

# Eagle Star Investments

## Monthly Review For October 2009

Best  
Investment Fund  
Manager 2008  
(MoneyMate)



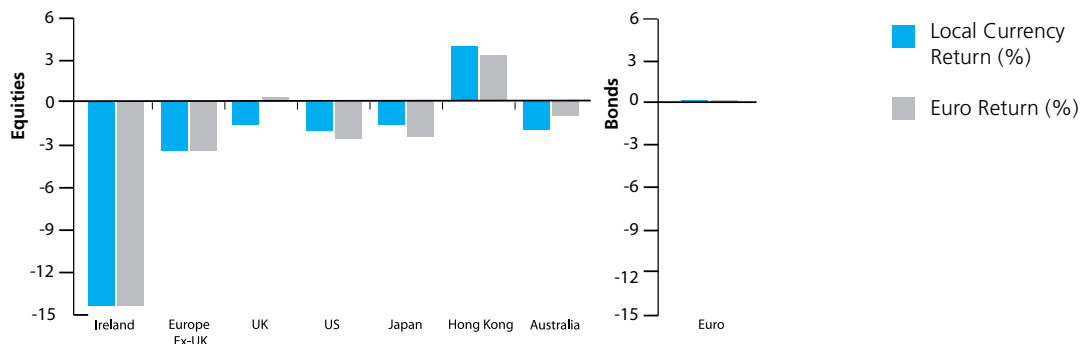
This monthly investment review is produced for professional Insurance Intermediaries. It covers the following: **performance of major stock markets, comment on markets, Eagle Star Funds asset allocation, feature on selected stocks, global outlook and fund performance statistics.** If you require further information, contact your Broker Consultant or your Sales Support Team.

## Equity and Bond % Returns

This graph shows the performance of the major equity markets over the month of October.

The returns are shown in both local and euro currencies.

The bond index is the Merrill Lynch over 5 year Euro Government Bond Index.



## Investment Comment

- Equity markets finally ran out of steam in the second half of October following a strong seven-month rally. Despite a particularly upbeat Q3 earnings results season which pushed markets further ahead in the first two weeks of the period, equities succumbed to profit-taking following the release of some mixed economic data. Although the longer-term outlook for equities remains reasonably positive, with interest rates likely to remain low for some time and the profit cycle improving, it is possible that we will see some retracement in coming months. Markets still appear overbought, while equity valuations are not as attractive as they have been.
- World equities (in euro terms) fell by 2.6% in October, leaving the total return for the first ten months of 2009 at just over 19%. With the notable exceptions of China and Hong Kong, which rose by almost 8% and 4% respectively, all of the main markets fell in October, ranging from -2% in the UK to -14% in Ireland. The Irish banks were hammered again during the period (Bank of Ireland fell by 50% while AIB was down 42%).
- The significant reductions in global interest rates, in an attempt to reflate economic growth, are now at an end with US, UK and eurozone short rates currently at 0.25%, 0.5% and 1.0% respectively. Fears of an early rise in rates have subsided in recent months, as the authorities have espoused a lower-for-longer agenda. Further out, however, rates will rise from these emergency low levels. The futures markets are currently factoring in eurozone rates at around 1.50%/1.75% by the end of 2010. Australia increased interest rates in October, from 3% to 3.25%, the first G-20 economy to do so. Elsewhere, commodities continued their rally, with the oil price rising from \$69 to \$75 a barrel during October, while the gold price surged further ahead ending the month up 4% at \$1,040 per troy ounce, an all-time high. Gold is seen by many investors as a hedge against either inflation or a weak US dollar.
- Sectorwise, there was a partial reversal of the dominant trend of recent months with defensive stocks performing best in the second half of the period. This left a mixed bag of returns between cyclical and defensives for the month as a whole. The main stories were the outperformance of energy stocks, on the back of the strong oil price, and profit taking amongst financials and a number of European technology stocks.
- Corporate news was brisk in October as the third-quarter results season got into full swing. Of the 444 companies in the US S&P 500 Index which have reported so far, a particularly high 80% have beaten expectations, 7% have been in-line, while only 12% have disappointed. Analysts and companies are revising

upwards their earnings forecasts for 2010 which could give further support to equity markets.

