

POLAR CAPITAL FUNDS PLC

SIMPLIFIED PROSPECTUS

Dated 27th October, 2011

This Simplified Prospectus contains key information in relation to Polar Capital Funds Plc (the "Company"), an open-ended umbrella investment company with segregated liability between funds and authorised by the Central Bank of Ireland (the "Central Bank") as an undertaking for collective investment in transferable securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (S.I. No. 352 of 2011).

As at the date of this Simplified Prospectus, the Company has the following sub-funds, the Global Technology Fund, the Japan Fund, the Healthcare Opportunities Fund, the UK Absolute Return Fund, the Emerging Markets Growth Fund, the Emerging Markets Income Fund, the Polar Capital Global Insurance Fund, the Financial Opportunities Fund and the North American Fund (each a "Fund" and together the "Funds").

Potential investors are advised to read the full Prospectus for the Company, dated 7th December, 2010 as amended and supplemented (the "Prospectus"). The rights and duties of the investor as well as their legal relationship with the Company are outlined in the Prospectus. Defined terms used herein will have the same meaning as set out in the Prospectus.

The Base Currency of the Global Technology Fund, the Healthcare Opportunities Fund, the Emerging Markets Growth Fund, the Emerging Markets Income Fund, the Financial Opportunities Fund and the North American Fund is US Dollars. The Base Currency of the Japan Fund is Japanese Yen. The Base Currency of the UK Absolute Return Fund and the Polar Capital Global Insurance Fund is Sterling.

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| Investment Objective and Policies: | |
| Global Technology Fund: | <p>The investment objective of the Fund is long term capital appreciation by way of investing in a globally diversified portfolio of technology companies. Although the Fund may receive income in the form of dividends, interest and from other sources, income is not a primary consideration. The Fund will invest at least two thirds of its total assets in technology-related companies worldwide. The Fund will take a geographically diversified approach and operate within broad asset allocation ranges, but there are no specified limits on investing in any geographical region or single country. To the extent permitted by the investment restrictions described in Appendix II of the Prospectus, the Fund will achieve its investment objectives by investing in a wide range of securities which may be listed on a Regulated Market or unlisted. Subject to the investments restrictions described in Appendix II of the Prospectus, investments will be made in transferable securities including, but not limited to, shares, equity warrants and other types of securities such as preferred shares, securities convertible into shares which may be listed on a Regulated Market or unlisted and issued by companies and governments.</p> <p>The Fund may, subject to the investment restrictions described in Appendix II of the Prospectus, also invest in either closed-end or open-end investment funds which are listed on a Regulated Market and which invest in any of the transferable securities referred to above.</p> <p>While observing the risk diversification rules set forth in the investment restrictions described in Appendix II of the Prospectus, the Fund may also invest in global American and European depository receipts.</p> <p>For the purposes of maximising portfolio returns, the Fund may also, within the limits set forth in the investment restrictions described in Appendix II of the Prospectus, engage in a policy of currency hedging and make use of derivatives for efficient portfolio management when it is thought to be appropriate.</p> <p>The Fund may, on an ancillary basis, hold liquid assets comprising cash and money market funds listed on a Regulated Market having a residual maturity of less than 12 months.</p> |
| Japan Fund: | <p>The investment objective of the Fund is to achieve long term capital growth by investing primarily (meaning not less than two thirds of the Fund's total assets) in securities of issuers that exercise a preponderant part of their economic activities in Japan or are organised under the laws of Japan. The Fund intends to invest up to 100% of its assets in securities listed on the Tokyo and regional Japanese exchanges that are Regulated Markets. Subject to the investment restrictions described in Appendix II of the Prospectus, investments will be made in transferable securities including but not limited to shares, equity warrants and other types of securities such as preferred shares, securities convertible into shares which may be listed on a Regulated Market or unlisted and issued by companies and governments. The Fund will seek to</p> |

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| | <p>outperform the Index whilst striving to limit the volatility of the Funds returns. The Investment Manager will apply an investment approach which will be research driven, employing a multi-factor methodology. The Investment Manager will first analyse strategic macro trends, both in a domestic and a global context, to establish broad sectoral consequences. Then a stock picking approach will be applied to individual companies, with specific emphasis on both “value” and “growth” characteristics and on comparative opportunities. This multi-dimensional approach is flexible and continuously responsive, with the overall aim of minimising the potential for permanent capital loss.</p> <p>Whilst large companies will dominate stock selection, medium and small capitalisation issues will also be utilised where opportunities arise. The Investment Manager will place great emphasis on visibility and reliability of company data.</p> <p>For the purposes of maximising portfolio returns, the Fund may also, within the limits set forth in the investment restrictions described in Appendix II of the Prospectus engage in a policy of currency hedging and make use of derivatives for efficient portfolio management when it is thought to be appropriate.</p> |
| <p>Healthcare Opportunities Fund</p> | <p>The investment objective of the Fund is to preserve capital and achieve long term capital appreciation by investing in a globally diversified portfolio of healthcare companies. The Fund will at all times invest at least two thirds of its total assets (excluding cash) in healthcare-related companies worldwide. Subject to the investment restrictions described in Appendix II of the Prospectus, investments will be made in transferable securities including, but not limited to, shares, equity warrants and other types of securities such as preferred shares, which may be listed on a Regulated Market or unlisted, and issued by companies, and Global, American and European depository receipts. The Fund may not invest more than 10% of its Net Asset Value in unlisted securities.</p> <p>The Fund will seek to outperform the MSCI Global Healthcare Index whilst striving to limit the volatility of the Fund’s returns. The Investment Manager will use a multi-factor methodology to screen a broad universe of global healthcare companies. A fundamental research-driven approach (based on proprietary analysis) will then be employed to derive a concentrated portfolio of investments.</p> <p>There will not be a decisive emphasis on any particular size of companies dominating the stock selection. Instead the Investment Manager will invest in large, medium and small capitalisation issues depending on market liquidity and as it judges the available opportunities. The Fund will take a geographically diversified approach and operate within broad asset allocation ranges, but there are no specified limits on investing in any geographical region or in any sub-sector of healthcare.</p> <p>Non-healthcare related securities will not exceed one third of the Fund’s total assets.</p> <p>The Fund may, on an ancillary basis, hold liquid assets comprising cash and money market funds listed on a Regulated Market having a residual maturity of less than 12 months, subject to the limitation on investment in collective investment schemes below. The Fund may invest in other open-ended collective investment schemes, with similar investment policies to the Fund, subject to the limitation on investment in collective investment schemes below.</p> <p>For the purposes of maximising portfolio returns, use may also be made of permitted derivative instruments including, but not limited to futures, options, contracts for differences, swaps and forwards, for efficient portfolio management purposes.</p> <p>The Fund may engage in stocklending and enter into repurchase and reverse repurchase agreements for the purpose of efficient portfolio management, subject to the conditions and limits set out in the Central Bank’s UCITS Notices.</p> |
| <p>UK Absolute Return Fund</p> | <p>The investment objective of the Fund is to achieve absolute returns, regardless of the direction of the UK stock market.</p> <p>The Fund will invest in, or take exposure through the use of financial derivative instruments, as described below, predominantly in the equities of United Kingdom companies and, to a significantly lesser degree, European and global equities. The Fund may therefore, at any one time, be significantly invested in financial derivative instruments. No more than 5% of the Net Asset Value of the Fund will be invested in companies with a market capitalisation of less than Stg£250 million at the time of initial purchase.</p> <p>The Investment Manager will adopt what it believes to be an overall risk averse approach to investment, using derivatives, which will include taking synthetic short positions through the use of derivatives, to seek both to protect and to enhance the absolute returns achieved. The derivatives in which the Fund may invest include futures, options, swaps, contracts for difference, convertible bonds, equity-linked notes, adjustable rate index notes, warrants and other equity derivatives. Use of derivatives will be subject to the conditions and within the limits laid down by the Central Bank and in accordance with the risk management</p> |

