## BARCLAYS WEALTH MULTI-MANAGER

## Barclays Global Inflation Linked Bond Fund M Class Shares

## **Investment Objective**

The Fund seeks to achieve total return primarily through investment in inflation-linked debt securities and other highly rated fixed income securities from around the world, denominated in a range of currencies.

## Manager Allocation

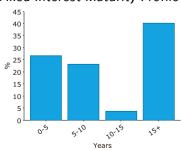


## **Top Holdings**

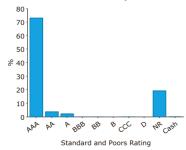
2½% Index-linked Treasury Stock 2013	6.3%
2% US Treasury Notes 15/01/2014	4.6%
2.375% US Treasury Bds 15/01/2025	3.9%
2.5% US Treasury N/B 15/07/2016	3.5%
1.40% Japan Govt CPI 10/06/2018	3.4%
1¼% Index-linked Treasury Gilt 2032	3.3%
2.25% Bundesobligation 15/04/2013	3.2%
3% US Treasury Notes 15/07/2012	3.0%
3.15% France (Government of) 25/7/2032	2.9%
2½% Index-linked Treasury Stock 2016	2.8%
Total	36.9%

## Fixed Interest Analysis

## Fixed Interest Maturity Profile



## Fixed Interest Quality Profile

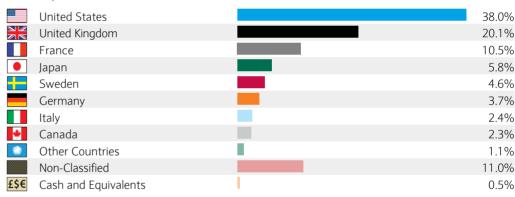


# Dublin Series Quarter Three, 2009

#### **Bond Sector Allocation**

Financials		8.2%
Industrials	1	0.2%
Non Classified Corporate Bonds	I	0.0%
Government Bonds		83.8%
Asset Backed Securities		0.1%
Mortgage Backed Securities		0.4%
Equities	I I	0.7%
Non-Classified		6.1%
Cash and Equivalents		0.5%

## **Country Allocation**

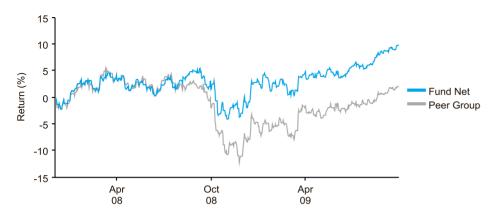


Funds investing in overseas securities are exposed to currency exchange risks.

Source of all allocation data: FundsLibrary.



#### Portfolio Performance



#### Discrete 12 Month Performance (%)

	30.09.08- 30.09.09	30.09.07- 30.09.08	30.09.06- 30.09.07	30.09.05- 30.09.06	30.09.04- 30.09.05
Fund Net	8.5	-	-	-	-
Peer Group	4.4	-	-	-	-
Fund Gross	9.1	-	-	-	-
Benchmark	6.0	-	-	-	-

#### Cumulative Performance To 30.09.2009 (%)

	Three Months	Six Months	One Year	Three Years	Five Years	Since Launch
Fund Net	4.1	5.4	8.5	-	-	10.2
Peer Group	3.1	4.3	4.4	-	-	2.4
Fund Gross	4.2	5.6	9.1	-	-	11.2
Benchmark	3.6	5.4	6.0	-	-	8.2
Distribution Yield						1.76%
Assets Under Managemer	nt					\$354.3m

#### Benchmark

Barclays Capital Global Inflation Linked Bond (USD hedged)

#### Past performance is not a reliable indicator of future results.

The performance and yield data shown relate to the M Distribution class shares.

Source of Performance Data: Barclays Wealth, Bank of Ireland, Factset and Lipper.

Peer Group: Lipper Global Bond USD Inflation Link (US Dollar Peer Group therefore subject to currency fluctuation).

#### Market Review and Outlook

In bond markets, 10-year government bond yields traded in a relatively narrow range over the period. However, 2-year yields tumbled in the UK, US and Japan as investors continued to expect interest rates to remain close to zero in the short term. Corporate bond markets enjoyed a strong rally over the quarter, with spreads (the difference in yield between corporate debt and government debt of equivalent maturity) returning to pre-September 2008 levels. The focus is now on how central banks will exit from current loose fiscal and monetary policy, and this may give shorter-dated bonds a rough ride in coming months. As regards corporate bonds, we think that there is some scope for spread narrowing over the next quarter, but believe that there could be a temporary increase in spreads early next year.

## **Performance Summary**

PIMCO, our sole manager in the Global Inflation Linked Bond Fund, reported another good performance, managing to outperform its benchmark. PIMCO maintained its defensive stance on linker bonds as it continues to expect deflationary pressures in the short run. The fund was helped by an overweight in Japanese index linkers as real interest rates fell. Exposure to corporate securities further added to performance because credit spreads narrowed. The fund's performance was adversely impacted by an underweights in US TIPS, European inflation linked bonds and UK linkers, as all of these outperformed conventional bonds towards the end of the guarter.

#### Manager Focus

#### **PIMCO**

PIMCO was established in 1971. It is currently owned by one of the largest insurance companies in the world, Allianz. PIMCO is one of the most respected fixed income players, with assets under management (primarily fixed income) of \$750bn. The company is made up of more than 390 investment professionals, each with have an average of 14 years' experience. The investment process aims to place the emphasis on both secular and cyclical outlooks. These help to build market views and define portfolio targets, while assisting in portfolio construction.

PIMCO is our sole manager in the Global Inflation Linked Bond Fund and slightly outperformed in the second quarter. Notable contributors to performance included an overweight to corporate bonds (particularly financials), curve steepening positions in the UK and US, as well as holdings of US agency mortgages. Performance was adversely affected by underweight exposure to European and UK linkers, an overweight in Japanese linkers and its nominal US duration stance. The manager witnessed some "green shoots" of recovery in the second quarter of 2009. PIMCO views a prolonged period of slow growth with limited inflationary pressures as being likely. However, it continues to foresee inflation threats creeping in as US interest rates could stay low for an extended period of time.

The value of your investment and any income from it can go down as well as up. You may not get back the amount you invested. Your investment should be regarded as medium to long term. Where fees and expenses are charged to the capital of a fund, it will have the effect of restricting capital growth. The performance shown takes into account the effect of annual management fees, transaction costs and any applicable taxes with net income re-invested, but not the effect of any initial charges that may be applicable. The effect of initial charges means that investors would have got back slightly less than shown.

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