

# Dynamic Assets Managed Fund plc

Interim Report and Unaudited Financial Statements,  
for the period from 01 January 2011 to 30 June 2011



**Dynamic Assets Managed Fund plc**  
**Interim Report and Unaudited Financial Statements**  
For the six months ended 30 June 2011

<b>Contents</b>	<b>Page</b>
Management and Administration .....	2
Introduction.....	4
Investment Objectives and Policies, Investment Managers' Reports, Portfolio Statements and Significant Portfolio Movements	
The Dynamic Distribution Fund .....	5
The Dynamic Conservative Real Return Fund.....	13
The Dynamic Balanced Real Return Fund.....	21
The Dynamic Tactical Real Return Fund (formerly Select Global Equity).....	28
The Select Cautious Return Fund .....	34
The Select Equity Income Fund .....	53
Unaudited Balance Sheet .....	58
Unaudited Profit and Loss Account.....	60
Unaudited Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares .....	64
Notes to the Financial Statements .....	65

# Dynamic Assets Managed Fund plc

## Management and Administration

### Registered Office

Georges Court  
54-62 Townsend Street  
Dublin 2  
Ireland

### Directors of the Company\*

Michael Boyce (Irish)  
Patrick Cooper (British) (resigned 12 July 2011)  
Mark Friend (British)  
Hugh Ward (Irish)  
Ana Armstrong (appointed 15 August 2011)

### Sub Investment Manager and Promoter

Premier Fund Managers Limited  
Eastgate Court  
High Street  
Guildford  
Surrey GU1 3DE  
United Kingdom

### Investment Manager and Distributor

Armstrong Investment Managers LLP  
4 Queripel House  
1 Duke of York Square  
Chelsea SW3 4LY  
United Kingdom

### Sub Investment Manager

Investec Asset Management Limited  
2 Gresham Street  
London EC2V 7QP  
United Kingdom

### Administrator, Registrar and Company Secretary

Northern Trust International Fund Administration Services (Ireland) Limited  
Georges Court  
54-62 Townsend Street  
Dublin 2  
Ireland

### Custodian

Northern Trust Fiduciary Services (Ireland) Limited  
Georges Court  
54-62 Townsend Street  
Dublin 2  
Ireland

\* Independent non-executive Directors.

# Dynamic Assets Managed Fund plc

## Management and Administration (continued)

### Independent Auditors

Grant Thornton  
Chartered Accountants and Registered Auditors  
24-26 City Quay  
Dublin 2  
Ireland

### Irish Legal Advisers to the Company

A&L Goodbody Solicitors  
International Financial Services Centre  
North Wall Quay  
Dublin 1  
Ireland

### Sponsoring Broker

A&L Listing Limited  
International Financial Services Centre  
North Wall Quay  
Dublin 1  
Ireland

### Company No:

395711

# Dynamic Assets Managed Fund plc

## Introduction

### **The Portfolio (*registered as Dynamic Assets Managed Funds plc*)**

World events earlier this century have shown how volatile markets can be. In addition, history shows us that no one asset class has consistently provided the 'best' home for investment capital. For the investor seeking good performance, the situation can seem daunting.

Yet the most modern investment methods enable a range of asset classes to be held. The allocation of investment in each asset class can then be tailored to market conditions. In this way, a portfolio is held which allows the investor to be 'in' markets when it's right to be in and 'out' (or wholly in cash) when necessary.

The Portfolio has been designed to offer a flexible investment approach and the potential for exceptional performance. It consists of six key strategies. The four Dynamic strategies offer dynamic asset allocation to help maximise potential returns. The two Select strategies concentrate on more defined asset areas to deliver specific objectives.

### **The Dynamic Strategies (All Sterling denominated)**

#### **Distribution**

- To provide income together with long term capital growth from a diversified portfolio of investments.
- Pursues a policy of total return aiming, through a mix of capital growth and income, to produce a greater reward than that derived from cash deposits.

#### **Conservative Real Return**

- To provide long term capital growth from a diversified portfolio of investments using a conservative strategy.
- The Fund aims to produce steady growth, with equity selection tending to be more conservative.

#### **Balanced Real Return**

- To provide long term capital growth from a diversified portfolio of investments.
- Focuses on investment in high growth areas, such as emerging markets, to help minimise the possibility of capital loss over a rolling 3 year period.

#### **Tactical Real Return (formerly Select Global Equity)**

- To provide long term capital growth from a diversified portfolio of investments.
- The Fund aims to gain exposure to a wide investment universe which will allow the possibility to increase potential returns and/or decrease portfolio volatility.

### **The Select Strategies (All Sterling denominated)**

#### **Cautious Return**

- To produce a positive return over the long term, regardless of market conditions, by investing primarily in interest bearing assets and related derivatives.
- The Fund aims to offer a steady return over that available on cash deposits.

#### **Equity Income**

- To provide income and long term capital growth from a portfolio of United Kingdom ("UK") based investments.
- It aims to provide the total return which has long been the hallmark of equity income investments.

The Portfolio offers a modern approach to wealth management – ensuring that investments are in the right place at the right time. It aims to offer the potential for exceptional performance to meet investors' current and developing needs.

