

GAM Composite Absolute Return SGD – Open

Managed Portfolios - Funds

SGD Offshore / (Non-Distributor) / Price as at 31 Aug 2012 SGD 105.20

September 2012

GAM

Fund description

Strategy approach: Seeks to produce positive returns over a full investment cycle, typically five years.

Investment style:

- Active management of a diversified portfolio of market sensitive risk assets including global equities, alternative investments, fixed income and credit.
- Strategic asset allocation across a carefully selected group of internal and external managers.
- Tactical asset allocation overlay using futures, options and other financial derivatives.
- Aims to participate in more than 50% of the upside and no more than 30% of the downside of global equity market performance over rolling 12 months. #

Currency hedging: May be employed to protect against exchange rate risk. All indices are shown on an unhedged basis.

Manager commentary as at 31 Aug 2012

The economic dataflow over the course of August continued to highlight the toll that Europe's troubles were taking both within and beyond the region. Southern Europe is suffering from an increasingly entrenched recession while German GDP growth is slowing down. Across the Atlantic, US economic data is tracking sub-trend growth with little sign of a pick-up before the government gets round to debating the tax and spending laws scheduled to take effect in 2013. These could threaten growth, which is precisely why the ECB and the US Federal Reserve have independently come to the conclusion that a new round of monetary policy easing and/or unconventional measures is required. Markets rallied in response to comments from ECB President Mario Draghi late in July that he would do "whatever it takes" to support the euro. However, the realisation that it would take weeks to agree on the actual plan led to some partial reversals later in August. In equities, we remain invested across a broad range of themes. Managers on the whole were able to reflect the positive returns posted by the broader indices during the month, with some instances of strong outperformance. In alternatives, we maintain a diversified core macro trading fund complemented by high conviction satellites. Successful trades in August included underweighting short-dated Australian government bonds and long positioning in crude oil. In fixed income and credit, managers made steady progress overall; the catastrophe bond holding avoided significant losses from the storms in Louisiana.

Manager



Managed Portfolios Investment Team
Headed by Graham Wainer

Fund facts

Fund type Offshore
Base currency of the class SGD
Inception date of the class 12 Mar 2004
Fund size SGD 2,043.8m
Min investment of the class SGD 42,500
Dividend policy
No dividends (income accumulated)
Dealing day Second and third Monday of each month and the last business day of the month.
Subscriptions On any dealing day provided that one business day's notice is given prior to the deal date.
Redemptions Redemptions on the last business day of the month provided that 48 calendar days' notice has been given prior to deal date. Where the final day falls on a non-business day, notice shall be given by the previous day.
Purchase fee Up to 5.00%
Annual fee 1.05%**
Bloomberg GAMCPSD VI
Reuters CMPSG.FND
ISIN VGG3722V1132
SEDOL 2313911
Valoren 1760851
Data sources GAM, MSCI, Thomson Reuters

**Please refer to the Prospectus for further details on fees paid.

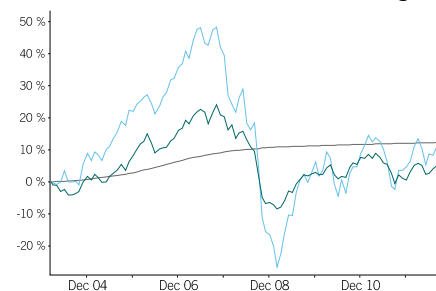
There is no guarantee that targets will be achieved.

The performance of MSCI World and the interbank rate are shown for illustrative and comparative purposes and are not fund benchmarks.

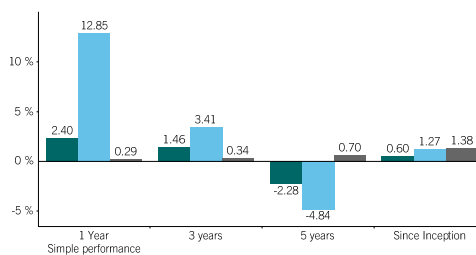
Asset allocation and Top holdings refer to GAM Composite Absolute Return USD Investments Inc. into which this fund invests.

Fund performance and risk analysis

Performance from 12 Mar 2004 to 31 Aug 2012

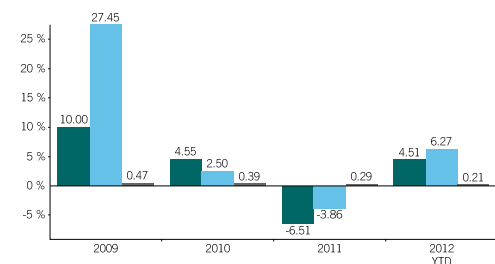


Compound annual growth rate as at 31 Aug 2012

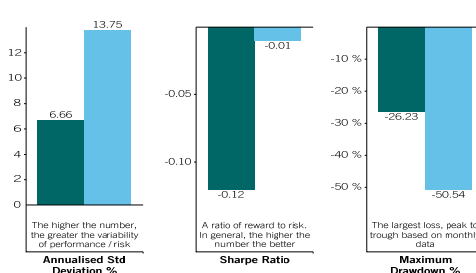


The fund does not include the security of capital which is characteristic of a deposit with a bank or building society.

