

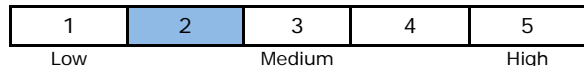


Inflation at Work

Management Style

The fund invests in inflation linked debt securities on a global and non-benchmarked basis. The fund is essentially invested in government debt, with investments in high-quality highly rated treasury issuers (TIPS or Treasury Inflation Protected Securities). Protection against rising inflation is the main focus and value driver of the fund. We do not pursue credit investments in the fund.

Risk Scale



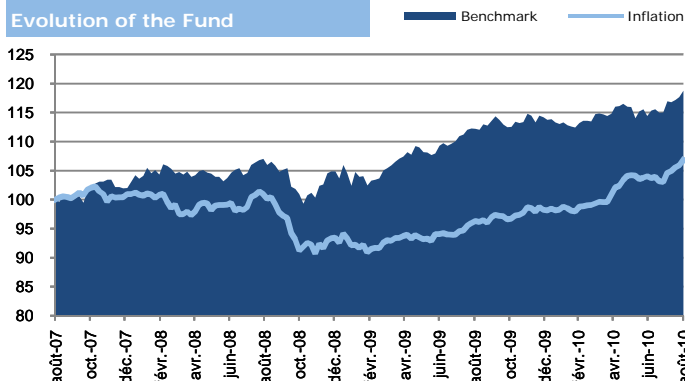
NAV of 31/08/2010 152,44

Fund Facts

ISIN Code	LU0175696946	Entry cost	max. 3%
Launch Date	oct.-03	Redemption fees	0,00%
Currency	Eur	Management fees	0,60%
TER 2009 (%)	0,90	Performances fees	0,00%
NAV calculation	daily	Settlement date	Dealing Day + 3 days
Total net assets	59.425.610 €		

Fund Manager **CapitalatWork Foyer Group - Fixed-Income Team**

Evolution of the Fund



Performance in EUR

	1 month	3 months	2010	1 year	3 years	5 years	Start
Fund	2,67%	2,38%	8,95%	10,89%	6,38%	5,38%	21,95%
Benchmark*	2,15%	2,30%	4,29%	5,51%	18,80%	16,43%	42,26%

	Alpha	Beta	Ratio Sharpe	Ratio info.	3 years Annualized Perf.	Volatility
Fund	N/A	N/A	N/A	N/A	2,08%	5,30%
Benchmark*					5,91%	5,92%

*75% Barcap TR hedged EUR & 25% Barcap Unhedged EUR

Manager's Comment - June 2010

The bond markets continued to perform firmly last quarter.

Government rates came down importantly along the curve, while steepness reduced in both US and Euro areas. US 10 yr government yields gave in -89bp to 2.93%, while 2 yr yields lost -41bp to 0.60%, lowering steepness to 233bp. The German 10 yr yields came down by -52bp to 2.58%, while the 2yr yields declined by -36bp to 0.60%, reducing steepness to a differential of 198bp. Year-to-date, German 10 yr yields shrunk by -80bp.

The French 10 yr government yield declined by -37bp to 3,05%, while the 2 yr lost -20bp to 0,91%, resulting in a 214bp steepness.

Break-even inflation levels continued to fall for a third consecutive month, with 10yr Germany break-evens down -18bp to 1.53%, France -5bp to 1.89%, and in the US -20bp to 1.84%.

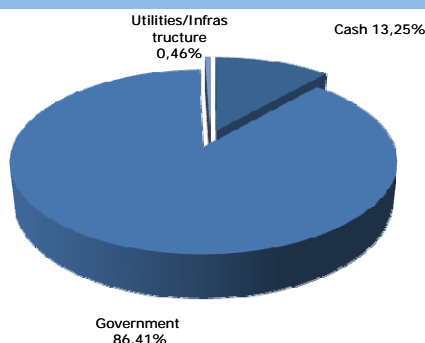
We build up a significant 10% position in Italian inflation/linked bonds, reducing French linkers.

And early July we initiated a close to 5% position in non-hedged AUD linkers (2020 / 2025 paper).

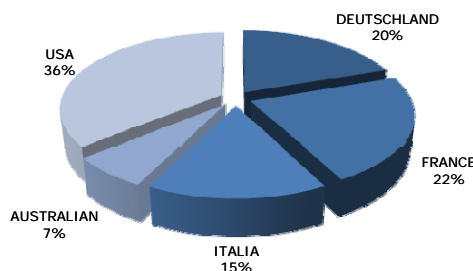
Except for the Italian linkers (A+), the fund is AAA only.

The key metrics of the fund are at a weighted average duration of 6.76yr, while the weighted average yield-to-maturity is at 1.01% (real yield).

Asset Allocation



Sector Allocation

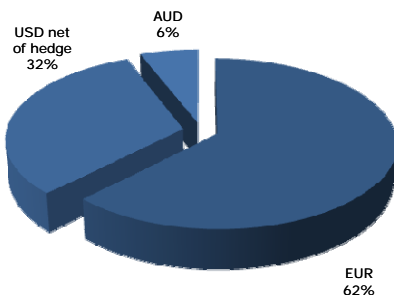


Top 10 Holdings

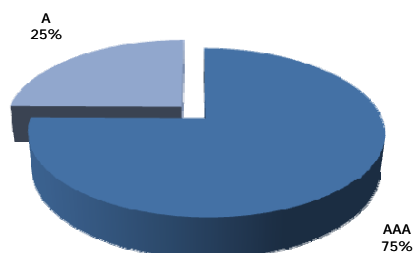
FRANCE O.A.T. I/L 2,25% 2004-2010	8,65%
US TSY INFL IX N/B 2,625% 2004-2010	7,96%
US TSY INFL IX N/B 2% 2006-2010	7,29%
DEUTSCHLAND I/L BOND 1.5% 2004-2010	7,24%
US TSY INFL IX N/B 1.375% 2004-2010	7,07%
US TSY INFL IX N/B 2005-20015	6,42%
DEUTSCHLAND I/L BOND 1,75%	5,69%
FRANCE OAT 1 % 2005-2017 CP	5,65%
FRANCE 2.1% 2008-2023 CP 25/25	5,21%
BTPS I/L 2,10% 2010-2021 CP 1	5,05%

Total Top 10 66,23%

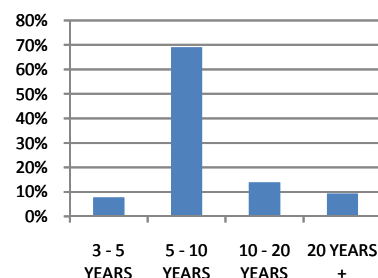
Geographical Allocation



Credit rating



Maturities



CapitalatWork S.A.

12, rue Léon Laval - L-3372 Leudelange (GD de Luxembourg) - Tel.: +352 437 43 6000 - info@capitalatwork.com - www.capitalatwork.com

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