

# 2PM INVESTMENT SICAV

*Société d'Investissement à Capital Variable  
12, rue Eugène Ruppert, L-2453 Luxembourg*

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INVESTMENT MANAGER

**II PM MONACO  
(PERSONALIZED PORTFOLIO  
MANAGEMENT)SAM**

*L'Estoril Bloc C, 31, Avenue Princesse Grace, MC-98000 Monaco*

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MANAGEMENT COMPANY

**DEGROOF GESTION INSTITUTIONNELLE -  
LUXEMBOURG**

*12, Rue Eugène Ruppert, L-2453 Luxembourg*

*R.C.S. Luxembourg B 152.774*

**Audited Annual Report  
As at December 31<sup>st</sup>, 2011**

*No subscription can be made on the basis of financial reports.  
Subscriptions are only valid if made on the basis of the current prospectus accompanied by the latest annual  
and the most recent semi-annual report, if published thereafter.*

# 2PM INVESTMENT SICAV

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*Société d'Investissement à Capital Variable  
R.C.S. Luxembourg B 152.774*

## **BOARD OF DIRECTORS**

### **Chairman**

- Mr Marc-André Bechet, Directeur,  
Banque Degroof Luxembourg S.A.

### **Directors**

- Mr Christophe Carrafang, Head of Asset Management,  
II PM Monaco (Personalized Portfolio Management) SAM (until December 21<sup>st</sup>, 2011)
- Mr Luc Paindavoine, Directeur,  
Andbanc Luxembourg S.A.,
- Mr Bruno Ceysens, Senior Portfolio Manager,  
II PM Luxembourg S.A. (until August 31<sup>st</sup>, 2011)
- Mr Jean-Luc Neyens, Directeur,  
Banque Degroof Luxembourg S.A.
- Rony Gyselinck,  
II PM Luxembourg S.A. (since December 21<sup>st</sup>, 2011)
- Louis Legrand,  
II PM Monaco (Personalized Portfolio Management) SAM (since December 21<sup>st</sup>, 2011)

## **REGISTERED OFFICE**

12, Rue Eugène Ruppert, L-2453 Luxembourg

## **PROMOTER**

BANQUE DEGROOF LUXEMBOURG S.A., 12, Rue Eugène Ruppert, L-2453 Luxembourg

## **CUSTODIAN**

BANQUE DEGROOF LUXEMBOURG S.A., 12, Rue Eugène Ruppert, L-2453 Luxembourg

## **MANAGEMENT COMPANY**

DEGROOF GESTION INSTITUTIONNELLE - LUXEMBOURG,  
12, Rue Eugène Ruppert, L-2453 Luxembourg

## **INVESTMENT MANAGER**

II PM MONACO (PERSONALIZED PORTFOLIO MANAGEMENT) SAM,  
L'Estoril Bloc C, 31, Avenue Princesse Grace, MC-98000 Monaco

## **ADMINISTRATIVE AGENT, REGISTRAR AND TRANSFER AGENT, PAYING AGENT, DOMICILIARY AND CORPORATE AGENT**

BANQUE DEGROOF LUXEMBOURG S.A., 12, Rue Eugène Ruppert, L-2453 Luxembourg

## **CABINET DE REVISION AGREE**

KPMG Luxembourg S.à r.l., 9, Allée Scheffer, L-2520 Luxembourg

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### **Articles of Incorporation, Financial Reports and Net Asset Value**

2PM INVESTMENT SICAV (« the SICAV ») is a Luxembourg incorporated company with variable capital (“Société d’Investissement à Capital Variable”) which was set up for an unlimited duration in Luxembourg in the form of a public limited company (« Société Anonyme ») on April 27<sup>th</sup>, 2010, in accordance with the provisions of Part I of the amended law of December 17<sup>th</sup>, 2010 on undertakings for collective investment (the « Law »).