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| | <p>statement for the Company as cleared by the Central Bank.</p> <p>Position exposure to underlying assets of derivative instruments when combined with positions resulting from direct investments will not exceed the investment restrictions set out in Appendix II of the Prospectus and Central Bank's Notice. The Fund may be leveraged through the use of derivatives. Under normal market conditions, the Fund's net exposure will not at any time exceed the following limits:</p> <p>Net short exposure: 40% Net long exposure: 40%</p> <p>The Fund's global exposure (as prescribed in the Central Bank's Notices) relating to derivatives will be measured using an advanced risk management methodology in accordance with Central Bank requirements. Any such exposure will be restricted by the adoption of an overall maximum Value at Risk target for the Fund of 5% of the Net Asset Value of the Fund.</p> <p>Subject to the investment restrictions described in Appendix II of the Prospectus, the Fund may invest in a diversified range of instruments, both to enhance returns and to seek to preserve investors' capital during market falls, such as swaps, contracts for differences, convertible bonds, equity-linked notes, adjustable rate index notes, options, warrants, futures and other equity derivatives which may be listed on a Regulated Market or unlisted and investment grade debt securities as rated by Standard & Poor's and other recognised agencies. No more than 10% of the Fund's Net Asset Value will be invested in unlisted securities.</p> <p>The Fund may, in addition, invest in fixed and/or floating rate government, government agency and investment grade corporate bonds as rated by Standard & Poor's and other recognised agencies, and their associated derivative securities, in preferred stock and monetary instruments and may hold cash and treasury bills (pending reinvestment). Investment in these instruments will be used for defensive purposes rather than as a method of achieving capital growth.</p> <p>The Fund may, on an ancillary basis, hold liquid assets comprising cash and money market funds listed on a Regulated Market having a residual maturity of less than 12 months and may invest in other open-ended collective investment schemes, with similar investment policies to the Fund, subject to the limitation on investment in collective investment schemes below.</p> <p>The Investment Manager may, within the limits set forth in the investment restrictions described in Appendix II, and in accordance with the requirements of the Central Bank, engage in a policy of currency hedging when it is thought to be appropriate and in the best interests of the Fund.</p> |
| <p>Emerging Markets Growth Fund</p> | <p>The Fund's investment objective is to achieve long term capital growth.</p> <p>The Fund will achieve its investment objective by investing in securities of issuers that are incorporated, have their headquarters, or exercise a significant part of their economic activities in markets/countries which are, in the Investment Manager's opinion, emerging markets/developing countries.</p> <p>The securities in which the Fund will invest will include transferable securities, such as shares, equities, equity warrants, preferred shares, shares in collective investment schemes with investment policies that are consistent with the Fund's investment objective and securities convertible into shares, which may be listed on a Regulated Market or unlisted (subject to a limit of 10% of the Net Asset Value of the Fund in unlisted securities) and issued by companies.</p> <p>The Fund may invest in Russian domestically traded securities. However it is not anticipated that such an investment will exceed 10% of the Net Asset Value of the Fund and investment in securities traded on Russian markets will only be made in equity securities which are listed and/or traded on the Russian Trading System ("RTS") and Moscow Interbank Currency Exchange Stock Exchange ("MICEX").</p> <p>The Fund may invest no more than 10% of the Fund's Net Asset Value in aggregate in shares of open-ended collective investment schemes, which include UCITS or non-UCITS exchange traded funds ("ETF's") which are considered to be collective investment schemes. The Fund may invest in ETFs for the purpose of gaining indirect exposure to the equity securities comprised in the indices tracked by the ETFs in which the Fund may invest. It is intended that the ETFs in which the Fund may invest will be listed on a Recognised Exchange, and will be domiciled in, or have exposure to, emerging markets. Investment in non-UCITS ETF's which are considered by the Investment Manager to be transferable securities will be in accordance with the requirements of the Central Bank.</p> <p>The Fund may also invest in Global, American and European depository receipts for the purpose of gaining exposure to underlying equity securities.</p> <p>The financial derivative instruments which the Fund may utilise include futures, forwards, options (the</p> |

