

31 March 2013

# Fund Review



Butterfield

## SELECT FUND: EQUITY CLASS

### OBJECTIVE

To offer a convenient vehicle for investing in an international portfolio of equity mutual funds, which are anticipated to provide the best opportunities for capital growth.

### INVESTMENT POLICY

To invest in a diverse range of top performing offshore equity mutual funds as well as a number of indexed products in order to control overall costs.

### INVESTMENT PROCESS

A quantitative analysis of fund performance is undertaken relative to peer groups to ensure the consistency of performance. This is followed with a qualitative analysis to understand the manager's philosophy, process and style.

### FUND REVIEW

The Butterfield Select Equity Fund has returned 2.65% and 7.88% for the month and quarter, respectively. The main contributors for the month were Orbis Japan and the two newer additions to the portfolio Artisan US Value and Morgan Stanley Global Brands. On balance, all the holdings performed well apart from the JP Morgan European fund that yielded a negative return over March. There was no trading activity in the portfolio over the last month.

Overall, equity markets performed well during Q1 and in particular US equity markets responded well with their best quarter since 1998 gaining over 10% and the Dow and S&P reaching new highs. Europe continues to disappoint economically and European equities have lagged recently with the MSCI Euro Area index underperforming its global benchmark by 9% since late January.

We remain overweight US equities, where the cyclical outlook for the economy remains sound for the medium term. The combination of a strengthening housing market, progress in deleveraging of household balance sheets and less fiscal drag should push growth to at or above trend by the middle of next year. However, given the market bullish sentiment remains stretched and the volatility index is low, equities might be vulnerable to a near term correction.

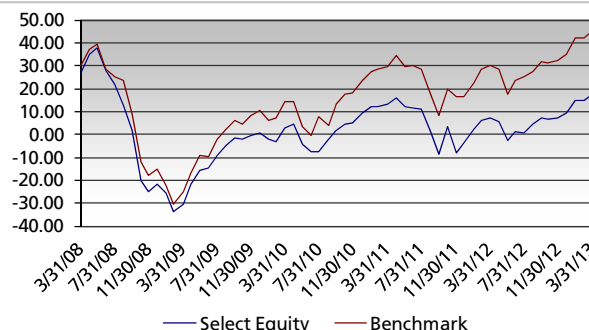
### GENERAL INFORMATION

Currency: USD	Fiscal Year End: 30 June
Valuation: Thursday	Min. Investment: USD 10,000
Dealings: Friday	Total Expense Ratio: 0.96%
Front End Fee: None	Size of Fund (millions): USD 119.71
Units Available:	NAV per share (31.3.2013):
Accumulation	USD 10.82
Identifier: BUTSLEQ BH	

### Contact Information

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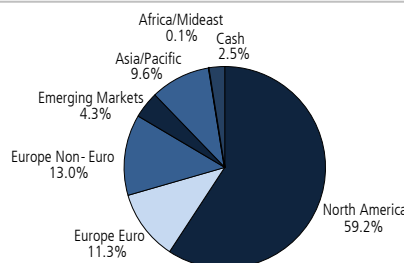
### CHART MONTHLY



### AVERAGE ANNUAL COMPOUND RETURNS

1 Year	3 Years	5 Years	7 Years	10 Years
9.96%	4.58%	-1.43%	-0.35%	6.56%

### ASSET ALLOCATION



### TOP 10 EQUITY HOLDINGS

1.	Vanguard Total World Stock	12.6%
2.	Vanguard S&P500	11.0%
3.	MFS MER Global Equity	7.1%
4.	JP Morgan Europe Strategic	7.0%
5.	UBAM - Neuberger Berman US Value	7.0%
6.	BNY - Walter Scott Long Term Global Equity	6.5%
7.	Schroder QEP Global Quality	6.5%
8.	Artisan Value Fund	6.5%
9.	ACI Global Growth	6.4%
10.	Acadian Global Equity	6.2%

### BENCHMARK COMPOSITION

100% MSCI World Index



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