The Articles of Incorporation were published in the « Mémorial C, Recueil Spécial des Sociétés et Associations » (the « Mémorial ») of May 10<sup>th</sup>, 2010. The Articles of Incorporation have been deposited with the Registrar of the Luxembourg District Court. This document is available for review and copies can be obtained on payment of applicable charges.

As at December 31<sup>st</sup>, 2011, only one sub-fund is open to subscription :  
2PM INVESTMENT SICAV – 2PM Allroad (“2PM Allroad”)

The net asset value per share is determined on each wednesday. If such a day falls on a legal or bank holiday in Luxembourg, the valuation day is the next bank business day. The net asset value per share is calculated in Euro.

The net asset value is determined on the basis of prices available on the relevant valuation day as published by the relevant stock market.

Additional determination of the net asset value per share is made on June 30<sup>th</sup> and December 31<sup>st</sup> for financial reporting purposes.

### **Board of Directors' Report**

*The progressive investment of the fund continued during 2011 and the target allocation of 60% bonds, 25% Equities, 10% Alternatives and 5% Cash was reached during the last quarter.*

*Equity allocation of the fund is mainly invested through funds with an important bias towards emerging markets. Furthermore, an accent has also been set on "absolute return" funds. The rest of the equity exposure came through thematic funds, Industry or geographic allocation.*

*Regarding the fixed income allocation of the portfolio, it was, at the exception of the Pictet Emerging Local Currencies and the Franklin Templeton Global Bond Fund only invested in Euro denominated securities. Top rated securities were avoided as those represented the highest risk regarding an expected interest rate increase. The investments are spread along the short and medium part of the yield curve with an exception being six perpetual bonds and one floating rate security.*

*As the UCITS status of the fund limits the investments in funds of hedge funds to a maximum of five percent of the portfolio, the Allroad was also invested in exchange traded funds tracking the performance of a hedge fund portfolio. This permits a higher exposition to alternative investments.*

*Regarding 2012, we remain positive on emerging markets and will continue to build the exposure to this segment as a part of the total equity allocation. Regarding fixed income products, we still fear the interest rate rise trend initiated end of August and we will, as a consequence, still focus on high yield that should less suffer of rising rates through the compression of the spreads. We will also continue to track opportunities to increase our exposure to alternative investments.*

## **Report of the Réviseur d'Entreprises agréé**

To the Shareholders of  
2PM INVESTMENT SICAV  
12, Rue Eugène Ruppert  
L-2453 Luxembourg

We have audited the accompanying financial statements of 2PM INVESTMENT SICAV ("the SICAV"), which comprise the statement of net assets and the schedule of investments and other net assets as at December 31<sup>st</sup>, 2011, and the statement of operations and the statement of changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Board of Directors of the SICAV responsibility for the financial statements**

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of financial statements, and for such internal control as the Board of Directors of the SICAV determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Responsibility of the Réviseur d'Entreprises agréé**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the Commission de Surveillance du Secteur Financier. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgement of the Réviseur d'Entreprises agréé, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the Réviseur d'Entreprises agréé considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Report of the Réviseur d'Entreprises agréé (continued)*

*Opinion*

*In our opinion, the financial statements give a true and fair view of the financial position of 2PM INVESTMENT SICAV as of December 31<sup>st</sup>, 2011, and of the results of its operations and changes in its net assets for the year then ended, in accordance with the Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.*

