentary

### Executive Summary

In July the fund's EUR NAV rose by +0.3% to **EUR 939.48**. By comparison the MSCI Emerging Markets Index in EUR fell by -0.8% and the MSCI World Index in EUR rose by +0.1%. Since "Crisis End" 2008 outperformance over the World equity index by our global themes is +12.0% (+63.8% v +51.8%) after all costs.

The USD equivalent NAV fell by -0.6% to **USD 1350.03** (as the USD rose slightly versus the EUR, by about 1%).

	July 2011	YTD 2011	31/12/08 to 31/07/11 (31 Mths)
<b>P&amp;C GTI Fund (EUR)</b>	<b>+0.3%</b>	<b>-8.5%</b>	<b>+63.8%</b>
MSCI World (EUR)	-0.8%	-3.9%	+51.8%
MSCI Emerging Markets (EUR)	+0.1%	-7.8%	+94.1%
<b>P&amp;C GTI Fund (USD)</b>	<b>-0.6%</b>	<b>-2.0%</b>	<b>+69.4%</b>
MSCI World (USD)	-1.6%	+3.0%	+55.8%
MSCI Emerging Markets (USD)	-0.7%	-1.2%	+100.6%

### 2008 Redux

The August panics in global securities markets –in part a rejection of the Bona Fides of politicians on both sides of the Atlantic- as well as justified fear of economic slowdown, have made a description of July a petty matter, even if it was a month where the fund beat both comparative indices. Though this remains a fund suitable only for long term global investors, investors will want to know what we think about the short and medium term outlooks for global equities. At times it felt like 2008 all over again, so this is understandable.

The damage done to sentiment and investors' commitment to equities is bound to be severe. A week of plus or minus 4% days on Wall Street almost guarantees that. Nor do we expect any quick fixes from politicians. From here, we would not be surprised to see the markets down or flat at year end. The problem with being too equity-bearish however is that, of the 5 major investable asset classes (equities, commodities, fixed income, cash and hedge funds) *only equities provide true long term protection in a 2011-2021 world*. That is a world where the East is healthy and growing (though where Asian monetary policy may –even as we write- be moving to soft from hard), where every economic lever known to man will be pulled in the West to get unemployment down and where some yield (3-5% is on tap) is needed by investors alongside the possibility of inflation protection if it comes along.

### Top 4 Fund Holdings (25%)

1. Imara African Opps	10%
2. Arisaig Asia Consumer Fund	6%
3. EFG MEDA	5%
4. Investec Global Energy	4%

### Asset Allocation 31/7/11

GTI funds (11 positions)	48%
GTI equities (41 positions)	51%
Cash	1%

## Top 10 Equities (24%)

1. Hsu Fu Chi (5.3%)
2. Wumart (3.4%)
3. Potash Corp (2.9%)
4. Shell (2.4%)
5. Lianhua Supermkts (2.2%)
6. Rio Tinto (1.7%)
7. AmBev (1.5%)
8. BHP Billiton (1.5%)
9. Gazprom (1.5%)
10. Diageo (1.4%)

The second reason, and this has received little or no coverage in a press that has at times salivated over Europe's travails, is that *there is growth in the West*. OK, not much growth, agreed, but it is growth nonetheless and it would be something of a record to be pitched back into a global recession so soon after the last one curled up its toes.

We made no changes in July. We have checked all our holdings for their recent performance in recessions and their characteristics as businesses and we find little to worry about beyond share price attrition. We will be writing about this factor of "quality" further in our upcoming GTI Letter to Shareholders.

The fund now only holds 11 funds but 43 stocks, which means that ***GTI is NOT a fund of funds anymore.***

### What We Do

The Fund is a long only fund, investing globally. It's an optimist's fund. We're trying to capture the long term global growth of the GTI themes. 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 buy into our fund at these levels should be well rewarded over time and will pay no performance fees until we have attained the High Water Mark some 12% above the current share price.*

**Our Q2 2011 "GTI Letter To Shareholders" is being written and will be posted in early September to our GTI web site ([www.global-thematic.com](http://www.global-thematic.com)). Ask for a copy if you are not on our email list.**

### 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	703.30	737.54	731.76	757.52	743.10	747.43	808.04	+40.9%
	+6.34%	-8.13%	+3.16%	+10.57%	+9.25%	+0.75%	+4.87%	-0.78%	+3.52%	-1.90%	+0.58%	+8.11%	
2010	+808.48	+818.36	886.39	918.91	903.40	899.50	884.43	906.58	929.08	947.07	994.53	1026.89	+27.1%
	+0.05%	+1.22%	+8.31%	+3.67	-1.69%	-0.4%	-1.7%	+2.5%	+2.5%	+1.9%	+5.0%	+3.3%	
2011	985.93	981.23	961.23	949.94	962.87	937.11	939.48						-8.5%
	-3.9%	-0.5%	-2.04%	-1.18%	+1.4%	-2.68%	+0.3%						