- The US dollar weakened slightly against the euro during October, with the €/£ rate ending the period at 1.47. Sterling strengthened by about 2% against the euro following a number of months of weakness.

## Eagle Star Funds - Asset Allocation

**The funds are neutral in equities and overweight bonds.**

### Equities

#### Countries & Markets: Overweight & Underweight positions

The fund managers reduced the equity content, on a tactical basis, from overweight to a more neutral position during the period. This followed a strong advance in markets on the back of good Q3 earnings figures. The main regional changes were a decrease from overweight to neutral in Europe, a further reduction in Japan as well as increases in the US and the Pacific Basin. The funds' main positions at the end of October were overweight in the Pacific Basin, close to neutral in the UK, Europe and the US and underweight in Japan and Ireland.

#### Sectors: Overweight & Underweight positions

The only significant shifts in sectoral positions during the month were some profit-taking in financial stocks and a reduction in utilities. Overall, the funds' main positions at the end of October were overweight in technology stocks and financials and underweight utilities. Other sectoral positions were pretty balanced.

### Bonds

Eurozone bonds had a marginally positive performance during October, adding to the positive performance of the previous four months. However, bond market behaviour was quite volatile during the period, with investors reacting to economic data which was alternatively weaker and stronger than expectations. Comments from central bankers on both sides of the Atlantic added to the generally confused picture. Some suggested that rates would rise sooner than markets had anticipated, and others that a more gradual approach was warranted. On balance, investors concluded that rates would be maintained at low levels for some considerable time and forward rate expectations fell in both the US and eurozone. This helped to support longer dated bond prices in both markets. Currencies continued to be volatile with the €/£ at one stage breaching the 1.50 level for the first time in over a year, before falling back again for a modest gain on the month. From the ECB's perspective, the strength of the euro has begun to receive more attention

and has become the subject of more comment by officials and eurozone politicians. But to date this has had little direct bearing on the interest rate or bond markets. Meanwhile, in peripheral bond markets in the eurozone, the trend in the past few months has been that they do well when risk assets in general are doing well. Risk assets were on balance slightly weaker during the month, and the various peripheral countries displayed a less homogeneous performance than in previous months. For example, in the 10 year area of the

bond market, Irish and Greek spreads widened during October while Italian and Spanish spreads narrowed somewhat. Inflation data continued to be well behaved although inflation expectations globally rose during the period, rising back towards the top of central banks' 'comfort zones'. The Merrill Lynch over 5 year Eurozone Government Bond Index gained a further 0.1% in October, bringing the year-to-date performance to just under 4.5%.

## Spotlight on Stocks

The following stocks are included (at time of going to print) in the Eagle Star funds, including the 5★5 Global Fund.

### Healthcare, Personal Care & Leisure Sector

#### Merck

Merck is one of the largest pharmaceutical companies in the world. The company has recently acquired Schering Plough. Post the acquisition, it will have one of the strongest pipelines in the sector, mainly due to Merck's proven R&D track record. It is much better positioned with regard to patent expiries than peers. There will also be substantial cost synergies over the next couple of years due to the acquisition, particularly in rationalising sales, general and administration expenses. As a result, Merck will have among the best revenue and EPS growth through 2015 in the sector. The valuation is very attractive, with the stock trading at a big discount to the sector and the market on a P/E basis; the dividend yield is also attractive at 4.5%.

### Resources and Infrastructure Sector

#### Rio Tinto

Rio Tinto is one of the world's largest mining companies with significant interests in copper, iron-ore, aluminium and coal. A key player in global merger & acquisition activity in the mining sector over the past decade, Rio Tinto's diverse range of assets provides a significant degree of earnings stability. The company has a meaningful proportion of sales to China and has profited accordingly. Rises in commodity prices and volumes have had a great impact on the company's profitability.