*Other matters*

*Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.*

*Luxembourg, April 26<sup>th</sup>, 2012*

*KPMG Luxembourg S.à r.l.  
Cabinet de révision agréé*

*Ravi Beegun  
Partner*

Statement of Net Assets as at December 31<sup>st</sup>, 2011

	Sub-fund 2PM ALLROAD (IN EUR)
<b>ASSETS</b>	
<i>Investments in Securities (note 1a)</i>	8.978.520,35
<i>Cash at Banks</i>	449.129,52
<i>Interest Receivable on Bonds</i>	135.693,61
<i>Dividends Receivable on Shares</i>	108,12
<i>Interest Receivable on Cash Accounts</i>	61,50
<i>Formation Expenses (note 1g)</i>	7.711,93
<b>Total ASSETS</b>	<b>9.571.225,03</b>
<b>LIABILITIES</b>	
<i>Taxes and Expenses Payable (note 3)</i>	56.076,15
<i>Amounts Payable on Redemptions</i>	35.630,27
<b>Total liabilities</b>	<b>91.706,42</b>
<b>NET ASSETS</b>	<b>9.479.518,61</b>
<i>Number of Shares Outstanding (at the end of the Financial Year)</i>	
<i>- Capitalisation</i>	<b>100.161,935</b>
<i>Net Asset Value per Share (at the end of the Financial Year)</i>	
<i>- Capitalisation</i>	<b>94,64</b>

The accompanying notes form an integral part of these Financial Statements.

**Statement of Operations**  
**from January 1<sup>st</sup>, to December 31<sup>st</sup>, 2011**

	Sub-fund 2PM ALLROAD (IN EUR)
<b>INCOME</b>	
Dividends, net of taxes (note 1f)	13.118,92
Interest on Bonds, net of taxes (note 1f)	220.862,18
Interest on Cash Accounts	4.767,77
<b>Total</b>	<b>238.748,87</b>
<b>EXPENSES</b>	
Investment Management Fees and Management Company Fees (note 4,5)	105.240,72
Custodian Fees	14.721,44
Subscription Tax (note 6)	3.398,68
Administration Fees	37.610,59
Miscellaneous Fees	24.264,39
Amortization of Formation Expenses (note 1g)	2.188,07
Overdraft Interest	568,10
Taxes paid to Foreign Authorities	4.890,00
<b>Total</b>	<b>192.881,99</b>
<b>NET PROFIT / (LOSS)</b>	<b>45.866,88</b>
Net Realised Profit / (Loss)	
- on investments (note 1b)	-30.137,41
- on currencies	2.803,97
<b>NET REALISED PROFIT / (LOSS)</b>	<b>18.533,44</b>
Change in Net Unrealised Appreciation / (Depreciation) (note 1e)	
- on investments	-662.058,23
<b>RESULT OF OPERATIONS</b>	<b>-643.524,79</b>

The accompanying notes form an integral part of these Financial Statements.

**Statement of Changes in Net Assets**  
**from January 1<sup>st</sup>, to December 31<sup>st</sup>, 2011**

	<i>Sub-fund</i> <b>2PM ALLROAD</b> <i>(IN EUR)</i>
<b>NET ASSETS (at the beginning of the Financial Year)</b>	<b>9.082.135,32</b>
<b>NET PROFIT / (LOSS)</b>	45.866,88
<i>Net Realised Profit / (Loss)</i>	
- on investments (note 1b)	-30.137,41
- on currencies	2.803,97
<b>Sub-total</b>	<b>9.100.668,76</b>
<i>Subscriptions / Redemptions</i>	
- Subscriptions	2.127.110,37
- Redemptions	-1.086.202,29
<b>Net Subscriptions / Redemptions</b>	<b>1.040.908,08</b>
<i>Change in Net Unrealised Appreciation / (Depreciation) (note 1e)</i>	
- on investments	-662.058,23
<b>NET ASSETS (at the end of the Financial Year)</b>	<b>9.479.518,61</b>

The accompanying notes form an integral part of these Financial Statements.

## 2PM INVESTMENT SICAV

### Schedule of Investments and Other Net Assets

as at December 31<sup>st</sup>, 2011

(Sub-fund 2PM Allroad)

