

# ELEVATION

CAUTIOUS MANAGED FUND



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31 December 2009

### EFA Elevation Cautious Managed Fund

**Fund Launch Date**  
22nd August 2007

**Dealing Line**  
01202 855 856

**Fund Size**  
£3.2m

**Further Information**  
Key Features and Financial Reports are available from WAY Fund Managers (as above) or on the web site at [www.elitefa.com](http://www.elitefa.com).

**Minimum Investment**  
£5,000 lump sum  
£100 per month

**Performance Information**  
All quoted performance within this fact sheet has been sourced from Financial Express. All other factual information has been supplied by WAY Fund Managers Ltd and Vestra Wealth LLP.

**Suitable For**  
Lump Sums  
Regular Savings  
ISAs and ISA Transfers

**Investment Adviser**  
Andrew Archer  
Vestra Wealth LLP

**Authorised Corporate Director (ACD)**

WAY Fund Managers Limited  
Cedar House, 3 Cedar Park  
Cobham Road, Wimborne  
Dorset, BH21 7SB

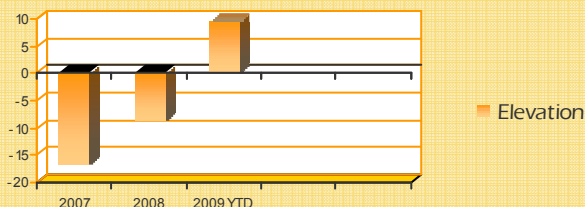
All information correct as at  
31 December 2009

**This material is not suitable for private customers. Past performance is not a guide to future performance and may not be repeated. The value of investments and the income from them may go down as well as up and investors may not get back the amount originally invested.**

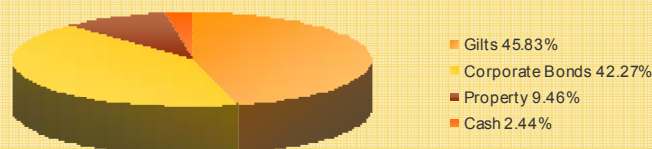
**Authorised and Regulated by the Financial Services Authority (FSA).**

Past Performance	(Lump Sum, % change, offer-offer, GBP, Basic Rate Tax)		
	2007	2008	2009 YTD
EFA Elevation Cautious Managed	-16.6%	-8.8%	9.6%

Data Source – Financial Express\* since launch 22/08/2007



### Asset Allocation



### Ten Largest Holdings

Ten Largest Holdings	Percentage
Threadneedle Sterling Bond	9.5
L&G Dynamic Bond Fund	8.2
Invesco Perpetual Corporate Bond	7.5
Ferox Salar	7.1
M&G Corporate Bond	7.1
GLG Core Plus Bond	7.0
Schroder All Maturities Index Linked Fund	6.4
GLG Sterling Bond	6.1
Fidelity UK Gilt Bond	6.0
Standard Life UK Gilt Fund	6.0

### Investment Objective

The aim of the Fund is to provide total return through conservative investment in a diversified portfolio of listed securities including investment trusts, collective investment schemes, cash and near cash, deposits and money market instruments.

### December Fund Commentary

Gilts in December declined around 3%, even though the Bank of England continued with its quantitative easing program. The asset purchase program wasn't increased in December, and with doubts of how long the QE will continue, investors started to look less favourably on the sector. One factor weighing on the market is that if the UK emerges from recession in the 1st Quarter of 2010 what action will the Bank of England do to unwind its position? We expect interest rates to stay at these historically low levels for most of 2010 and possibly into 2011. This should still help support the Gilt prices. Historically Gilt prices normally move about 4 to 6 months ahead of rate movements, thus we would expect to reduce gilt exposure over the next 6 months.

The Corporate Bond sector fell around 0.8% in December on the back of a quiet trading period. With the UK starting to show signs that we are coming out of one of the longest recessions in history, we expect that to have a positive impact on the sector.

The Property sector continued its recent strong rally despite fears of a fall out from Dubai. Letting continues to be competitive with large amounts of office space still available in the UK and abroad. For example, the tallest building in the world recently opened and has struggled to entice business to rent space. On the positive side a lot of buildings that have been empty have been refurbished, and when the market prices go up should be able to secure higher rental income in the future. We expect the property market to improve as the UK emerges from recession and companies look to start expanding again.

Fund Commentary: The Fund will look to reduce Gilt holdings over the coming month to a slightly underweight position and increase the cash weighting. Corporate Bonds are very slightly overweight, but with the UK showing signs of recovery we might slightly increase this weighting and also increase the exposure to Property.

A I M H I G H E R W I T H E L E V A T I O N