### Information and Communication Technology Sector

#### Cisco Systems

Cisco Systems is one of the largest technology companies in the world. It makes telecom and networking equipment. The company is benefiting from continued strong growth in internet traffic as this increases demand for its routers and switches. The company has initiated big restructuring actions

and this should enable it to weather the tough IT spending environment. The company's balance sheet is very strong and acquisitions could be a catalyst for the stock. The valuation of the stocks is attractive, especially on free cash flow metrics, and its P/E multiple should expand once revenue growth starts accelerating, and once margins return to their historical level.

### Finance Sector

#### Bank of China

Bank of China is one of the largest Chinese banks. It is diversified across regions and revenue streams with large exposure to Hong Kong and Macau, and is the market leader in many non interest income segments as a result of its large distribution network. Bank of China has a strong capital position with its Tier 1 ratio standing at 9.4%, while a loan to deposit ratio of 63% provides sufficient liquidity for growth opportunities; as a result the company has gained significant market share under the current environment of loose monetary policy. Bank of China offers more Net Interest Margin (NIM) upside as they focus lending in China while previously Hong Kong NIM weighed on overall NIM. The valuation of the bank is attractive relative to other Chinese banks on both a price-to-book and a P/E basis, while the expected growth rate of lending is well above that of peers in the developed world in particular.

### Consumer Sector

#### Adidas

Adidas group is the world's second largest sporting goods company. Its major brands, Adidas (69% of sales) and Reebok (23% of sales), cover the footwear and apparel categories, providing both performance and lifestyle products. The company has a worldwide presence, with 43% of sales generated in Europe, 29% in North America, 22% in Asia and 6% in Latin America. Company sales should benefit next year from World Cup 2010 in South Africa and general pick up in consumer confidence.

## Global Outlook

- Forecasters now expect that the global economy will return to positive growth in 2010 after a further fall of 1% this year. Unemployment will lag the recovery in the economy however. The strains within the financial system have eased considerably, although bank lending is still impaired. Partly for this reason, policymakers remain slightly cautious on the economic outlook. Trade tensions are not yet a major issue but bear watching for any economic or market impact.
- Much of the economic improvement is attributed to the scale and scope of policy initiatives to rescue the banking system and offset the collapse in private sector demand. Nonetheless, the ultimate success of these initiatives (or what unintended consequences may arise) remains uncertain.
- Short rates continue to hover between 0% and 1% in the major economies, presenting central banks with a distinct challenge. They want to keep rates sufficiently low to foster recovery but also want to exit from emergency policy settings as quickly as conditions permit. The recent rate increases in Australia and Norway have made investors slightly more nervous, although future rate expectations have only risen modestly in the major economies. On balance, most investors still expect that low rates will persist for some considerable time, a feeling that was bolstered by the outcome of last week's central bank meetings.
- Inflation is still generally supportive to bond markets which have also benefited from the same positive liquidity backdrop that has helped other assets. The "elephant in the room" remains the exit from emergency policy settings, which is bound to have some impact on bond markets, and these concerns have kept bond markets on the back foot recently. In the eurozone, peripheral bond markets have seen their spreads over Germany narrow aggressively, helped by a generally supportive backdrop for risk, but some greater differentiation in the performance of individual markets has become evident in recent weeks.
- Global equity markets' valuations are now rich rather than cheap and some of the Q3 earnings' enthusiasm was dampened by some negative economic data. To date, markets have been able to grind out recoveries from any dips, with sentiment remaining positive on balance. Last week's price action seems to be supportive of this pattern, but investors will likely remain a little cautious until a clearer picture is evident.