CCY	DESCRIPTION	QUANTITY/ NOMINAL	AVERAGE COST IN EUR	MARKET VALUE AS AT 31.12.2011 IN EUR	% TOTAL NET ASSETS
	<b>Transferable Securities admitted to an Official Stock Exchange or dealt in on Another Regulated Market</b>				
	<b>Bonds</b>				
EUR	ABN AMRO BANK 3,625 10-061017	165.000	165.498,50	161.508,60	1,70
	AEGON 6,00 06-PERPETUAL	80.000	80.020,00	55.088,00	0,58
	AGEAS HYBRID FIN 8,00 08-PERPETUAL	80.000	80.420,00	53.400,00	0,56
	ARKEMA 4,00 10-251017	150.000	149.850,00	147.933,00	1,56
	ASIF III JERSEY 4,75 03-110913	100.000	99.115,00	100.292,00	1,06
	ASR NEDERLAND FRN 09-PERPETUAL	80.000	91.420,00	80.024,00	0,84
	AUTOROUTES PRR LYON 5,00 11-120117	100.000	100.555,00	101.798,00	1,07
	BANK OF AMERICA 4,625 10-070817	200.000	203.290,00	180.458,00	1,90
	BANQUE PSA FINANCE 4,00 10-190713	160.000	160.595,00	158.344,00	1,67
	BNP PARIBAS 6,125 01-260216	100.000	110.070,00	105.914,00	1,12
	BP CAPITAL MARKETS 4,50 07-081112	125.000	127.140,00	128.466,25	1,36
	CELESIO FINANCE 4,50 10-260417	150.000	143.645,00	143.694,00	1,52
	CORIO 4,625 10-220118	50.000	51.145,00	50.024,50	0,53
	DEUTSCHE BANK 8,00 08-PERPETUEL	80.000	86.020,00	75.608,00	0,80
	DEUTSCHE BOERSE FRN 08-130638	85.000	90.332,50	84.172,10	0,89
	EDP FINANCE 3,75 05-220615	125.000	106.207,50	109.176,25	1,15
	EUREKO 8,375 08-2305PERP	80.000	83.420,00	72.600,80	0,77
	FIDELITY INTERNATIONAL 6,875 10-240217	100.000	105.520,00	104.798,00	1,11
	GBL 4.00 10-291217	100.000	100.770,00	102.250,00	1,08
	GE CAPITAL EUROPEAN 5,25 09-310113	200.000	213.460,00	206.880,00	2,18
	GREECE 4,10 07-200812	150.000	137.035,00	49.132,50	0,52
	IBERDROLA FINANZAS 3,50 10-131016	250.000	247.840,00	242.000,00	2,55
	ING BANK 5,50 01-040112	150.000	153.671,00	150.006,00	1,58
	INTESA SANPAOLO 6,625 08-080518	250.000	253.810,00	216.020,00	2,28
	IRELAND 4,00 09-150114	250.000	247.444,50	233.925,00	2,47
	LAFARGE 5,00 10-130418	250.000	226.270,00	216.467,50	2,28
	LAGARDERE 4,875 09-061014	200.000	205.140,00	198.992,00	2,10
	RALLYE 5,875 10-240314	150.000	155.045,00	152.419,50	1,61
	RCI BANQUE 4,00 10-110713	150.000	153.100,00	151.093,50	1,59
	SANTANDER INTERNATIONAL DEBT 4,125 10-041017	200.000	200.720,00	188.942,00	1,99
	SOLVAY FINANCE VAR 06-02062104	90.000	92.720,00	88.749,00	0,94
	TELEMAR NORTE 5,125 10-151217	100.000	97.770,00	97.828,00	1,03
	TOYOTA MOTOR CDT 5,25 09-030212	160.000	167.396,00	160.608,00	1,69
	UCB 5,75 09-101216	175.000	186.075,00	185.965,50	1,96
	VINCI VAR 06-PERPETUAL	100.000	102.522,00	94.796,00	1,00
	<b>Total Transferable Securities admitted to an Official Stock Exchange or dealt in on Another Regulated Market</b>		<b>4.975.052,00</b>	<b>4.649.374,00</b>	<b>49,04</b>

The accompanying notes form an integral part of these Financial Statements.