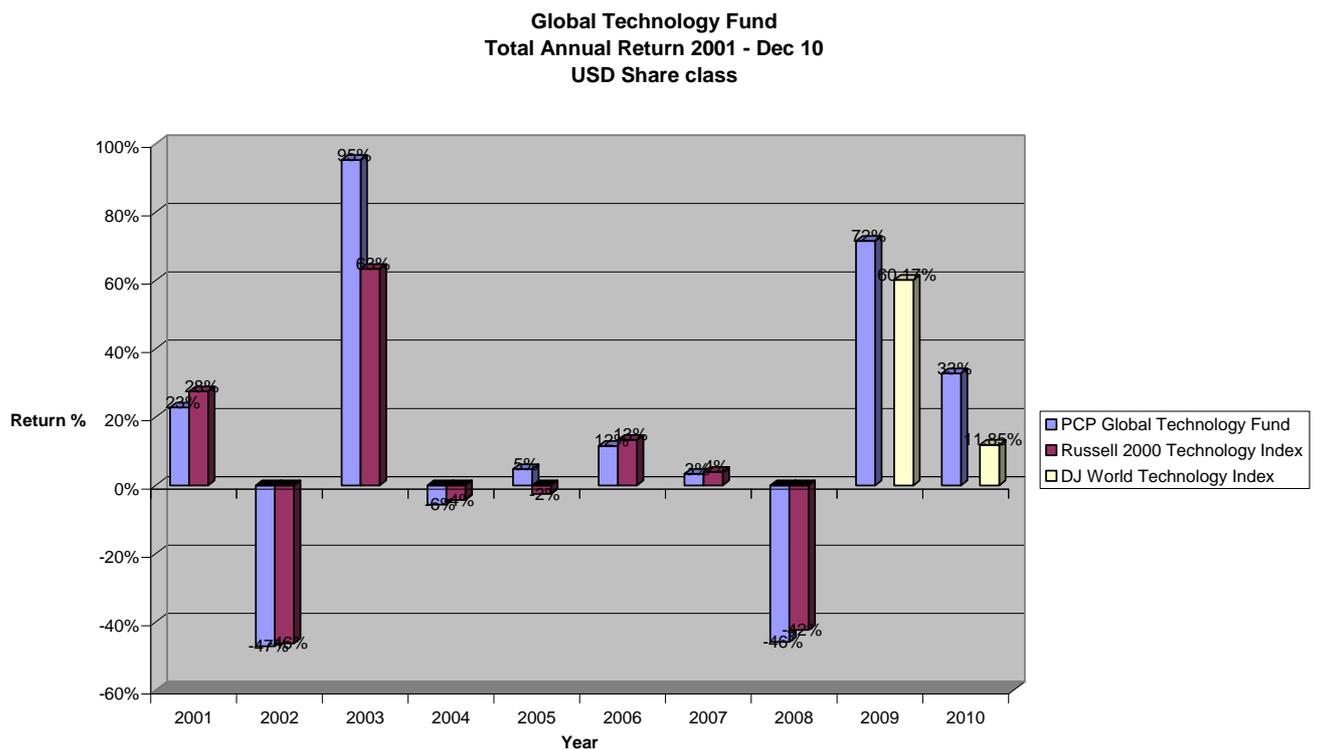
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| | <p>Investment Manager may write put options and covered call options but will not write uncovered call options), contracts for difference, swaps and securities with embedded derivatives or elements of derivative exposure including, but not limited to, equity warrants and structured notes, such as P-Notes (which will not be leveraged), for efficient portfolio management purposes, hedging purposes, to reduce portfolio risk or to obtain in a more efficient way exposure that would otherwise be obtained by direct investment in securities in accordance with the investment objective and policies above, and as further detailed below. The leveraged exposure of the Fund through the use of derivatives will not exceed 100% of the Net Asset Value of the Fund, as measured using the commitment approach in accordance with the Regulations.</p> <p>Futures, forwards, options, contracts for difference and swaps may be used to hedge against downward movements in the value of the Fund's portfolio, either by reference to specific securities (i.e. equity or equity related securities) or markets to which the Fund may be exposed. These derivative instruments may also be used to gain or reduce the Fund's exposure to equity or equity related securities or markets on a short or medium term basis where it is more efficient to use derivatives for this purpose, or to gain indirect exposure to equity or equity related securities where the Investment Manager feels that such use of financial derivative instruments is in the best interests of the Fund.</p> <p>Transferable securities with embedded derivatives or elements of derivative exposure, such as equity warrants and structured notes such as P-Notes (which will not be leveraged) may be used to gain exposure to underlying equity or equity related securities as a more efficient and cheaper alternative to direct investment in that security.</p> <p>Forward foreign exchange contracts will only be used for hedging purposes or to alter the currency exposure of the underlying assets in accordance with the limits set out by the Central Bank. The Fund will not be leveraged as a result of engaging in forward foreign exchange contracts.</p> |
| <p>Emerging Markets Income Fund</p> | <p>The Fund's investment objective is to achieve both income and long term capital growth.</p> <p>The Fund will achieve its investment objective by investing in securities of issuers that are incorporated, have their headquarters, or exercise a significant part of their economic activities in markets/countries which are, in the Investment Manager's opinion, emerging markets/developing countries. The investment approach utilised by the Investment Manager is further detailed below under the section headed "Investment Approach".</p> <p>The securities in which the Fund will invest will include transferable securities, such as shares, equities, equity warrants, preferred shares, shares in collective investment schemes with investment policies that are consistent with the Fund's investment objective and securities convertible into shares, which may be listed on a Regulated Market or unlisted (subject to a limit of 10% of the Net Asset Value of the Fund in unlisted securities) and issued by companies.</p> <p>The Fund may invest in Russian domestically traded securities. However it is not anticipated that such an investment will exceed 10% of the Net Asset Value of the Fund and investment in securities traded on Russian markets will only be made in equity securities which are listed and/or traded on the Russian Trading System ("RTS") and Moscow Interbank Currency Exchange Stock Exchange ("MICEX").</p> <p>The Fund may invest no more than 10% of the Fund's Net Asset Value in aggregate in shares of open-ended collective investment schemes, which include UCITS or non-UCITS exchange traded funds ("ETF's") which are considered to be collective investment schemes. The Fund may invest in ETFs for the purpose of gaining indirect exposure to the equity securities comprised in the indices tracked by the ETFs in which the Fund may invest. It is intended that the ETFs in which the Fund may invest will be listed on a Recognised Exchange, and will be domiciled in, or have exposure to, emerging markets. Investment in non-UCITS ETF's which are considered by the Investment Manager to be transferable securities will be in accordance with the requirements of the Central Bank.</p> <p>The Fund may also invest in Global, American and European depository receipts for the purpose of gaining exposure to emerging market underlying equity securities.</p> <p>The financial derivative instruments which the Fund may utilise include futures, forwards, options (the Investment Manager may write put options and covered call options but will not write uncovered call options), contracts for difference, swaps and securities with embedded derivatives or elements of derivative exposure including, but not limited to, equity warrants and structured notes, such as P-Notes (which will not be leveraged), for efficient portfolio management purposes, hedging purposes, to reduce portfolio risk or to obtain in a more efficient way exposure that would otherwise be obtained by direct investment in securities in accordance with the investment objective and policies above, and as further</p> |

