

Investment Update

Magnet Range April, 2012

Magnet Stable

Magnet Stable is a low to medium risk fund of funds which invests across the range of Friends First investments. It has a high weighting in the lower volatile funds such as bond funds and the Market Neutral Equity Fund. It aims for steady long term growth whilst minimising significant short term fluctuations in value.

Fund Snapshot

Risk	low		high
Volatility*	5.64%		

Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2012	1.97	1.04	-0.69										2.32
2011	-0.28	1.34	-1.11	0.77	0.02	-1.84	0.39	-3.57	-0.83	1.12	-1.34	3.54	-1.7
2010				0.30	-0.46	-1.24	1.22	0.31	0.26	0.32	0.37	1.00	2.28

Asset Allocation



38%	Equities	26%	Bonds
27%	Absolute Return Strategies	4%	Cash
5%	Commercial Property		

Fund Allocation

FUND NAME	%	FUND NAME	%
International Equity	12.5	Insight Currency	11.9
KBI Global High Yield Equity	13.1	Index Linked	8.0
Indexed Global (ex Eurozone) Equity	6.6	Fixed Interest	18.3
Indexed Eurozone Equity	5.4	UK Property Life Fund	5.0
Market Neutral Equity	15.1	Cash	4.1

Magnet Portfolio

Magnet Portfolio is a medium risk fund of funds which invests across the range of Friends First investments. It has a high weighting in the traditional growth assets such as equities and property, but uses the low correlation of Absolute Return funds, in addition to a small exposure to bonds, to help reduce overall volatility.

Fund Snapshot

Risk	low		high
Volatility*	10.20%		

Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2012	3.01	1.20	-1.09										3.11
2011	-0.08	1.34	-1.50	0.99	-0.43	-2.59	1.32	-6.63	-2.24	4.14	-2.27	3.22	-5.09
2010	-1.07	0.27	5.02	-0.05	-1.90	-0.02	1.69	-0.84	0.87	0.98	0.81	2.25	7.67

Asset Allocation



49%	Equities	14%	Bonds
22%	Absolute Return Strategies	3%	Cash
12%	Commercial Property		

Fund Allocation

FUND NAME	%	FUND NAME	%
International Equity	17.2	Insight Currency	12.0
KBI Eurozone High Yield Equity	15.6	UK Property Life Fund	9.7
Explorer (Emerging Markets)	4.8	Fixed Interest	9.7
Indexed Global (ex Eurozone) Equity	10.7	Property	2.6
Market Neutral Equity	10.1	Cash	2.9
Indexed Linked	4.6		

Magnet Adventurous

Magnet Adventurous is a higher risk fund of funds which invests across the range of Friends First investments. It invests in growth assets at the higher end of the risk scale. It has a high equity weighting and a significant exposure to emerging markets. It aims to maximise returns but uses some exposure to growth assets uncorrelated to equities to help dampen volatility.

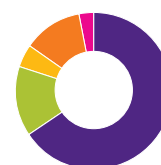
Fund Snapshot

Risk	low		high
Volatility*	12.76%		

Performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2012	3.61	1.70	-0.97										4.35
2011	-1.75	1.50	-1.51	1.48	-1.69	-3.48	2.12	-7.31	-3.29	4.45	-1.33	4.71	-6.55
2010				0.77	-1.76	-0.72	1.24	-0.96	1.78	0.69	3.17	1.84	6.87

Asset Allocation



65%	Equities	13%	Bonds
14%	Absolute Return Strategies	3%	Cash
5%	Commercial Property		

Fund Allocation

FUND NAME	%	FUND NAME	%
International Equity	23.2	Fixed Interest	9.2
KBI Global High Yield Equity	14.7	Indexed Global (ex Eurozone) Equity	11.7
Explorer (Emerging Markets)	15.5	Insight Currency	13.5
UK Property Life Fund	5.0	Cash	3.1
Indexed Linked	4.0		

Warning: Past performance is not a reliable guide to future performance.
Warning: The value of your investment may go down as well as up.
Warning: Funds may be affected by changes in currency exchange rates.
Warning: If you invest in this product you may lose some or all the money you invest.

Performance Figures Source: MoneyMate, 01/04/2012

Asset / Fund Allocation Source: Friends First; 30/03/2012

* Volatility is a measure used to quantify the risk associated with how a fund has performed over a period of time, in this case over 1 year to 01/04/2012. The higher the volatility the higher the risk.