## 2PM INVESTMENT SICAV

### Schedule of Investments and Other Net Assets

as at December 31<sup>st</sup>, 2011

(Sub-fund 2PM Allroad)

CCY	DESCRIPTION	QUANTITY/ NOMINAL	AVERAGE COST IN EUR	MARKET VALUE AS AT 31.12.2011 IN EUR	% TOTAL NET ASSETS
	<b>Open-ended Investment funds</b>				
EUR	ABERDEEN EMERGING MKS EQUITY E2 C	8.700	93.098,00	96.865,80	1,02
	ALIAS INVEST LYXOR ACTIVE EDGE I C	1.132	121.485,04	111.079,20	1,17
	CARMIGNAC INVEST LATITUDE CAP	390	86.691,90	80.203,50	0,85
	DB PLATINIUM IV PAULSON GLOBAL CAP	1.450	152.682,50	100.731,50	1,06
	DBXT DB HFI ETF 1C CAP	11.250	123.519,52	115.650,00	1,22
	DBXT STOXX 600 TELECOMMUNIC ETF	1.300	57.287,16	62.751,00	0,66
	EARTH GOLD FUND UI EUR R T CAP	800	90.524,00	85.856,00	0,91
	FIDAM CAPITAL GROWTH C2	796	101.139,88	98.215,23	1,04
	FRANKLIN TEMP INV INDIA CAP	5.500	116.798,24	99.165,00	1,05
	FRANKLIN TEMPLETON INV GL H1 CAP	13.000	184.511,20	189.800,00	2,00
	GEMS PROGRESSIVE LOW VOL EUR	65	91.027,90	85.190,64	0,90
	GOLDEN PEAK ALTERNATIVE STRAT EUR	1.135	115.999,98	111.690,19	1,18
	HAL TRUST	1.500	127.037,56	128.595,00	1,36
	HMIC EUROPEAN HIGH YIELD BONDS CAP	1.515	159.614,00	172.952,40	1,82
	IMPAX ENVIRONMENTAL MARKETS -A- DIS	65.000	92.462,00	84.500,00	0,89
	JP MORGAN FUND GLOBAL FOCUS -A- CAP	5.500	80.610,00	77.275,00	0,82
	LCF PRIFUND UNCORRELATED EUR A	586	101.139,77	102.799,66	1,08
	LYXOR ETF CHINA ENTERPRISE	900	101.453,23	87.543,00	0,92
	LYXOR ETF DJ STOXX 600 OIL-GAS	3.750	121.760,38	127.237,50	1,34
	LYXOR ETF PAN AFRICA MIX	11.000	121.488,74	107.580,00	1,13
	LYXOR ETF RUSSIA A	2.500	73.096,32	70.225,00	0,74
	MAGELLAN	70	107.076,70	103.765,90	1,09
	MW GAVEKAL ASIAN OPPORT UCITS CAP	474	69.936,01	67.540,98	0,71
	NEUFLIZE OPTIMUM CAP	120	89.369,00	84.356,40	0,89
	NEUFLIZE USA OPP AH CAP	350	96.630,44	92.053,50	0,97
	PARVEST AGRICULTURE CLASSIC CAP	800	93.699,00	78.272,00	0,83
	PETERCAM L BDS HIGHER YIELD -B- CAP	1.000	163.104,95	169.300,00	1,79
	PICTET EMERGING LOCAL CRNCY CAP	1.650	225.993,93	231.330,00	2,44
	PICTET GL MEGATREND SELECTION CAP	1.100	123.421,00	115.291,00	1,22
	RENAULT S.A. 4,625 11-250516	100.000	95.684,00	95.941,00	1,01
	SEB FUND 2 RUSSIA EUR CAP	10.000	93.015,00	87.992,00	0,93
	SISF GL HIGH YIELD -A- EUR HEDGED CAP	6.000	160.720,00	173.100,00	1,83
	VALEUR INTRINSEQUE 4 DEC CAP	95	154.172,17	145.546,65	1,54
	<b>Total EURO</b>		3.786.249,52	3.640.395,05	38,41

The accompanying notes form an integral part of these Financial Statements.

