

Absolute Insight Emerging Market Debt Fund

A Sub Fund of the Absolute Insight Funds Plc

FACTSHEET - 31 December 2011

Insight
INVESTMENT



INVESTMENT OBJECTIVE

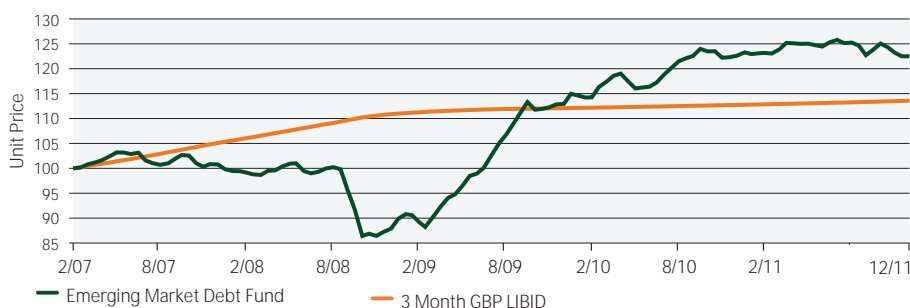
The investment objective of the Fund is to seek to provide attractive, positive absolute returns in all market conditions.

INVESTMENT POLICY SUMMARY

The Fund aims to generate long term capital growth by producing investment returns which display low volatility and low correlation to other markets.

The manager seeks to meet the investment objective by investing primarily in the debt, interest rate, and exchange rate instruments that relate to emerging market countries, combining long and/or short (synthetic) positions for hedging/ investment gain strategies. The Funds full investment policy can be found in the prospectus.

PERFORMANCE SINCE LAUNCH



PERFORMANCE(%)*

To 31 December	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
Fund	N/A	-12.7	28.5	8.5	-0.1

* NOTES

All data is shown net of fees and expenses including a performance fee of 10% based on returns in excess of a hurdle rate (3 month GBP LIBID) and high water mark as set out in the prospectus.

	1 mth	3 mths	YTD	1 year	3 years	Since Inception (p.a.)
Fund (net)	-0.6	-0.2	-0.1	-0.1	11.7	4.3
Benchmark	0.1	0.2	0.8	0.8	0.8	2.7
JPM EMBI Global Diversified Index	1.1	4.7	7.3	7.3	16.1	7.8
JPM GBI-EM Global Diversified Index	-1.5	0.5	-1.8	-1.8	11.5	9.4

MONTHLY RETURN (NET %)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2011	0.3	0.2	0.6	1.0	-0.1	-0.5	1.1	-0.4	-2.0	1.9	-1.5	-0.6	-0.1
2010	1.4	-0.3	2.7	1.4	-2.5	0.3	2.1	2.2	0.9	0.7	-1.0	0.3	8.4
2009	3.3	-1.7	1.4	4.0	2.7	2.5	3.7	4.0	3.9	0.5	0.4	0.6	28.1
2008	-1.3	-0.3	-0.5	0.9	1.4	-1.5	-0.1	0.9	-4.6	-9.6	0.0	1.7	-12.8
2007	-	-	0.8	0.8	1.5	-0.3	-1.2	-0.9	1.1	0.7	-2.2	0.5	0.8

Source: Insight and Bloomberg. Fund benchmark: 3 Month GBP LIBID (gross of UK tax). Inception date: 28 February 2007.

MAIN CONTRIBUTORS TO MONTHLY RETURN

Regional	Contribution (bps)	Top 5 countries	Contribution (bps)
1 Europe	-22	1 Venezuela	+15
2 Latin America	+25	2 Argentina	+10
3 Middle East and Africa	0	3 Croatia	+9
4 Asia	+2	4 Israel	+9
5 Market hedges	-18	5 India	+8

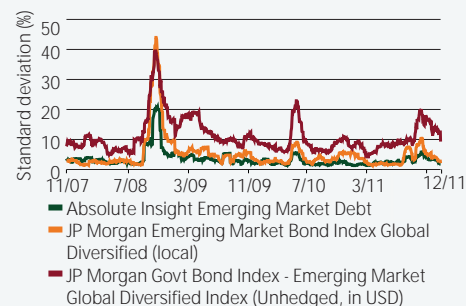
Past performance is not a guide to future performance. The value of investments and any income will fluctuate (this may partly be due to exchange rate changes) and investors may not get back the amount invested.