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| | <p>detailed below. The leveraged exposure of the Fund through the use of derivatives will not exceed 100% of the Net Asset Value of the Fund, as measured using the commitment approach in accordance with the Regulations.</p> <p>Futures, forwards, options, contracts for difference and swaps may be used to hedge against downward movements in the value of the Fund's portfolio, either by reference to specific securities (i.e. equity or equity related securities) or markets to which the Fund may be exposed. These derivative instruments may also be used to gain or reduce the Fund's exposure to equity or equity related securities or markets on a short or medium term basis where it is more efficient to use derivatives for this purpose, or to gain indirect exposure to equity or equity related securities where the Investment Manager feels that such use of financial derivative instruments is in the best interests of the Fund.</p> <p>Transferable securities with embedded derivatives or elements of derivative exposure, such as equity warrants and structured notes such as P-Notes (which will not be leveraged) may be used to gain exposure to underlying equity or equity related securities as a more efficient and cheaper alternative to direct investment in that security.</p> <p>Forward foreign exchange contracts will only be used for hedging purposes or to alter the currency exposure of the underlying assets in accordance with the limits set out by the Central Bank. The Fund will not be leveraged as a result of engaging in forward foreign exchange contracts.</p> <p>As income is a core requisite for the Fund, it is envisaged that the portfolio will comprise three distinct portions. The first will be companies which enjoy both a high return of capital but little growth and are thus able to pay out a significant portion of their earnings as dividends. It is anticipated that this portion will typically not comprise more than 20% of the portfolio of the Fund. The second will be companies that do not pay dividends but which, in the Investment Manager's opinion, enjoy exceptional growth prospects and which fulfil their valuation requirements. It is envisaged that this portion will typically not comprise more than 10% of the portfolio of the Fund. The final portion will comprise the bulk of the portfolio and will comprise companies that have a history of paying dividends, where the dividends have grown over time and where the payout ratio and growth prospects suggest that there is scope for dividend growth in the future.</p> <p>It is anticipated that the Fund will target an overall yield of no less than 3.5%, however, this cannot be guaranteed.</p> |
| <p>Polar Capital Global Insurance Fund</p> | <p>The investment objective of the Fund is to provide an attractive total return irrespective of broader economic and financial market conditions.</p> <p>The Fund will seek to achieve its investment objective by investing primarily in securities of insurance related companies worldwide. These companies include insurance and reinsurance companies, life assurance companies, insurance brokerage companies and other insurance related businesses including, but not limited to, insurance claims administration companies, insurance support service companies and companies that own insurance related assets.</p> <p>The securities in which the Fund will invest include transferable securities including, but not limited to, equity securities such as shares, equity warrants and securities such as preferred shares, which may be listed and/or traded on a Regulated Market or unlisted (subject to a limit of 10% of the Net Asset Value of the Fund being invested in unlisted securities) and Global, American and European depository receipts.</p> <p>The Fund will seek to outperform the MSCI World Insurance Index.</p> <p>The financial derivative instruments which the Fund may utilise include futures, forwards, options (the Investment Manager may write put options and covered call options but will not write uncovered call options), contracts for difference, swaps and securities with embedded derivatives or elements of derivative exposure including, but not limited to, equity warrants and structured notes, such as P-Notes (which will not be leveraged), for efficient portfolio management purposes, hedging purposes, to reduce portfolio risk or to obtain in a more efficient way exposure that would otherwise be obtained by direct investment in securities in accordance with the investment objective and policies above, and as further detailed below. The leveraged exposure of the Fund through the use of derivatives will not exceed 100% of the Net Asset Value of the Fund, as measured using the commitment approach in accordance with the Regulations.</p> <p>Futures, forwards, options, contracts for difference and swaps may be used to hedge against downward movements in the value of the Fund's portfolio, either by reference to specific securities (i.e. equity or equity related securities) or the insurance sectors to which the Fund may be exposed. These derivative</p> |