## 2PM INVESTMENT SICAV

### Schedule of Investments and Other Net Assets as at December 31<sup>st</sup>, 2011 (Sub-fund 2PM Allroad)

CCY	DESCRIPTION	QUANTITY/ NOMINAL	AVERAGE COST IN EUR	MARKET VALUE AS AT 31.12.2011 IN EUR	% TOTAL NET ASSETS
USD	ABERDEEN EMERGING MARKETS TELE	6.000	82.032,56	81.069,21	0,86
	CRATON CAPITAL PRECIOUS METAL				
	-A- CAP	300	56.598,87	58.396,18	0,62
	FRANKLIN TEMP INV FRONTIER MARKET				
	CAP	11.000	127.849,12	112.275,16	1,18
	ISHARES DJ US REAL ESTATE INDEX DIS	1.000	40.745,19	43.746,87	0,46
	SECTOR FIN SELECT SECTOR SPDR DIS	7.400	84.800,25	74.105,46	0,78
	STANDARD LIFE INV GL CHINA EQUITIES				
	-D- CAP	5.500	156.988,24	142.822,48	1,51
	TIBERIUS ACTIVE COMMODITY OP DIS	2.150	167.087,08	176.335,94	1,86
	<b>Total U.S. DOLLAR</b>		<b>716.101,31</b>	<b>688.751,30</b>	<b>7,27</b>
	<b>Total Open-ended Investment funds</b>		<b>4.502.350,83</b>	<b>4.329.146,35</b>	<b>45,68</b>
	<b>Total Portfolio</b>		<b>9.477.402,83</b>	<b>8.978.520,35</b>	<b>94,72</b>

The accompanying notes form an integral part of these Financial Statements.

## 2PM INVESTMENT SICAV

### Geographic Allocation (percentage of Total Net Assets)

SUB-FUND 2PM ALLROAD	AMOUNTS IN EUR AS AT 31.12.2011	% TOTAL NET ASSETS
LUXEMBOURG	2.764.284,20	29,17
FRANCE	2.410.958,95	25,43
NETHERLANDS	822.122,15	8,67
UNITED STATES OF AMERICA	615.595,54	6,49
IRELAND	592.845,98	6,25
SPAIN	430.942,00	4,55
BELGIUM	288.215,50	3,04
BERMUDAS	233.393,00	2,46
ITALY	216.020,00	2,28
GERMANY	170.028,10	1,79
UNITED KINGDOM	128.466,25	1,36
JERSEY	100.292,00	1,06
BRAZIL	97.828,00	1,03
LIECHTENSTEIN	58.396,18	0,62
GREECE	49.132,50	0,52
<b>Total Portfolio</b>	<b>8.978.520,35</b>	<b>94,72</b>

### Economic Allocation (percentage of Total Net Assets)

SUB-FUND 2PM ALLROAD	AMOUNTS IN EUR AS AT 31.12.2011	% TOTAL NET ASSETS
UNIT TRUSTS, UCITS	4.154.634,85	43,84
FINANCIAL SERVICES - HOLDINGS	1.921.685,90	20,27
BANKS	1.002.848,60	10,58
BUILDING MATERIALS	311.263,50	3,28
STATE	283.057,50	2,99
CHEMICAL PRODUCTS	236.682,00	2,50
INSURANCE COMPANIES	235.404,00	2,48
PUBLISHING & BROADCASTING	198.992,00	2,10
PHARMACOLOGY & PERSONAL CARE	185.965,50	1,96
RETAIL TRADING, DEPARTMENT STORES	152.419,50	1,61
AIRLIFT	101.798,00	1,07
TELECOMMUNICATIONS	97.828,00	1,03
ROAD VEHICLES	95.941,00	1,01
<b>Total Portfolio</b>	<b>8.978.520,35</b>	<b>94,72</b>

## 2PM INVESTMENT SICAV

### Currency Allocation (percentage of Total Net Assets)

SUB-FUND 2PM ALLROAD	AMOUNTS IN EUR AS AT 31.12.2011	% TOTAL NET ASSETS
EURO	8.289.769,05	87,45
U.S. DOLLAR	688.751,30	7,27
<b>Total Portfolio</b>	<b>8.978.520,35</b>	<b>94,72</b>