# Eagle Star Investments

Annualised Performance to 2nd November 2009

	Year to Date	1 Year	Annualised 3 Years	Annualised 5 Years	Annualised 10 Years	Annualised 15 Years	Annualised 20 Years	Fund Size (€)
<b>Cash</b>								
<b>Eagle Star (Ind) Secure</b>	<b>0.9%</b>	<b>1.3%</b>	<b>2.9%</b>	<b>2.6%</b>	<b>3.0%</b>	<b>4.1%</b>	<b>5.6%</b>	<b>339,002,000</b>
Acorn Life (Ind) Pension Deposit	2.1%	3.1%	3.6%	2.9%	2.9%	3.8%	5.4%	3,400,000
Ark Life (Ind) Pension Assured 2	0.6%	1.2%	2.5%	2.1%	2.2%	Not Started	Not Started	27,588,804
Canada Life (Ind) Setanta Pension Money *	1.0%	1.6%	3.0%	2.4%	2.5%	3.2%	4.8%	362,588,114
Friends (Ind) Cash	1.0%	1.6%	2.8%	2.3%	2.5%	3.2%	4.8%	83,260,000
Hibernian L&P Pension Cash	2.1%	2.5%	3.1%	2.6%	Not Started	Not Started	Not Started	172,843,642
Irish Life (Ind) Exempt Cash 1	1.8%	2.6%	3.3%	2.6%	2.7%	3.4%	4.8%	905,875
Lifetime/BIAM (Ind) Pen Security	0.9%	1.5%	2.5%	2.0%	2.1%	3.0%	4.7%	1,839,000
New Irl (Ind) Pension Cash 2 *	1.1%	1.8%	2.7%	2.3%	2.4%	3.1%	4.8%	211,760,000
Royal Liver (Ind) Money	1.2%	1.7%	2.3%	1.8%	Not Started	Not Started	Not Started	6,830,735
SL Synergy Cash	0.3%	0.6%	2.4%	2.0%	Not Started	Not Started	Not Started	239,600,000
<b>MoneyMate Sector Average</b>	<b>1.2%</b>	<b>1.7%</b>	<b>2.8%</b>	<b>2.3%</b>	<b>2.5%</b>	<b>3.5%</b>	<b>5.0%</b>	
<b>Fixed Interest</b>								
<b>Eagle Star (Ind) Active Fixed Income</b>	<b>4.4%</b>	<b>13.3%</b>	<b>5.0%</b>	<b>5.1%</b>	<b>6.7%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>112,071,000</b>
<b>Eagle Star (Ind) Long Bond</b>	<b>3.3%</b>	<b>13.1%</b>	<b>3.3%</b>	<b>5.0%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>44,376,000</b>
Acorn Life (Ind) Pens Cautiously Mgd	13.3%	14.5%	4.9%	4.1%	Not Started	Not Started	Not Started	13,400,000
Canada Life (Ind) Setanta Pen Fixed Interest *	5.0%	11.6%	3.7%	3.7%	5.2%	6.6%	7.5%	221,836,220
Friends (Ind) Fixed Interest	6.2%	13.0%	2.7%	3.2%	4.9%	7.3%	7.8%	70,420,000
Hibernian Aviva L&P Pen Laser Pension Bond	8.2%	13.8%	4.4%	4.3%	5.9%	7.8%	7.3%	54,949,651
Irish Life (Ind) Exempt Fixed Interest 2	3.6%	11.8%	4.0%	4.1%	5.4%	7.4%	7.7%	1,044,835
New Irl (Ind) Pension Gilt Edge 2 *	4.0%	11.7%	3.6%	3.7%	5.3%	7.3%	7.4%	798,328,000
Royal Liver (Ind) Fixed Interest	4.2%	10.7%	6.3%	4.9%	Not Started	Not Started	Not Started	23,232,975
SL Synergy Government Bond Tracker	2.8%	8.9%	3.2%	3.4%	Not Started	Not Started	Not Started	35,400,000