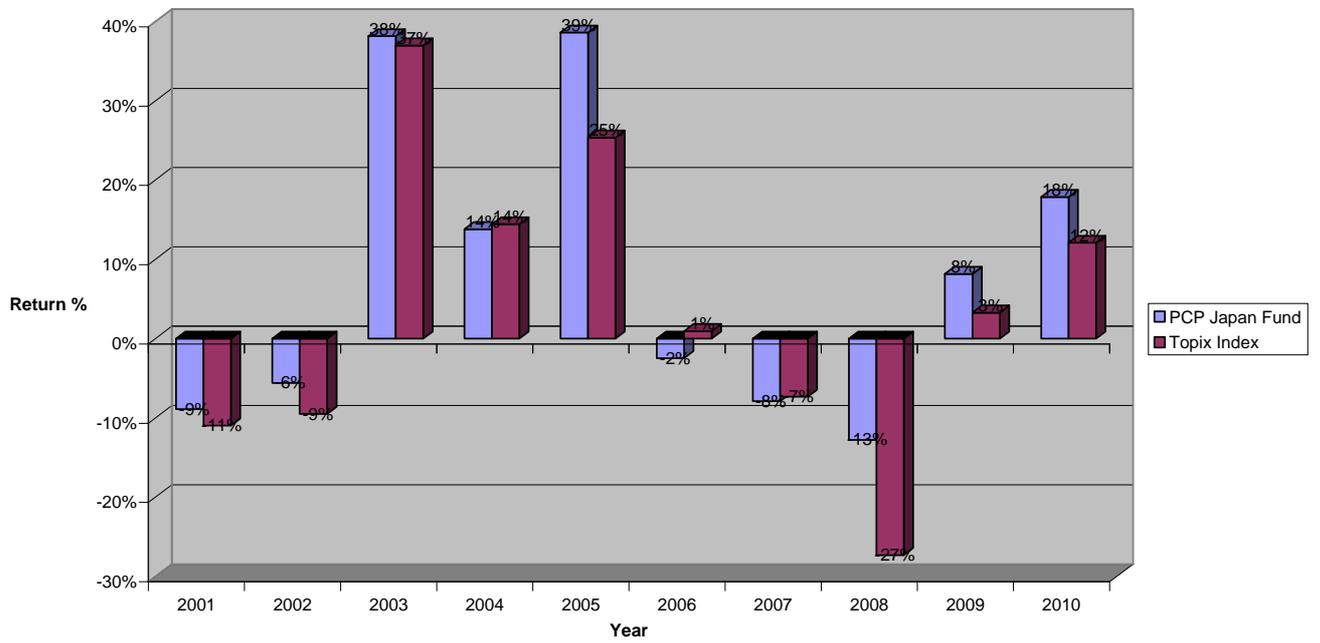
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| | <p>instruments may also be used to gain or reduce the Fund's exposure to equity or equity related securities or the insurance sectors on a short or medium term basis where it is more efficient to use derivatives for this purpose, or to gain indirect exposure to equity or equity related securities where the Investment Manager feels that such use of financial derivative instruments is in the best interests of the Fund.</p> <p>Transferable securities with embedded derivatives or elements of derivative exposure, such as equity warrants and structured notes such as P-Notes (which will not be leveraged), may be used to gain exposure to underlying equity or equity related securities as a more efficient and cheaper alternative to direct investment in that security.</p> <p>Forward foreign exchange contracts will only be used for hedging purposes or to alter the currency exposure of the underlying assets in accordance with the limits set out by the Central Bank. The Fund will not be leveraged as a result of engaging in forward foreign exchange contracts.</p> <p>The Fund may engage in stocklending and enter into repurchase and reverse repurchase agreements for the purpose of efficient portfolio management only, subject to the conditions and limits set out in the Central Bank's UCITS Notices.</p> <p>The Investment policy of the Fund may result in the Net Asset Value of the Fund having a high volatility.</p> |
| <p>Financial Opportunities Fund</p> | <p>The Fund's investment objective is to achieve long term capital growth.</p> <p>In order to achieve its objective the Fund will invest in the securities of financial sector companies and companies related to the financial sector worldwide. These companies primarily include commercial and investment banks, life and non-life insurance and reinsurance companies, asset management and brokerage companies. Other companies related to the financial sector include property and real estate companies, companies which provide support services to the financial sector (such as providing transaction services, IT services and claims administration services) and companies that own financial sector related assets, for example, conglomerates whose principal activities are financial sector related (this may include banking and property-related businesses) and it is the financial sector related aspect of the business that drives the outlook for the relevant conglomerate.</p> <p>The securities in which the Fund will invest will include transferable securities, such as shares, equities, equity warrants, preferred shares, shares in collective investment schemes with investment policies that are consistent with the Fund's investment objective and securities convertible into shares, which may be listed on a Regulated Market or unlisted (subject to a limit of 10% of the Net Asset Value of the Fund in unlisted securities) and issued by companies.</p> <p>The Fund may invest in Russian domestically traded securities. However it is not anticipated that such an investment will exceed 10% of the Net Asset Value of the Fund and investment in securities traded on Russian markets will only be made in equity securities which are listed and/or traded on the Russian Trading System ("RTS") and Moscow Interbank Currency Exchange Stock Exchange ("MICEX").</p> <p>The Fund may invest no more than 10% of the Fund's Net Asset Value in aggregate in shares of open-ended collective investment schemes, which include UCITS or non-UCITS exchange traded funds ("ETF's") which are considered to be collective investment schemes. The Fund may invest in ETFs for the purpose of gaining indirect exposure to the equity securities comprised in the indices tracked by the ETFs in which the Fund may invest. It is intended that the ETFs in which the Fund may invest will be listed on a Recognised Exchange, and will be domiciled in, or have exposure to, global markets, including emerging markets. Investment in non-UCITS ETF's which are considered by the Investment Manager to be transferable securities will be in accordance with the requirements of the Central Bank.</p> <p>The Fund may also invest in Global, American and European depository receipts for the purpose of gaining exposure to underlying equity securities.</p> <p>The financial derivative instruments which the Fund may utilise include futures, forwards, options (the Investment Manager may write put options and covered call options but will not write uncovered call options), contracts for difference, swaps and securities with embedded derivatives or elements of derivative exposure including, but not limited to, equity warrants and structured notes, such as P-Notes (which will not be leveraged), for efficient portfolio management purposes, hedging purposes, to reduce portfolio risk or to obtain in a more efficient way exposure that would otherwise be obtained by direct investment in securities in accordance with the investment objective and policies above, and as further detailed below. The leveraged exposure of the Fund through the use of derivatives will not exceed 100% of</p> |

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| | <p>the Net Asset Value of the Fund, as measured using the commitment approach in accordance with the Regulations.</p> <p>Futures, forwards, options, contracts for difference and swaps may be used to hedge against downward movements in the value of the Fund's portfolio, either by reference to specific securities (i.e. equity or equity related securities) or markets to which the Fund may be exposed. These derivative instruments may also be used to gain or reduce the Fund's exposure to equity or equity related securities or markets on a short or medium term basis where it is more efficient to use derivatives for this purpose, or to gain indirect exposure to equity or equity related securities where the Investment Manager feels that such use of financial derivative instruments is in the best interests of the Fund.</p> <p>Transferable securities with embedded derivatives or elements of derivative exposure, such as equity warrants and structured notes such as P-Notes (which will not be leveraged) may be used to gain exposure to underlying equity or equity related securities as a more efficient and cheaper alternative to direct investment in that security.</p> <p>Forward foreign exchange contracts will only be used for hedging purposes or to alter the currency exposure of the underlying assets in accordance with the limits set out by the Central Bank. The Fund will not be leveraged as a result of engaging in forward foreign exchange contracts.</p> <p>Whilst it is intended that the Fund be fully invested as detailed above, the Investment Manager is permitted to invest in cash and/or money market instruments for ancillary liquid asset purposes and non-government and government debt securities where this is considered to be in the best interests of the Shareholders of the Fund; for example, during periods of market uncertainty where such investment is deemed to be important for defensive purposes.</p> |
| <p>North American Fund</p> | <p>The investment objective of the Fund is to achieve long term capital appreciation.</p> <p>The Fund will seek to achieve its investment objective by investing in a diversified portfolio of securities of North American companies. The Investment Manager will invest in large, medium and small capitalisation companies depending on market liquidity and as it judges the available opportunities.</p> <p>The securities in which the Fund will invest will primarily include equity securities including, but not limited to ordinary and preference shares and equity warrants, which may be listed on a Regulated Market or unlisted, and issued by North American companies. The Fund may not invest more than 10% of its Net Asset Value in unlisted securities. The Fund may also invest in Global, American and European depository receipts for the purpose of gaining exposure to underlying equity securities. The Fund may invest in collective investment schemes with similar investment policies to the Fund but will invest no more than 10% of the Fund's Net Asset Value in aggregate in shares of any open-ended schemes.</p> <p>The financial derivative instruments which the Fund may utilise include futures, forwards, options (the Investment Manager may write put options and covered call options but will not write uncovered call options) contracts for difference and swaps, for efficient portfolio management purposes, hedging purposes, to reduce portfolio risk or to obtain in a more efficient way exposure that would otherwise be obtained by direct investment in securities in accordance with the investment objective and policies above, and as further detailed below. The leveraged exposure of the Fund through the use of derivatives will not exceed 100% of the Net Asset Value of the Fund, as measured using the commitment approach in accordance with the Regulations.</p> <p>Futures, forwards, options, contracts for difference and swaps may be used to hedge against downward movements in the value of the Fund's portfolio, either by reference to specific securities (i.e. equity securities) or markets to which the Fund may be exposed. These derivative instruments may also be used to gain or reduce the Fund's exposure to equity securities or markets on a short or medium term basis where it is more efficient to use derivatives for this purpose, or to gain indirect exposure to equity securities where the Investment Manager feels that such use of financial derivative instruments is in the best interests of the Fund.</p> <p>Forward foreign exchange contracts will only be used for hedging purposes or to alter the currency exposure of the underlying assets in accordance with the limits set out by the Central Bank. The Fund will not be leveraged as a result of engaging in forward foreign exchange contracts.</p> <p>The Fund may engage in stocklending and enter into repurchase and reverse repurchase agreements for the purpose of efficient portfolio management, subject to the conditions and limits set out in the Central Bank's UCITS Notices.</p> |

