



# Sentinel Enterprise Fund

To watch over and guard

Fund Manager Quarterly Review

July 2009

# Headlines – Sentinel Enterprise Fund

- **Investment Company**

Williams de Broë - Assetmaster

- **Fund Manager**

Laurence Boyle

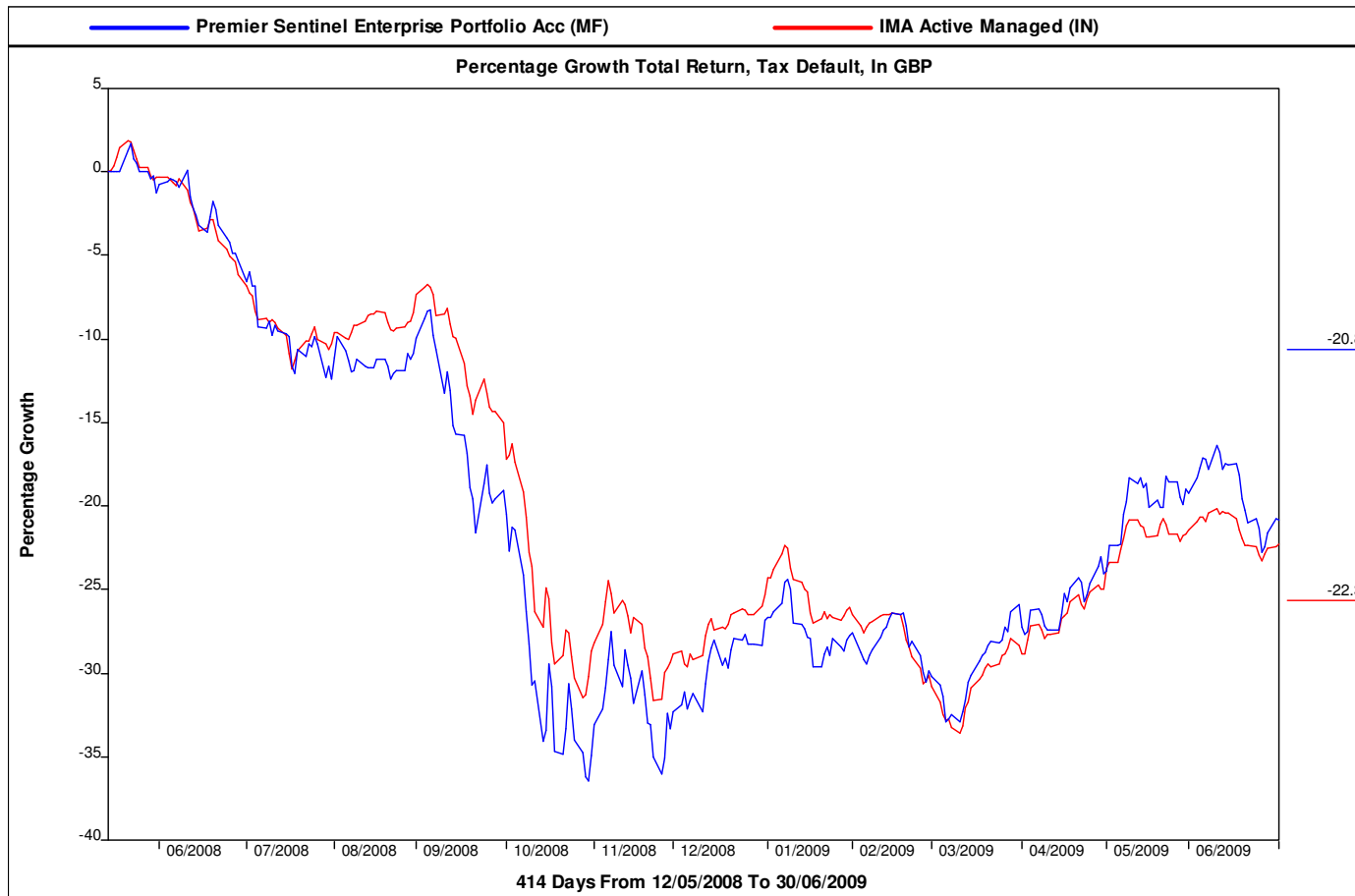
- **Investment Objective**

To provide long term capital growth from a portfolio of investments.