### Changes in the number of Shares from January 1<sup>st</sup>, to December 31<sup>st</sup>, 2011

	Sub-fund 2PM ALLROAD
Number of shares at the beginning of the Financial Year	89.720,032
Number of shares subscribed	21.420,178
Number of shares redeemed	10.978,275
Number of shares at the end of the Financial Year	100.161,935

### Total Net Assets and Net Asset Value

SUB-FUND	DATE	NUMBER OF OUTSTANDING SHARES	TOTAL NET ASSETS (IN EUR)	NET ASSET VALUE (IN EUR)
2PM Allroad	18.05.2010(*)	36.312,444	3.631.244,40	100,00
	31.12.2010	89.720,032	9.082.135,32	101,23
	30.06.2011	98.742,252	9.827.655,88	99,53
	31.12.2011	100.161,935	9.479.518,61	94,64

(\*) date of first NAV publication

**Notes to the Financial Statements**

**as at December 31<sup>st</sup>, 2011**

**NOTE 1 - ACCOUNTING PRINCIPLES**

The Financial Statements of the SICAV have been prepared in accordance with accounting principles generally accepted in Luxembourg, including the following significant policies :

**a) Valuation of investments**

The value of any cash on hand or on deposit, bills and demand notes payable and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received is deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof is arrived at after making such discount as may be considered appropriate in such case to reflect the true value thereof.

The value of any security or other asset which is quoted or dealt in on a stock exchange will be based on its last available price in Luxembourg on the stock exchange which is normally the principal market for such security.

The value of any security or other asset dealt in on any other regulated market that operates regularly, is recognized and is open to the public (a "Regulated Market") will be based on its last available price in Luxembourg.

Units or shares of undertakings for collective investment will be valued at their last determined and available net asset value or, if such price is not, in the opinion of the Board of Directors, representative of the fair market value of such assets, then the price shall be determined by the Board of Directors on a fair and equitable basis.

All other securities and other assets will be valued at fair market value as determined in good faith pursuant to procedures established by the Board of Directors.

**b) Net realised profit (loss) on sale of investments**

The net realised profit (loss) on sale of investments is determined on the basis of the average cost of investments sold.

**c) Conversion of foreign currencies**

The SICAV maintains its accounting records in EUR. Cash deposits, other net assets and the market value of investments expressed in currencies other than EUR are converted into EUR at the exchange rate prevailing at the closing date of the annual accounts.

Income and expenses in currencies other than EUR are converted into EUR at the exchange rates prevailing on the date of payment.

Resulting realised and unrealised foreign exchange gains and losses are included in the statement of operations.

**d) Acquisition cost of investments**

The cost of investments expressed in currencies other than EUR is converted into EUR at the exchange rate prevailing at the purchase date.

**e) Change in net unrealised appreciation or depreciation**

In accordance with current practice, change in net unrealised in appreciation or depreciation at the end of the Financial Year are accounted for in the statement of operations.

**f) Investment income**

Bonds and cash accounts interest are accounted for on a day-to-day basis. Dividends are taken into account on the date upon which the relevant securities are first listed as « ex-dividend ».

**g) Formation expenses**

The preliminary expenses incurred in the formation of the SICAV are amortized over a period not exceeding five financial years. The preliminary expenses will only be borne by the sub-fund 2PM Allroad originally launched.

**h) Purchases and sales of investments**

The details of purchases and sales of investments may be obtained at the registered office of the Sicav, free of charge.