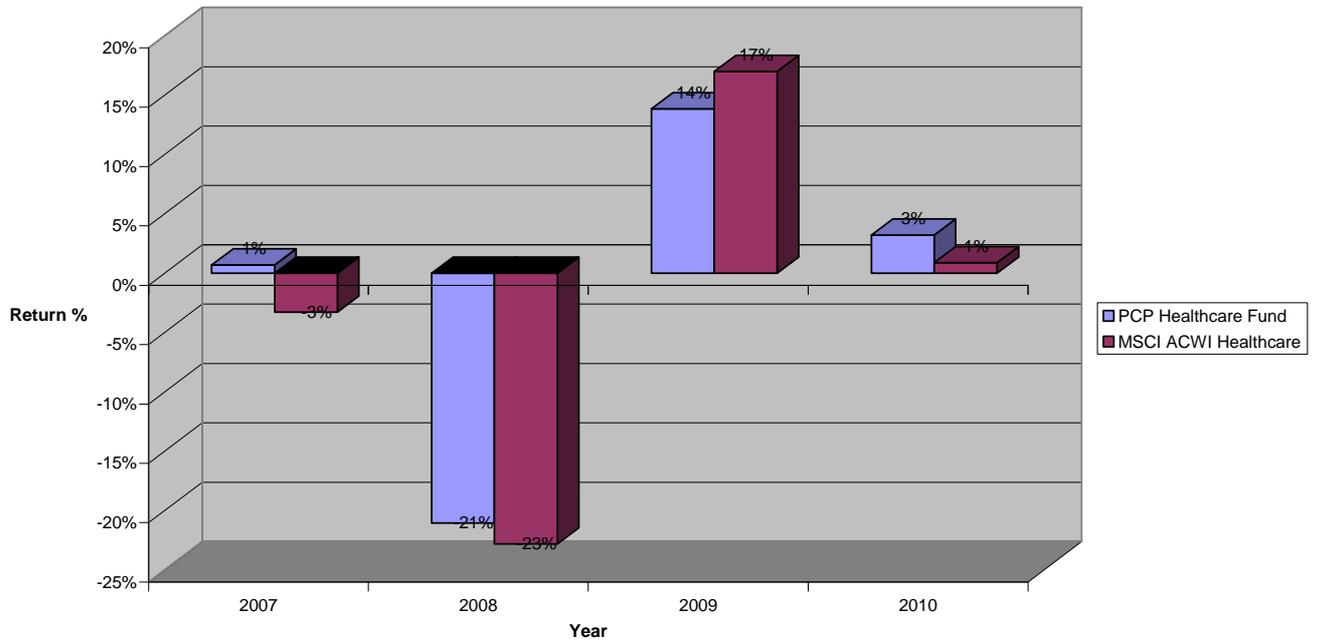
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| | <p>The Fund will seek to outperform the MSCI North America Index whilst striving to limit the volatility of the Fund's returns.</p> <p><i>Investment Strategy</i></p> <p>The Investment Manager will use both qualitative and quantitative screening methods focusing on quality and value to identify candidates for further in-depth proprietary research. This in-depth research will focus on the long term business fundamentals of the investment candidate as well as further business and stock valuation analysis before a focused portfolio is constructed. The Investment Manager expects to invest in a range of 40-60 stocks in most circumstances. This allows for both appropriate diversification, therefore mitigating stock specific risk but also allows a high degree of focus, therefore mitigating fundamental risk.</p> <p>Portfolio construction is primarily driven by bottom-up fundamentals though set upon a framework that controls systematic risk.</p> |
| <p>Risk Profile:</p> | <p>Potential investors should be aware that the value of Shares in each Fund can fall as well as rise. An investor may receive back less than his/her investment.</p> <p>Please consult the Prospectus under the heading "Risk Factors" together with the relevant supplement for each Fund for a more detailed analysis of the risk profile of each Fund. Principal risk factors outlined in the Prospectus include; emerging markets risk, currency risk, country risk, market characteristics risk, custody risk and disclosure risk.</p> |
| <p>Performance Data:</p> | <p>Details of the past performance of the Funds are set out below (save in respect of the Emerging Markets Growth Fund, Emerging Markets Income Fund, the Polar Capital Global Insurance Fund the Financial Opportunities Fund and the North American Fund which have not yet been in existence for a full year). The performance is based on NAV per Share to NAV per Share and does not include any subscription or redemption charges.</p> |