<b>MoneyMate Sector Average</b>	<b>5.9%</b>	<b>11.7%</b>	<b>3.6%</b>	<b>3.8%</b>	<b>5.6%</b>	<b>7.4%</b>	<b>7.7%</b>	
<b>International Equity</b>								
<b>Eagle Star (Ind) International Equity</b>	<b>16.0%</b>	<b>4.1%</b>	<b>-7.5%</b>	<b>3.6%</b>	<b>0.9%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>139,025,000</b>
Canada Life (Ind) Passive Equity 2	10.6%	-2.1%	-12.5%	-2.3%	Not Started	Not Started	Not Started	5,564,211
Friends (Ind) International	21.6%	11.5%	-9.0%	1.3%	-2.6%	4.1%	4.0%	178,100,000
Hibernian Aviva L&P Pen Laser Pension Int Eq	19.4%	5.6%	-10.3%	0.2%	-2.7%	3.5%	4.5%	40,207,818
Irish Life (Ind) Indexed Global Equity P	21.4%	7.0%	-12.3%	-0.2%	Not Started	Not Started	Not Started	194,295,677
New Irl (Ind) Pension International 2 *	20.1%	7.0%	-10.4%	-1.5%	-1.9%	4.4%	Not Started	195,021,000
Royal Liver (Ind) International Equity	29.2%	28.6%	-10.2%	0.6%	Not Started	Not Started	Not Started	11,912,444
SL Synergy Global Equity Tracker	18.0%	6.5%	-10.0%	Not Started	Not Started	Not Started	Not Started	200,000
<b>MoneyMate Sector Average</b>	<b>24.6%</b>	<b>11.1%</b>	<b>-9.5%</b>	<b>0.9%</b>	<b>-1.4%</b>	<b>4.6%</b>	<b>5.4%</b>	
<b>Managed Aggressive</b>								
<b>Eagle Star (Ind) Dynamic</b>	<b>18.6%</b>	<b>8.1%</b>	<b>-8.3%</b>	<b>3.4%</b>	<b>1.2%</b>	<b>7.4%</b>	<b>11.2%</b>	<b>756,567,000</b>
Acorn Life (Ind) Pension Managed Growth	19.9%	6.1%	-11.4%	0.7%	-0.3%	6.1%	6.6%	171,200,000
Hib Life & Pen NU (Ind) Focussed Managed I	15.4%	2.8%	-12.5%	-1.3%	-0.6%	Not Started	Not Started	6,904,196
Lifetime/BIAM (Ind) Pen Opportunity	15.5%	6.7%	-11.3%	-1.7%	0.2%	5.6%	4.7%	6,002,000
Royal Liver (Ind) Managed	19.9%	20.7%	-9.3%	0.4%	Not Started	Not Started	Not Started	47,944,362
<b>MoneyMate Sector Average</b>	<b>16.2%</b>	<b>5.8%</b>	<b>-11.4%</b>	<b>-0.3%</b>	<b>0.0%</b>	<b>6.4%</b>	<b>8.2%</b>	
<b>Managed Balanced</b>								
<b>Eagle Star (Ind) Balanced</b>	<b>15.1%</b>	<b>8.6%</b>	<b>-5.8%</b>	<b>3.6%</b>	<b>2.3%</b>	<b>7.9%</b>	<b>10.5%</b>	<b>998,414,000</b>
<b>Eagle Star (Ind) Performance</b>	<b>17.1%</b>	<b>8.7%</b>	<b>-7.6%</b>	<b>3.4%</b>	<b>1.7%</b>	<b>7.6%</b>	<b>10.3%</b>	<b>691,395,000</b>
Acorn Life (Ind) Pension Managed	19.1%	8.2%	-8.5%	1.1%	0.9%	6.5%	7.3%	107,300,000
Ark Life (Ind) Pension Managed 2	10.7%	1.0%	-10.8%	-0.8%	-1.6%	Not Started	Not Started	-
Canada Life (Ind) Setanta Pension Managed *	13.6%	5.9%	-6.0%	2.2%	1.4%	6.5%	6.3%	1,027,369,604
Friends (Ind) Managed	14.0%	5.9%	-10.6%	-0.1%	-0.1%	5.8%	5.8%	259,100,000