- **Investment Policy**

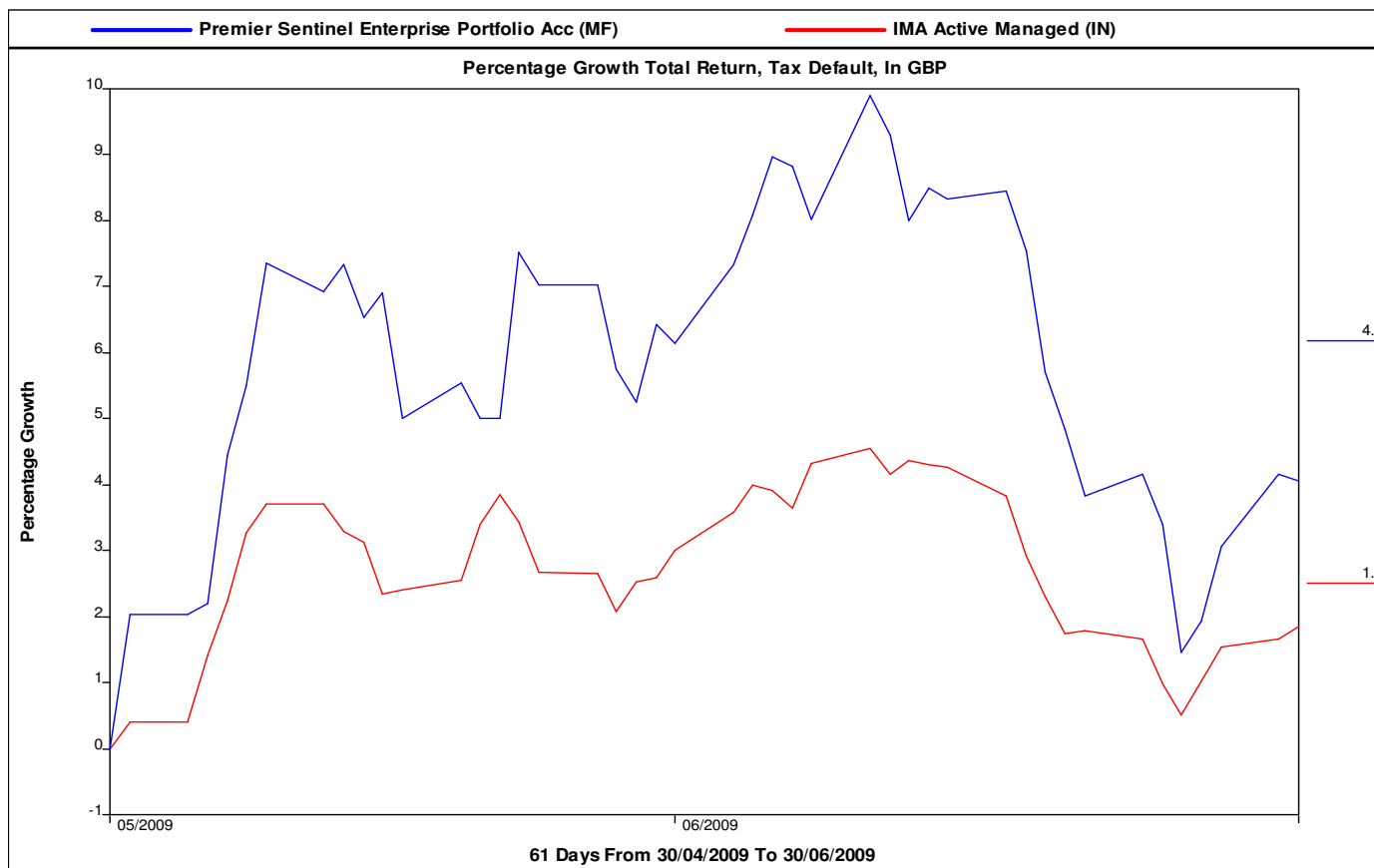
The investment policy of the Fund is to invest mainly in units of equity and fixed interest based collective investment schemes, the majority of which will be UK investment funds. The Fund may also invest in equities, fixed interest securities, money market instruments, structured products and other derivative instruments, deposits, warrants, cash and near cash. Investments may be made indirectly in immovable property typically through units in collective investment schemes and/or shares in property companies. The Fund may also invest in unregulated collective investment schemes such as hedge funds (where investment in such funds would be consistent with the investment objective and policy of the fund). Derivatives may be used by the Fund for both investment purposes and for the purposes of efficient portfolio management (including hedging).

# Performance Since Launch



User may have modified the original chart and axis titles provided by Lipper.

# Performance Over Reporting Period



User may have modified the original chart and axis titles provided by Lipper.