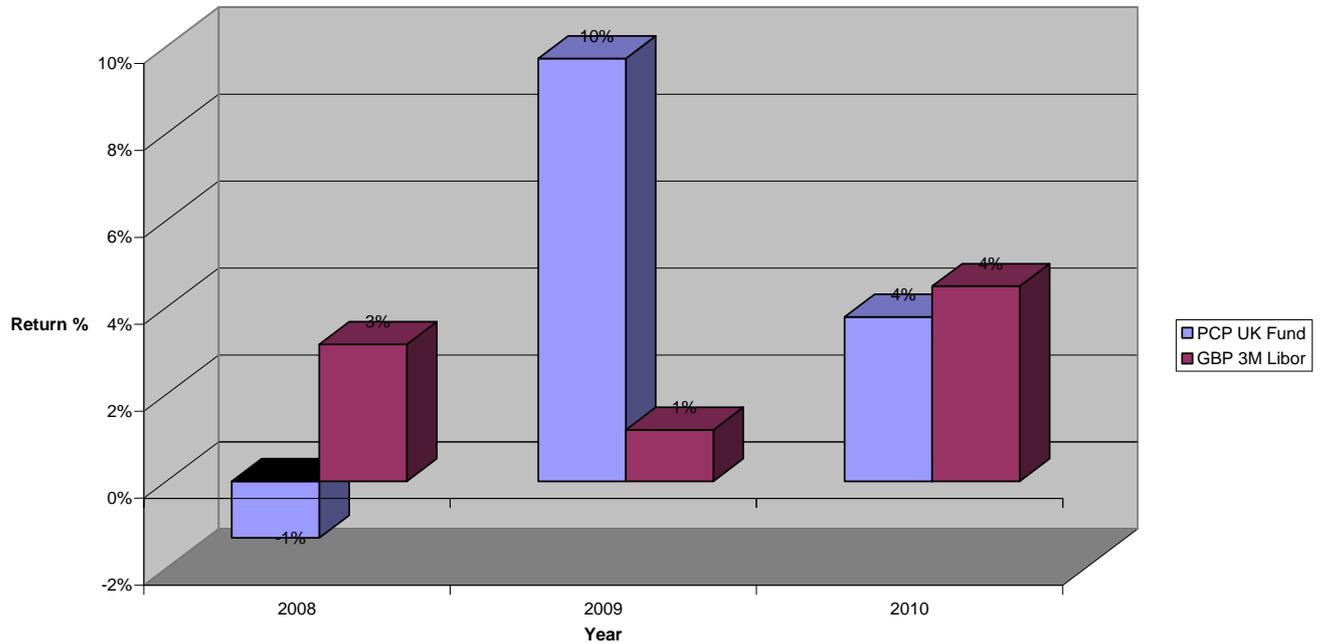
Japan Fund
Total Annual Return 2001 - Dec 10
USD Share class



Healthcare Fund
Total Annual Return 2007 - Dec 10
USD Share class



**UK Fund
Total Annual Return 2008 - Dec 10
USD Share class**



Cumulative Average Performance

Past 3 Years

| | |
|-------------------------------------|----------------|
| Global Technology Fund | 23.43% |
| Japan Fund | 11.22% |
| Healthcare Opportunities Fund | Not Applicable |
| UK Absolute Return Fund | Not Applicable |
| Emerging Markets Growth Fund | Not Applicable |
| Emerging Markets Income Fund | Not Applicable |
| Polar Capital Global Insurance Fund | Not Applicable |
| Financial Opportunities Fund | Not Applicable |
| North American Fund | Not Applicable |

Past 5 Years

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| Global Technology Fund | 42.31% |
| Japan Fund | -0.05% |
| Healthcare Opportunities Fund | Not Applicable |
| UK Absolute Return Fund | Not Applicable |
| Emerging Markets Growth Fund | Not Applicable |
| Emerging Markets Income Fund | Not Applicable |
| Polar Capital Global Insurance Fund | Not Applicable |
| Financial Opportunities Fund | Not Applicable |
| North American Fund | Not Applicable |

Past 10 Years

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| Global Technology Fund | Not Applicable |
| Japan Fund | Not Applicable |
| Healthcare Opportunities Fund | Not Applicable |
| UK Absolute Return Fund | Not Applicable |
| Emerging Markets Growth Fund | Not Applicable |
| Emerging Markets Income Fund | Not Applicable |
| Polar Capital Global Insurance Fund | Not Applicable |
| Financial Opportunities Fund | Not Applicable |

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| North American Fund | Not Applicable |
| Total Expense Ratio (for the period from 1 st January, 2010 to 31 st December, 2010) | |
| Global Technology Fund | 1.85% (excluding performance fee), 4.02% (including performance fee) |
| Japan Fund | 1.72% (excluding performance fee), 2.05% (including performance fee) |
| Healthcare Opportunities Fund | 1.78% (excluding performance fee), 1.82% (including performance fee) |
| UK Absolute Return Fund | 1.49% (excluding performance fee), 2.26% (including performance fee) |
| Emerging Markets Growth Fund | 6.4% (excluding performance fee), 6.4% (including performance fee) |
| Emerging Markets Income Fund | Not Applicable |
| Polar Capital Global Insurance Fund | Not Applicable |
| Financial Opportunities Fund | Not Applicable |
| North American Fund | Not Applicable |
| Portfolio Turnover Rate (for the period from 1 st January, 2010 to 31 st December, 2010) | |
| Global Technology Fund | 1.34% |
| Japan Fund | 0.51% |
| Healthcare Opportunities Fund | 2.12% |
| UK Absolute Return Fund | 0.45% |
| Emerging Markets Growth Fund | 0.66% |
| Emerging Markets Income Fund | Not Applicable |
| Polar Capital Global Insurance Fund | Not Applicable |
| Financial Opportunities Fund | Not Applicable |
| North American Fund | Not Applicable |
| Profile of a Typical Investor: | Investment in the Company is suitable only for those persons and institutions for whom such investment does not represent a complete investment program, who understand the degree of risk involved and believe that the investment is suitable based upon investment objectives and financial needs. |
| Distribution Policy: | Each Fund of the Company maintains a distribution policy, details of which are set out in the relevant Supplement. |
| Fees and Expenses: | <p><u>Unitholder Expenses</u></p> <ul style="list-style-type: none"> ▪ Maximum sales charge on subscriptions 5% ▪ Maximum redemption charge on redemptions 1% <p><u>Administration Fee</u></p> <ul style="list-style-type: none"> ▪ Administrative Agent's remuneration (maximum % of NAV) - 0.20% (first US\$70 million of the Net Asset Value, 0.16% of any amount in excess of US\$70 million, subject to a minimum monthly fee of US\$3,500 per Fund) <p><u>Custodian Fee</u></p> <ul style="list-style-type: none"> ▪ Custodians remuneration (maximum % of NAV) - 0.05% (subject to a minimum monthly fee of US\$1,200 per Fund) <p><u>Investment Management Fee</u></p> <p><i>Global Technology Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) - 1.5% in respect of US Dollar Shares, Sterling Shares and Euro Shares; 1.5% in respect of Class R Shares; 1.0% in respect of Class I Shares. <p><i>Healthcare Opportunities Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) - 1.5% in respect of US Dollar Shares, Sterling Shares and Euro Shares; 1.5% in respect of Class R US Dollar Shares, Class R Sterling Class Shares and Class R Euro Shares Class; 1.0% in respect of Class I US Dollar Shares, Class I Sterling Class Shares and Class I Euro Shares Class <p><i>Japan Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) - 1.5% - 1.5% in respect of the US Dollar, |