All data is as at the date of this factsheet unless stated otherwise

➤ A BNY MELLON COMPANYSM

FUND SIZE: US\$350.0m

ROLLING VOLATILITY (20 day)



Basis: Calculated using 20 rolling data points, from 08/10/07.
Source: Insight

RISK STATISTICS

	Since Inception volatility	1 Year volatility
AI EMD (Net)	6.0%	3.0%
JPM EMBI Global Diversified	8.8%	4.6%
JP Morgan Govt Bond Index - Emerging Market Global Diversified	12.1%	10.9%

Basis: Calculated using daily net prices.
Source: Insight

REGIONAL EXPOSURE (NET)

	Long	Short
Latam	23.9%	-5.1%
Europe	14.8%	-4.2%
Middle East/Africa	17.2%	0.0%
Asia	16.7%	-7.4%
Index	0.0%	-14.1%
Total	72.6%	-30.8%

Source: Insight

CURRENCY EXPOSURE (NET)

Mexican Peso	2.5%
Polish Zloty	2.0%
Ukrainian Hryvnia	1.1%
Hungarian Forint	0.9%
Peruvian New Sol	-0.5%
Indonesian Rupiah	-1.5%
Russian Rouble	-1.8%
Chilean Peso	-3.5%
Total	-0.8%

Source: Insight

Absolute Insight Emerging Market Debt Fund

FUND MANAGER COMMENTARY

The Fund returned -0.56% (net of fees) in December, compared to the 3-month sterling LIBID return of 0.08%. Fund performance over the month was influenced by foreign exchange volatility and portfolio hedges, although exposure to local rates and external government debt contributed positively. By region, performance in Latin America and Asia lifted returns as central banks there showed signs of easing monetary policy in response to weakening growth rates and falling inflation. Venezuela, Argentina and India performed particularly strongly in this regard. Exposure to Eastern Europe underperformed however, given the region's ties to European banks which continued to be shrouded in uncertainty. The managers increased overall portfolio risk in December, lowering cash levels as a number of attractive opportunities presented themselves. Exposure to Eastern Europe was increased on price weakness, with the managers buying local debt in Poland and Hungary. External corporate exposure was increased through the purchase of Mexican cement giant Cemex. In terms of currency exposure, a long position in the Mexican peso was increased while a short position was initiated in the Russian rouble given continued European concerns.

RISK ASSOCIATED WITH THE FUND

- **High Yield Bonds:** The fund may invest in high yield bonds where there is a greater risk to capital and income than a similar investment in government or investment grade bonds. High yield bonds may also be less liquid.
- **Emerging Markets:** The fund invests in emerging markets which can be less liquid and riskier than more developed markets and difficulties in accounting, dealing, settlement and custody may arise.
- **Derivatives for investment purposes:** The fund may use derivatives for investment purposes. Whilst this is not intended to cause larger, more frequent changes in the fund price or increase its risk profile, derivatives are inherently volatile and the fund may be exposed to additional risks and costs as a result.

FINANCIAL TERMS GLOSSARY

- **Long:** The buying of a security such as a stock, commodity or currency with the expectation that the asset will rise in value. In the context of options, the buying of an option's contract.
- **Short:** Shorting is an investment strategy that allows a Fund manager to benefit when he or she feels that a stock is overvalued. They sell the stock in the expectation that the price will fall, and close their position by buying back, preferably at a lower price. Shorting can be done in various ways, but we do it through the prudent use of derivatives, as these allow such trades to be placed more swiftly and efficiently.
- **Volatility:** Volatility is the standard deviation (a measure of how spread out a set of numbers are) of expected return on a security.

Unless otherwise stated, the source of all information is Insight Investment Management (Global) Limited. All features described in this leaflet are those current at the time of publication and may be changed in the future. If in doubt about the suitability of the product, you should seek professional advice. Copies of the full prospectus, simplified prospectus, deeds of incorporation, annual and semi-annual reports are available free of charge.

Issued by Insight Investment Funds Management Limited, authorised and regulated by the Financial Services Authority. Registered office 160 Queen Victoria Street, London EC4V 4LA, registered number 01835691. The Fund is an Irish domiciled UCITS III vehicle, recognised by the Financial Services Authority for UK distribution.

FUND FACTS

Inception date	28-Feb-2007
Benchmark	3 month GBP LIBID
Fund manager	Colm McDonagh
Legal structure	Open Ended Investment Company (UCITS)
Domicile	Ireland
Listing	Irish Stock Exchange
Currency	Sterling, Euro, USD
Pricing	Daily
Custodian	State Street Custodial Services (Ireland) Limited
Administrator	State Street Fund Services (Ireland) Limited
Availability	ISA
IMA sector	Absolute Return

SHARE CLASS Ap

ISIN £ (acc)	IE00B3CLDH95
ISIN € (acc)	IE00B3CLDG88

SHARE CLASS B1p

ISIN £ (acc)	IE00B1HL8X10
ISIN € (acc)	IE00B1HL8W03
ISIN \$ (acc)	IE00B40CQX83

Need more Information?

For further details on all of our fund ranges or to obtain any literature please contact:

Customer Services:
+353 1242 5405, + 44 (0) 203 4500874,
Email: insightTAteam@statestreet.com,
www.insightinvestment.com

Wholesale Business Development:
brokersupport@bnymellon.com,
0500 66 00 00
Telephone calls may be recorded