

FundFactSheet

MSMM EURO FIXED INCOME FUND

The Euro Fixed Income Fund employs a multi-style, multi-manager approach. It seeks to achieve a diverse exposure to sovereign and non-sovereign investment grade securities denominated primarily in Euros. The Fund is permitted to invest up to 15% in non-Euro denominated securities, restricted to European currencies. No securities below investment grade or denominated in the currencies of countries outside Europe are permitted. Duration and currency exposure are limited through individual manager guidelines.

Superior and Consistent Performance

The three-manager fund structure is designed to take advantage of the diverse opportunities for skilful active managers to outperform a passive approach. The major sources of excess return are expected to be duration and yield curve management, sector rotation and security selection. Sector rotation and issue selection are becoming increasingly important as the European credit market matures. Only a minor portion of excess return is expected to be derived from allocations to markets outside the Euro zone.

Fidelity (30%)

- **Mandate Inception** : Q3 2006
- **Location** : London
- **Parent Company** : Fidelity Investment International

Research and stock selection are the most important elements of Fidelity's investment approach. Fidelity's team of European equity analysts is remarkable for its depth and quality. The team has been given increasing resources over the past ten years, which have helped it to produce high quality information. The team covers hundreds of companies on a regular basis, and possesses an extensive internal information system that disseminates analysts' ideas very rapidly. Stocks are assessed according to specific industry and country characteristics that are regularly reviewed. The portfolio tends to have a bias towards medium sized companies and a growth stocks.

Robeco Institutional Asset Management (30%)

- **Mandate Inception** : Q3 2000
- **Location** : Rotterdam
- **Parent Company** : Robeco Group NV

Robeco seeks to exploit market opportunities based on its fundamental and quantitative economic research and active issuer selection. The firm believes that a team approach is vital to building and maintaining expertise. There is a balance between quantitative and qualitative investment analysis and risk management is an integral part of the process.

Western Asset Management (40%)

- **Mandate Inception** : Q2 2003
- **Location** : London
- **Parent Company** : Legg Mason

Western focuses on long term investments, looking for undervalued positions in the market. Investment decisions are based on fundamental analysis. Their portfolios often display a tilt to non-government securities, because Western believes that this sector holds a disproportionate spread of securities that will outperform in the long term.

- **FUND INCEPTION** : 12/03/1999
- **FUND SIZE** : € 701 million (US\$ 896 million) (as at 30/06/2006)
- **BLOOMBERG TICKER** : SGREFBI ID
- **FUND BENCHMARK** : Citigroup EuroBig Index
- **FUND COMPLEX** : Multi-Style, Multi-Manager Funds plc

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