Hibernian Aviva L&P Pen Laser Pen Managed	12.8%	0.4%	-11.6%	-1.3%	-0.3%	5.3%	4.9%	376,832,448
Irish Life (Ind) Exempt Managed 1	19.9%	10.9%	-9.3%	0.9%	1.4%	6.0%	6.0%	1,319,167,192
Lifetime/BIAM (Ind) Pen Growth	14.3%	6.3%	-10.5%	-1.2%	1.0%	6.1%	6.5%	-
New Irl (Ind) Pension Managed 3	14.6%	6.6%	-10.3%	-1.1%	1.0%	6.6%	Not Started	1,692,856,000
SL Synergy Balanced MultiManager	15.7%	8.6%	-11.5%	-0.7%	Not Started	Not Started	Not Started	137,100,000
<b>MoneyMate Sector Average</b>	<b>15.0%</b>	<b>6.9%</b>	<b>-9.2%</b>	<b>0.2%</b>	<b>0.6%</b>	<b>6.1%</b>	<b>6.8%</b>	
<b>Irish Equity</b>								
<b>Eagle Star (Ind) Irish Equity</b>	<b>21.5%</b>	<b>-2.2%</b>	<b>-27.7%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>7,685,000</b>
Ark Life (Ind) Pension Irish	21.1%	-0.8%	-27.9%	-10.2%	Not Started	Not Started	Not Started	3,178,494
Friends (Ind) Irish Equity	23.3%	-0.2%	-27.5%	-9.8%	-2.2%	5.4%	5.3%	32,270,000
Hib Life & Pen NU (Ind) Irish Equity *	19.4%	-2.9%	-28.3%	-10.2%	-1.7%	Not Started	Not Started	3,571,281
Irish Life (Ind) Irish Equity Indexed P	22.1%	-5.9%	-30.3%	-11.8%	Not Started	Not Started	Not Started	70,699,184
New Irl (Ind) Pension Irish Equity 3 *	19.3%	1.5%	-29.2%	-11.1%	-1.8%	5.9%	Not Started	79,351,000
Royal Liver (Ind) Irish Equity	28.5%	18.8%	-26.3%	-9.3%	Not Started	Not Started	Not Started	14,942,883
SL Synergy Irish Equity Tracker	26.5%	6.0%	-28.9%	-11.2%	Not Started	Not Started	Not Started	11,800,000
<b>MoneyMate Sector Average</b>	<b>20.6%</b>	<b>-1.8%</b>	<b>-29.7%</b>	<b>-10.9%</b>	<b>-3.5%</b>	<b>4.8%</b>	<b>5.0%</b>	
<b>Euro Equity<sup>2</sup></b>								
<b>Eagle Star Eurozone Equity G</b>	<b>22.7%</b>	<b>18.9%</b>	<b>-4.7%</b>	<b>7.7%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>64,687,000</b>
AIB Inv Mgr Ltd Euro Eq Indexmaster B	23.3%	16.2%	-8.2%	3.8%	Not Started	Not Started	Not Started	67,630,936
Ark Life Eurozone 2 G	15.5%	11.5%	-12.4%	-0.8%	Not Started	Not Started	Not Started	72,080,973
Hibernian Aviva L&P Euro Equity	20.0%	14.3%	-9.1%	2.4%	Not Started	Not Started	Not Started	11,959,507
New Ireland Euroland Equity S9	16.0%	10.0%	-10.7%	0.3%	Not Started	Not Started	Not Started	5,026,000
SL Synergy European Equity Tracker	20.0%	16.6%	-8.6%	Not Started	Not Started	Not Started	Not Started	70,300,000
<b>MoneyMate Sector Average<sup>1</sup></b>	<b>19.4%</b>	<b>16.4%</b>	<b>-9.1%</b>	<b>2.1%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	