Performance history to 31 Aug 2012



Risk characteristics as at 31 Aug 2012



Key to charts:

Fund: GAM Composite Absolute Return SGD – Open; Equity Index: MSCI World Index in SGD; Cash Index: Singapore (MAS) 1 month interbank middle rate

Historical monthly returns

%	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2012	2.63	1.82	0.55	-0.56	-2.76	0.30	1.49	1.04	-	-	-	-	4.51
2011	-0.30	1.19	-1.12	1.34	-1.16	-1.48	-0.43	-2.66	-3.07	2.64	-1.11	-0.42	-6.51
2010	-0.74	0.12	2.01	0.90	-2.94	-1.22	0.75	-0.39	3.16	1.26	-0.35	2.06	4.55
2009	-0.91	-1.36	0.68	2.25	3.18	-0.43	2.75	1.28	1.49	-0.38	0.60	0.54	10.00
2008	-3.41	1.28	-3.49	1.48	0.44	-2.29	-2.04	-1.15	-6.65	-6.97	-1.99	0.34	-22.23
2007	0.47	2.13	-0.84	2.06	1.04	0.71	-0.89	-2.93	2.98	1.99	-2.48	-0.48	3.62

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For daily updates on this fund and a glossary of terms please see www.gam.com. Access may be subject to certain restrictions.

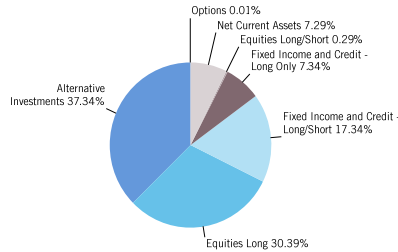
Past performance is not indicative of future performance. Performance is shown net of fees.

Portfolio analysis of underlying investments

Top 10 holdings as at 31 Aug 2012

Name	% of Fund
GAM MP Global Equity USD Reserved	19.4
GAM MP Credit USD Special	14.2
GAM Trading II USD Reserved	14.2
GAM Overlay USD Special	9.5
GAM MP Commodities USD Special	6.3
GAM BHFF	5.7
GAM Star Continental European Equity EUR Ordinary (Acc)	4.9
GAM Global Diversified USD	4.0
GAM Fermat Cat Bond	3.7
GAM Star Absolute Return Bond	3.1
Total	85.0

Asset allocation as at 31 Aug 2012



Source: GAM unless otherwise stated (Performance is shown net of fees, on a NAV to NAV basis). This material is confidential and is intended solely for the use of the person or persons to whom it is given or sent and may not be reproduced, copied or given, in whole or in part, to any other person. **It is aimed at sophisticated, professional, eligible, institutional and/or qualified investors who have the knowledge and financial sophistication to understand and bear the risks associated with the investments described herein.** Nothing contained herein constitutes investment, legal, tax or other advice nor is it to be solely relied on in making an investment or other decision. It is not an invitation to subscribe and is by way of information only. Subscriptions will only be received and shares or units ('Shares') issued on the basis of the current prospectus for the fund. Copies of fund's prospectus and financial statements can be obtained free of charge from GAM Fund Management Ltd, George's Court, 54-62 Townsend Street, Dublin 2. Shares are not available for sale in any state or jurisdiction in which such sale would be prohibited. Investors should only rely on the fund's offering documents when making a decision on whether to invest in the fund. The Shares of the fund have not been registered under the US Securities Act of 1933, as amended (the "Securities Act"), and the fund is not registered under the US Investment Company Act of 1940, as amended (the "Company Act"). Accordingly, unless an exemption is available, such shares may not be offered, sold or distributed in the United States or to US persons. However, pursuant to an exemption from registration under the Securities Act and the Company Act, the shares may be sold or resold in the United States or to certain qualified US investors in transactions that do not constitute a public offering. The fund is not regulated under the Financial Services and Markets Act 2000 (the "Act"), consequently no protection is provided by the UK regulatory system. Moreover benefits available under the UK Financial Services Compensation Scheme do not apply. The fund is not authorised or registered for public sale in Asia Pacific. Therefore, no public marketing must be carried out for it in Asia Pacific. In Hong Kong, this material is restricted to professional investors (as defined in the Securities and Futures Ordinance (Cap 571)) only. In other countries in the Asia Pacific region, this document should only be distributed in accordance with the applicable laws in the relevant jurisdiction. **The fund does not include the security of capital which is characteristic of a deposit with a bank or building society.** The views expressed herein are those of the manager at the time and are subject to changes. **The price of Shares may go down as well as up and the price will depend on fluctuations in financial markets outside GAM's control, as a result an investor may not get back the amount invested. Past performance is not indicative of future performance.** Reference to a security is not a recommendation to buy or sell that security. Holdings and allocations are subject to change. Prices quoted refer to accumulation Shares unless otherwise stated. Historic data may be subject to restatement from time to time. **Important information about hedge funds:** Hedge fund strategies are speculative and are not suitable for all investors. GAM hedge fund products are only available to investors who are comfortable with the substantial risks associated with investing in hedge funds. An investment in hedge fund strategies includes the risks inherent in an investment in securities, as well as specific risks associated with limited liquidity, the use of leverage, short sales, options, futures, derivative instruments, investment in overseas securities, 'junk' bonds and illiquid investments. Investors should recognize that they will bear asset-based fees and expenses at the fund of hedge fund level, and indirectly, fees, expenses and performance-based compensation of the investment funds in which funds of hedge funds invest. Hedge fund strategies may be leveraged and the volatility of the price of their interests may be great. The investment funds in which the fund of hedge fund strategies invest can be highly illiquid, are not required to provide periodic reporting or valuation information to investors and may involve complex tax strategies. The use of leverage may cause an underlying portfolio to liquidate positions when it may not be advantageous to do so in order to satisfy its obligations or to meet segregation requirements. Leverage, including borrowing, may cause an underlying portfolio to be more volatile than if the portfolio had not been leveraged. In the United Kingdom, this material has been issued and approved by GAM London Ltd, 12 St James's Place, London SW1A 1NX, authorised and regulated by the Financial Services Authority.

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