

Absolute Insight UK Equity Market Neutral 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's overall policy consists of two distinct elements:

1. The Fund aims to generate long-term capital growth, from investing in a range of equity and equity-related securities of predominantly UK companies and derivatives relating to predominantly UK equity indices and securities.
2. The Fund will invest in a broad range of liquid or near cash assets.

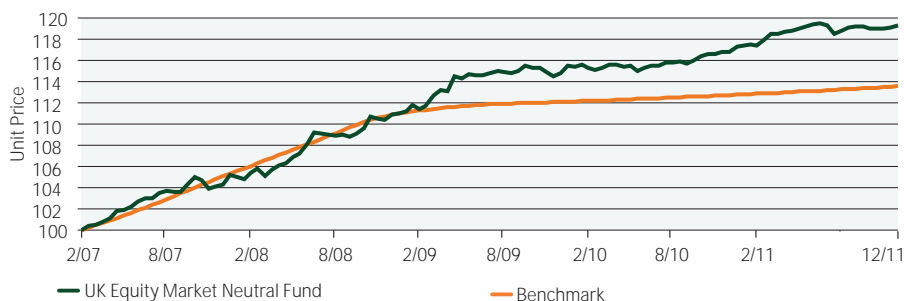
The manager will seek to meet the investment objective through, minimising the market related risks usually associated with investing in equities ('beta'), whilst isolating the stock specific returns ('alpha') primarily by use of a technique called 'pairing'. This involves long / short trading. All short positions will be achieved through the use of derivatives, whereas the Fund may achieve long exposure through both direct investment and derivative instruments. The derivatives may include, but are not limited to, contracts for differences, equity index, equity sector and single equity swaps, relating to equities and equity indices.

The Fund's full investment policy can be found in the prospectus.

PERFORMANCE(%)*

To 31 December	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011	1 mth	3 mths	YTD	1 year	3 year	Since Inception
Fund	N/A	6.3	3.5	1.8	2.2	0.3	0.1	2.2	2.2	2.5	3.7
Benchmark						0.1	0.2	0.8	0.8	0.8	2.7

PERFORMANCE SINCE LAUNCH



MONTHLY RETURN (%)*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2011	0.5	-0.1	1.0	0.1	0.2	0.4	-0.1	-0.4	0.3	-0.1	0.0	0.3	2.2
2010	0.5	-0.1	0.0	0.2	-0.1	-0.2	0.2	0.2	-0.1	0.6	0.1	0.2	1.7
2009	0.3	0.2	1.2	0.3	1.1	0.3	0.2	0.1	0.1	0.2	-0.4	-0.1	3.4
2008	0.7	0.3	-0.2	0.9	0.7	1.1	0.9	-0.2	-0.1	0.8	0.8	0.3	6.1
2007	-	-	0.5	0.5	0.8	0.8	0.3	0.7	-0.1	1.4	-1.0	0.4	4.3

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

MAIN CONTRIBUTORS TO MONTHLY RETURN

Trade	Contribution %
1 Hamworthy & Paypoint & Collin Stewart vs Market	+0.15
2 Stagecoach & Go-Ahead vs National Express & FTSE 350 Retail	+0.08
3 Royal Dutch Shell A vs Royal Dutch Shell B	-0.06
4 Fenner & Senior vs Meggitt & Electrocomponents & IAG & Market	+0.06
5 Pennon vs Bunzl	-0.05

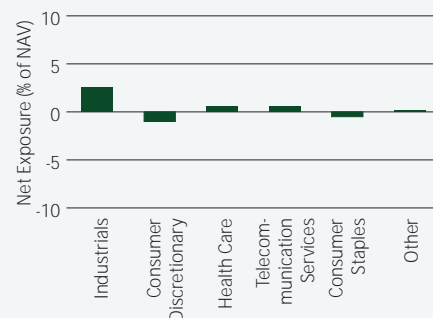
Past performance is not a guide to future performance. The value of investments and any income will fluctuate (this may partly be due to exchange rate changes) and investors may not get back the amount invested.

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

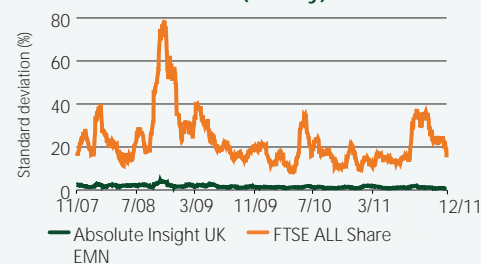
➤ A BNY MELLON COMPANYSM

FUND SIZE: £733.1m

NET LONG SHORT EXPOSURE BY SECTOR



ROLLING VOLATILITY (20 day)



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

RISK STATISTICS

Standard deviation (%)	1.66
Sharpe ratio*	0.63
Maximum drawdown (%)	-1.22

Basis: Calculated using twice monthly net prices. Max drawdown using all available official prices since inception.

Source: Insight

* 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.

Absolute Insight UK Equity Market Neutral Fund

FUND MANAGER COMMENTARY

The Fund returned 0.26% (net of fees) in December, compared to the 3-month sterling LIBID return of 0.08%. Issues in Europe have been the dominant theme of 2011, causing elevated volatility and a spike in stock correlations. Against this background the Fund delivered a positive return in December and for 2011 as a whole, continuing to demonstrate low volatility and market neutrality. In December a long position in broker Collins Stewart performed well after a bid approach from a Canadian rival, Cannacord. The manager's analysis revealed the market had ignored any value in Hawkpoint, the M&A advisory division of Collins Stewart, and they were happy to invest in a company with substantial liquid cash resources on the balance sheet. The position was hedged with FTSE 250 swaps. Also in December positions in Stagecoach and Go-ahead performed well relative to the consumer hedge in place, reflecting better earnings revisions. The main catalyst for putting more capital to work will be falls in volatility and stock correlations. Markets are likely to accelerate events if politicians continue dragging their heels, so the managers believe that stock correlations are likely to fall sooner rather than later.

RISK ASSOCIATED WITH THE FUND

- **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

- **Standard deviation:** A statistical measure of the variability of returns. Though often used to quantify risk, it assumes a normal (Gaussian) distribution of returns which may be unrepresentative of the behaviour of financial markets.
- **Sharpe ratio:** Measure of the total risk-reward trade-off calculated as the excess return divided by the variability of the return.
- **Maximum drawdown:** This is the largest overall drop in the investment's value which occurred in a given period before it returned to its previous high.
- **Volatility:** Volatility is the standard deviation (a measure of how spread out a set of numbers are) of expected return on a security.
- **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.

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. 05494-12-11

FUND FACTS

Inception date	28-Feb-2007
Benchmark	3 month GBP LIBID
Fund manager	Andrew Cawker/Richard Howarth /Iain Brown/David Headland
Legal structure	Open Ended Investment Company (UCITS)
Domicile	Ireland
Listing	Irish Stock Exchange
Currency	Sterling, Euro
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)	IE00B39G4X01
ISIN € (acc)	IE00B39G4W93

SHARE CLASS B1P

ISIN £ (acc)	IE00B1HL8S66
ISIN € (acc)	IE00B1HL8R59

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