\* Note that this fund is no longer open to new business. Other similar funds which are open to new business may be available from the relevant fund manager.

Figures highlighted in navy indicate where the Eagle Star fund has outperformed the average.

# Eagle Star Investments

Annualised Performance to 2nd November 2009

	Year to Date	1 Year	Annualised 3 Years	Annualised 5 Years	Annualised 10 Years	Annualised 15 Years	Annualised 20 Years	Fund Size (€)
<b>European Equities<sup>2</sup></b>								
<b>Eagle Star 5 Star 5 Europe G</b>	<b>16.5%</b>	<b>1.3%</b>	<b>-10.6%</b>	<b>6.7%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>79,159,000</b>
BOI Life - Unit Funds European Ex UK S2	17.3%	9.8%	-10.6%	0.1%	Not Started	Not Started	Not Started	8,141,000
Canada Life /Setanta European Equity G	22.5%	11.3%	-10.4%	2.0%	Not Started	Not Started	Not Started	14,812,185
Friends First European Equity G	17.7%	10.6%	-10.0%	2.4%	Not Started	Not Started	Not Started	179,700,000
Hibernian Aviva L&P European Equity	20.0%	15.4%	-7.2%	3.8%	Not Started	Not Started	Not Started	2,835,348
Irish Life Europascope 2 G	15.4%	9.3%	-9.7%	1.6%	Not Started	Not Started	Not Started	34,685,391
New Ireland European Equity S9	16.8%	9.3%	-11.1%	-0.4%	Not Started	Not Started	Not Started	226,614,000
Royal Liver European Equity G	33.1%	36.2%	-6.5%	4.4%	Not Started	Not Started	Not Started	8,455,976
SL Synergy European Eq MultiManager	22.1%	16.6%	-10.3%	Not Started	Not Started	Not Started	Not Started	69,700,000
<b>MoneyMate Sector Average<sup>1</sup></b>	<b>26.5%</b>	<b>19.3%</b>	<b>-8.7%</b>	<b>3.2%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	
<b>Far East Equity<sup>2</sup></b>								
<b>Eagle Star 5 Star 5 Asia Pacific G</b>	<b>38.3%</b>	<b>25.5%</b>	<b>-3.0%</b>	<b>9.0%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>85,517,000</b>
AIB Inv Mgr Ltd Far East Equity G	21.0%	14.4%	-5.2%	4.1%	Not Started	Not Started	Not Started	7,314,817
BOI Life - Unit Funds Far East Equity S2	30.7%	15.1%	-9.1%	1.8%	Not Started	Not Started	Not Started	1,244,000
Hibernian Aviva L&P Pacific Basin Equity	40.1%	32.1%	-1.6%	7.5%	Not Started	Not Started	Not Started	2,791,617
Irish Life Indexed Pacific Basin 1 G	50.3%	36.8%	-1.4%	8.3%	Not Started	Not Started	Not Started	8,995,307
New Ireland Pacific Basin S9	42.6%	27.8%	-0.2%	9.4%	Not Started	Not Started	Not Started	87,242,000
SL Synergy Pacific Basin MultiManager	51.7%	40.2%	-1.7%	Not Started	Not Started	Not Started	Not Started	29,400,000
<b>MoneyMate Sector Average<sup>1</sup></b>	<b>43.3%</b>	<b>36.2%</b>	<b>-0.2%</b>	<b>9.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	
<b>American Equity<sup>2</sup></b>								
<b>Eagle Star 5 Star 5 Americas G</b>	<b>2.6%</b>	<b>-9.3%</b>	<b>-5.3%</b>	<b>4.9%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>33,498,000</b>
AIB Inv Mgr Ltd US Equity G	7.5%	-11.8%	-13.2%	-3.4%	Not Started	Not Started	Not Started	8,051,825
BOI Life - Unit Funds North American S2	12.7%	-2.0%	-9.4%	-3.9%	Not Started	Not Started	Not Started	251,014,000
Hibernian Aviva L&P US Equity	12.5%	-6.5%	-11.7%	-2.9%	Not Started	Not Started	Not Started	977,492
Irish Life Indexed US 1 G	10.7%	-5.7%	-11.9%	-3.1%	Not Started	Not Started	Not Started	146,411,007
New Ireland North American S9	12.2%	-2.4%	-9.9%	-4.3%	Not Started	Not Started	Not Started	183,852,000
SL Synergy North American Equity	19.5%	4.1%	-10.0%	Not Started	Not Started	Not Started	Not Started	81,800,000
<b>MoneyMate Sector Average<sup>1</sup></b>	<b>12.7%</b>	<b>-0.7%</b>	<b>-10.0%</b>	<b>-1.4%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	
<b>Concentrated Funds<sup>3</sup></b>								