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| | <p>Sterling and Japanese Yen Share Class, 1.5% in respect of Class R Shares, 1.0% in respect of Class I Shares, 1.5% in respect of Class R Hedged Shares and 1.0% in respect of Class I Hedged Shares.</p> <p><i>UK Absolute Return Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) – 1.5% in respect of Class R Shares, 1.5% in respect of the Class R Hedged Shares, 1.0% in respect of Class I Shares and 1.0% in respect of the Class I Hedged Shares. <p><i>Emerging Markets Growth Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) – 1.5% in respect of Class R Shares and 1.0% in respect of Class I Shares. <p><i>Emerging Markets Income Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) – 1.5% in respect of Class R Shares and 1.0% in respect of Class I Shares. <p><i>Polar Capital Global Insurance Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) – 1.25% in respect of Class A, B and R Shares and 0.75% in respect of Class E, F and I Shares. <p><i>Financial Opportunities Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) – 1.5% in respect of Class R Shares and 1.0% in respect of Class I Shares. <p><i>North American Fund</i></p> <ul style="list-style-type: none"> ▪ Investment Managers Fee (maximum % of NAV) – 1.35% in respect of Class R Shares, 1.35% in respect of the Class R Hedged Shares, 0.75% in respect of Class I Shares, 0.75% in respect of the Class I Hedged Shares, 0.60% in respect of Class S Shares and 0.60% in respect of Class S Hedged Shares. <p>The Investment Manager is also entitled to a performance fee, as set out in the supplement relevant to each Fund.</p> |
| Taxation: | <p>The Company is resident in Ireland for tax purposes and is not subject to Irish taxation charges on income or capital gains. No Irish stamp duty is paid on the issue, redemption or transfer of Shares in any Fund.</p> <p>Shareholders should consult with their professional advisers in relation to the tax treatment of their holdings in the Company.</p> |
| Publication of Unit Price: | <p>The Net Asset Value per Share will be made public at the address of the Company, the address of the Company's paying agent in each relevant European country, and in certain European daily newspapers, where relevant.</p> |
| How to Buy/Sell Units: | <p>Applications to buy/sell Units can be made on any Dealing Day. A Dealing Day is any Business Day (which is such day or days as the Directors may from time to time determine with the approval of the Administrator) (provided always that there shall be at least two Dealing Days in each calendar month).</p> <p>Applications should be made to: Northern Trust International Fund Administration Services (Ireland) Limited George's Court 54-62 Townsend Street Dublin 2 Ireland Tel +353 1 4345007 Fax +353 1 6701185</p> <p>Subscription and redemption requests for the Japan Fund should be made (in the manner specified in the Prospectus) prior to 5.00 pm (Irish time) on the Business Day immediately preceding the relevant Dealing Day.</p> <p>Subscription and redemption requests for the Global Technology Fund, the Healthcare Opportunities Fund, the Emerging Markets Growth Fund, the Emerging Markets Income Fund, the Polar Capital Global</p> |

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| | <p>Insurance Fund, the Financial Opportunities Fund and the North American Fund should be made (in the manner specified in the Prospectus) prior to 5.00 pm (Irish time) on the relevant Dealing Day.</p> <p>Subscription and redemption requests for the UK Absolute Return Fund should be made (in the manner specified in the Prospectus) prior to 11.45 a.m. (Irish time) on the relevant Dealing Day.</p> |
| Additional Important Information: | <p>Additional information and copies of the Prospectus, the Memorandum & Articles of Association, and the latest annual and semi-annual reports may be obtained (free of charge) from the registered office.</p> <p>Registered Office: George's Court, 54-62 Townsend Street, Dublin 2, Ireland Tel +353 1 4345007 Fax +353 1 6701185</p> <p>Directors of the Company</p> <p>James Cayzer-Colvin David Hammond Jonathan Quigley Ronan Daly Robert Bovet Charles Scott</p> <p>Investment Manager & : Global Distributor Polar Capital LLP, 4 Matthew Parker Street, London SW1H 9NP, England</p> <p>Administrator, Registrar, Transfer Agent and Secretary: Northern Trust International Fund Administration Services (Ireland) Limited, George's Court, 54-62 Townsend Street, Dublin 2, Ireland</p> <p>Custodian: Northern Trust Fiduciary Services (Ireland) Limited, George's Court, 54-62 Townsend Street, Dublin 2, Ireland</p> <p>Independent Auditors: KPMG Chartered Accountants, 1 Harbour Master Place, International Financial Services Centre, Dublin 1, Ireland</p> <p>Austrian Paying Agent: Meibank AG, Bauernmarkt 2, 1014 Vienna, Austria</p> <p>French Centralising and Financial Agent: BNP Paribas Securities Services, 66 Rue de la Victoire, 75009 Paris, France</p> <p>German Paying and Information Agent: Deutsche Bank AG, Taunusanlage 12, 60325 Frankfurt am Main, Germany</p> <p>UK Facilities Agent Polar Capital LLP, 4 Matthew Parker Street, London SW1H 9NP</p> <p>Swiss Representative: BNP Paribas Securities Services, Paris, Zurich Branch, Selnaustrasse 16, 8022 Zurich</p> <p>Swiss Paying Agent: BNP Paribas Securities Services, Paris, Zurich Branch, Selnaustrasse 16, 8022 Zurich</p> |