**Notes to the Financial Statements**  
**as at December 31<sup>st</sup>, 2011 (continued)**

**NOTE 2 - EXCHANGE RATES AS AT DECEMBER 31<sup>ST</sup>, 2011**

1 EUR = 1,29815 USD

**NOTE 3 - TAXES AND EXPENSES PAYABLE**

Management Company Fees (note 4)	2.500,00	EUR
Investment Management Fees (note 5)	24.416,39	EUR
Subscription Tax (note 6)	1.941,68	EUR
Custody Fees	3.662,47	EUR
Other Fees	23.555,61	EUR
	56.076,15	EUR
Total		

**NOTE 4 - MANAGEMENT COMPANY FEES**

A management fee is payable to the Management Company by the 2PM Allroad Sub-Fund in remuneration for its services. Such fee is payable quarterly in arrears and calculated on the average of the net assets of the Sub-Fund for the relevant quarter as follows:  
0,075% per annum on the average net assets with a minimum of EUR 10,000 per annum.

**NOTE 5 - INVESTMENT MANAGEMENT FEES**

An investment management fee is payable to the Investment Manager by the Management Company at the charge of the Sub-Fund, in remuneration for its services. Such fee is set at the annual rate of 1% per annum, payable quarterly in arrears and calculated on the average of the net assets of the Sub-Fund for the relevant quarter.

The Management Company will further pay to the Investment Manager at the charge of the Sub-Fund, at the end of each accounting year, a performance fee equal to 10% of the outperformance of the Sub-Fund compared with the benchmark Euribor 1 month + 2.50%. If any, an eventual underperformance of the Sub-Fund will be brought forward from one accounting year to another and consequently, no performance fee will be paid out. The performance fee will only be paid out when the performance of the Sub-Fund is greater than the performance of the capitalised return of the benchmark.

The performance fee will be based on the average of the net assets of the Sub-Fund during the relevant period.

The reference benchmark for the period starting on the date of payment of the Initial Subscription Price and prevailing until the end of the current month, will be based on the Euribor 1 month rate fixed on the date of payment of the Initial Subscription Price.

No performance fee was due for the Year ending December 31<sup>st</sup>, 2011.

**NOTE 6 - SUBSCRIPTION TAX**

The Sub-Fund is liable to a tax of 0.05% per annum of its Net Asset Value (taxe d'abonnement), such tax being payable quarterly on the basis of the value of the aggregate net assets of the Sub-Fund at the end of the relevant calendar quarter. That portion of the Sub-Fund's assets which are invested in units or shares of undertakings for collective investment which are already subject to the taxe d'abonnement according to the applicable legal provisions in Luxembourg are not subject to this tax.

**NOTE 7 - COMMISSIONS ON SUBSCRIPTIONS AND REDEMPTIONS**

Shares of 2PM Allroad are issued at a price corresponding to the Net Asset Value per share to which a sales charge of up to 3% may be added in favour of the sales agents

Shareholders may request redemption of their shares on each Valuation Day. The redemption price per share will correspond to the Net asset Value.

**Notes to the Financial Statements**  
**as at December 31<sup>st</sup>, 2011 (continued)**

**NOTE 8 - OVERALL RISK DETERMINATION**

*Each Sub-Fund shall ensure that its global exposure relating to financial derivative instruments does not exceed the total net value of its portfolio. Global exposure is a measure designed to limit the leverage generated by each Sub-Fund through the use of financial derivative instruments. In order to calculate global exposure, each Sub-Fund will use the commitment approach, thereby aggregating the market value of the equivalent position of underlying assets.*

*When using the commitment approach the maximum leverage generated by the use of financial derivative instruments will be of 100%.*

*The investments within each Sub-Fund are subject to market fluctuations and to the risks inherent in all investments; accordingly, no assurance can be given that the investment objective of each Sub-Fund will be achieved.*

**NOTE 9 - TRANSACTIONS COSTS**

*The transactions costs (including brokerage fees, bank commissions, foreign tax, depositary fees and other fees) on purchases and sales of investments for the year then ended are:*

<i>Sub-Fund</i>	<i>Total transactions costs on purchases</i>	<i>Total transactions costs on sales</i>	<i>Currency</i>
<i>2PM Allroad</i>	<i>3.188,62</i>	<i>374,96</i>	<i>EUR</i>