<b>Eagle Star 5 Star 5 Global G</b>	<b>8.2%</b>	<b>-7.9%</b>	<b>-9.7%</b>	<b>2.7%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>190,339,000</b>
BOI Life - Smart Funds Spotlight S9	23.6%	13.6%	Not Started	Not Started	Not Started	Not Started	Not Started	4,684,000
Canada Life /Setanta Focus 15 G	30.8%	21.0%	-6.1%	3.0%	Not Started	Not Started	Not Started	120,878,771
Hibernian Aviva L&P Target 20	2.7%	-12.7%	-16.0%	-4.7%	Not Started	Not Started	Not Started	12,421,427
<b>Average of selected funds</b>	<b>16.3%</b>	<b>3.5%</b>	<b>-10.6%</b>	<b>0.3%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	
<b>Selected Property Funds<sup>3</sup></b>								
<b>Eagle Star Australasia Property</b>	<b>56.4%</b>	<b>31.6%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>2,778,000</b>
<b>Eagle Star European Ex UK Property</b>	<b>35.0%</b>	<b>32.0%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>5,025,000</b>
<b>Eagle Star Eurozone Property G*</b>	<b>44.3%</b>	<b>33.8%</b>	<b>-13.0%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>35,271,000</b>
AIB Inv Mgr Ltd Euro Prop Stocks G	28.7%	10.9%	-17.8%	Not Started	Not Started	Not Started	Not Started	3,228,921
Friends First Global Property Venture	13.7%	-3.9%	-22.0%	Not Started	Not Started	Not Started	Not Started	2,400,000
SL Synergy Global REIT	25.1%	13.6%	Not Started	Not Started	Not Started	Not Started	Not Started	46,100,000
<b>Average of selected funds</b>	<b>33.9%</b>	<b>19.7%</b>	<b>-17.6%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	
<b>Specialist Funds<sup>3</sup></b>								
<b>Eagle Star Dividend Growth G</b>	<b>18.4%</b>	<b>6.8%</b>	<b>-13.8%</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>Not Started</b>	<b>91,422,000</b>
Hibernian Aviva L&P High Yield	17.9%	2.9%	-7.5%	3.1%	Not Started	Not Started	Not Started	5,897,305
Canada Life CL/Set Equity Div Non Dis G	16.1%	12.1%	-9.0%	1.0%	Not Started	Not Started	Not Started	304,347,164
Bloxxams High Yield 1 G	12.5%	1.8%	-12.1%	0.0%	Not Started	Not Started	Not Started	223,611,212
Merrion SB Ltd Merrion High Yield G	25.6%	28.0%	-22.4%	Not Started	Not Started	Not Started	Not Started	12,205,610
<b>Average of selected funds</b>	<b>18.1%</b>	<b>10.3%</b>	<b>-12.9%</b>	<b>1.4%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	

**Warning: The income you get from an investment may go down as well as up. The value of your investment may go down as well as up. Benefits may be affected by changes in currency exchange rates. Past performance is not a reliable guide to future performance.**

The MoneyMate sector averages shown are the average of all funds in each of the MoneyMate sectors in the individual pensions category except where otherwise stated. The funds highlighted have been chosen to show one of each competitors' funds, and to show the performance of competitors over short, medium and long terms.

Source: MoneyMate as on 02/11/2009.

- 1 The average shown is the average of the relevant MoneyMate Irish Domestic Funds (Gross) sector. This sector has been chosen as it contains the most comprehensive selection of competitor funds.
- 2 This MoneyMate regional sector has been chosen as a base comparison for the Eagle Star 5\*5 regional fund as there is no regional concentrated fund category.
- 3 This is not a sector on MoneyMate but has been created to compare the performance of the Eagle Star fund to that of its closest competitors in the Irish Domestic Funds (Gross) sector. The average shown is the average of the selected funds above.

\* Note that this fund is no longer open to new business. Other similar funds which are open to new business may be available from the relevant fund manager.