# Performance Review

Name	% Growth		% Growth		% Growth		% Growth	
	TR Def GBP		TR Def GBP		TR Def GBP		TR Def GBP	
	2M 30/04/2009		3M 31/03/2009		6M 31/12/2008		414D 12/05/2008	
	To 30/06/2009		To 30/06/2009		To 30/06/2009		To 30/06/2009	
	2 Months		3 Months		6 Months		Launch	
	Value	Qtl	Value	Qtl	Value	Qtl	Value	Qtl
IMA Active Managed	1.84		9.31		2.67		-22.27	
Total Average (136)	1.89		9.31		2.84		-22.06	
Premier Sentinel Enterprise Portfolio Acc	4.06	1	8.87	2	7.93	1	-20.81	2

# Details of Purchases

Date	Buy/Sell	Value	Security Name
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There were no transactions undertaken over the last two months

# Details of sales

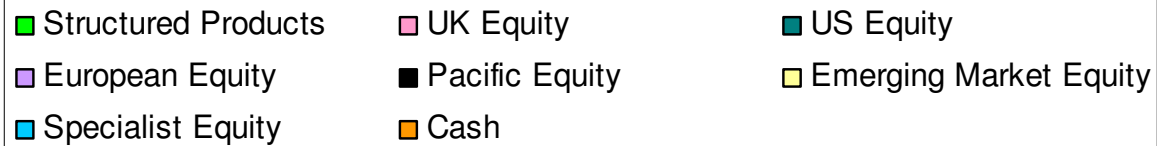
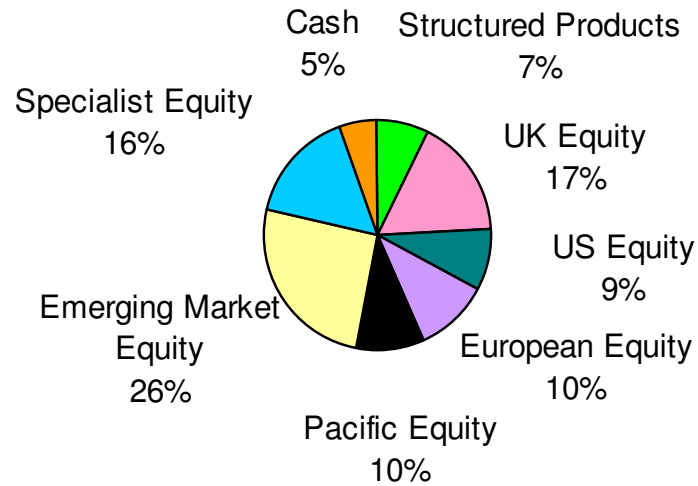
Date	Buy/Sell	Value	Security Name
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There were no transactions undertaken over the last two months

# Asset Allocation

30th June 2009

## Sentinal Enterprise



# Outlook - Sentinel Enterprise Fund

- Markets have started to reflect a level of cautious optimism that the cutting of global interest rates to near zero and the process of quantitative easing may now be leading to a time of economic stabilization.
- The sharp rise in equities since early March is not the result of an economic uplift but merely the reaction to the news that the world has avoided the worst case scenario of economic depression. The rises in equity markets should however be viewed in the light of the falls in markets from the highs in January, and hence the conclusion would not be that the improvements are based on conviction that everything is healthy but more that the economy is not in terminal decline.
- Western economies are starting to show signs of recovery albeit that these signals are still very patchy. When everything has gone wrong so quickly, an improvement in due course is all but a statistical certainty. History also suggests that when conditions stop worsening they have a strong tendency to improve and belief in this provides support to the recent recovery. In the US sales of both new and existing homes are rising, albeit that average prices are now at a ten year low. Despite a significant overhang of unsold properties American house prices are now cheap. In the UK the relationship between average house prices and average earnings is still far from its historical trend, however other measures of affordability are now reaching trend.
- Emerging markets continue to reflect a much better economic state. The recent election in India giving the government control without the need for coalition agreements eases the path for reforms and investment plans. China is the only major economy in the world not in recession. China is already a major economic force and has used the global downturn to build key stakes in strategically important industries and sectors around the world; this should lead to the country emerging as an even greater economic power when the global downturn ends.
- There is a significant amount of corporate and personal cash still held on deposit earning very little, and this weight of cash may support the markets from here. There is however still the possibility of downside risks such as a further negative revelation from the banks, or a downward shift in house prices, which will almost certainly ensure that volatility within markets continues over the summer months. We have witnessed the worst economic shock of modern times, government responses have however been swift and whilst the full impact is still uncertain, we remain optimistic that this will now lead to a somewhat volatile recovery.