# Dynamic Assets Managed Fund plc

## The Dynamic Distribution Fund

### Investment objective

The objective of the Sub-Fund is to provide income together with long term capital growth from a diversified portfolio of investments.

### Investment policy

The Sub-Fund's investment objective will be achieved through investment in a global portfolio of transferable fixed income securities, equities, cash and money market instruments.

Typical fixed income investments (which may or may not be investment grade) and money market instruments include government and corporate debt securities including, but not limited to, bonds and notes (fixed and floating), treasury bills, certificates of deposit, commercial paper, asset backed securities and mortgage backed securities, listed or dealt in on the stock exchanges or regulated markets set out in Appendix I of the Prospectus and cash deposits.

The Sub-Fund may also invest in transferable securities, primarily of companies listed or traded on a regulated stock exchange or market set out in Appendix I of the Prospectus. The securities will primarily be common stocks and other securities with equity characteristics, including, but not limited to, preferred stocks, warrants (not more than 10% of the Sub-Fund's Net Asset Value), rights (which are issued by a company to allow holders to subscribe for additional securities issued by that company) and convertible securities, as well as depository receipts, for such securities all of which are traded on securities exchanges or regulated markets listed in Appendix I of the Prospectus.

The Sub-Fund may invest up to 10% of its assets in emerging market countries.

Subject to the Regulations, the Sub-Fund may also invest up to 100% of its Net Asset Value indirectly in such securities through holdings in collective investment schemes that satisfy the requirements of the Irish Financial Services Regulatory Authority, which are UCITS, Irish retail non-UCITS, Guernsey Class A Schemes, Jersey Recognised Funds and Isle of Man Authorised Schemes, including other schemes managed by the Investment Manager or its affiliates.

The Sub-Fund may also use financial derivative instruments (subject to the investment and borrowing limits set out herein) and may enter into repurchase and reverse repurchase agreements as well as stocklending arrangements for efficient portfolio management purposes and, in order to hedge against exchange rate risk, may enter into spot/forward currency hedging contracts to reduce risks, costs or a combination of both subject to the relevant restrictions set out by the Authority. Financial derivative instruments will not be entered into for speculative purposes.

At the EGM on 31 January 2008, shareholders approved a change to the investment policies to allow the Investment Manager to use financial derivative instruments for investment purposes from 1 March 2008.

### Investment Manager's Report

For the six months ended 30 June 2011

#### Performance

The Sub-Fund rose 2.7% over the six months to the 30th June 2011.

#### Market Review

Most equity markets finished the first half of 2011 in positive territory but progress was anything but smooth. There was also a notable dispersion of returns from different regions in local currency terms. European stocks generated the strongest returns, partly as a function of their weakness in 2010, while Japanese equities struggled to recover from the March sell-off following the tsunami and nuclear crisis. Broadly speaking company fundamentals and earnings were strong but gains were tempered by ongoing concerns over sovereign debt in peripheral Europe and political brinkmanship in the US over extending its debt ceiling.

Within fixed income, government bonds managed to make small gains despite rising inflation and negative real yields. Corporate bonds also generated attractive returns as company balance sheets remained very healthy and interest rate rises in the West (outside the Eurozone) looked ever more remote in the face of weak economic data.

Meanwhile, commodities were volatile, with oil spiking up as unrest spread throughout North Africa and the Middle East before plummeting on global growth concerns and the release of 60 million barrels of reserves by the IEA (International Energy Agency). Gold was weak in the first quarter but bounced back strongly as concerns mounted over sovereign indebtedness.

# Dynamic Assets Managed Fund plc

## The Dynamic Distribution Fund Investment Manager's Report (continued)

For the six months ended 30 June 2011

### Portfolio Activity

The Sub-Fund benefited from positive performance from a variety of asset classes and strategies during the period. Within equity, our telecoms exposure added value. Inflation-linked bonds were positive, as was our short duration high yield fund. Elsewhere, most of our alternative strategies performed well, including European dividend futures, short volatility and our market-neutral commodity trades.

Over the period, we continued to add exposure to companies with pricing power and the ability to maintain margins despite higher input costs. These include companies with strong brands or regulated capital bases, which allows them to raise prices in line with inflation. We also sold the remaining exposure in Acencia Debt Strategies, a listed fund of hedge funds.

We also added exposure to our global water stocks ETF. We believe that companies that are involved in the supply, filtration, distribution or desalination of water have very strong growth prospects yet are priced very attractively. They also have earnings that rise in line with inflation due to their regulated capital bases.

Although we think interest rate rises in the UK and US are not imminent, we continue to avoid interest-rate-sensitive instruments such as fixed income. Instead, in April, we invested in a listed fund, managed by Neuberger Berman, which has exposure to floating-rate, senior loans. This is expected to yield 5% with a degree of capital growth, which looks attractive compared to near-zero interest rates.

In June, we increased our short exposure to the Russell 2000 index of US smaller companies. This index is trading at 44 times trailing earnings and analysts are also forecasting earnings growth of 100% for these domestic focused stocks, which we believe is unattainable in such a low growth environment. Therefore we expect earnings downgrades and material underperformance of the index.

### Outlook

We expect growth to remain anaemic in developed markets and unemployment to remain high. Inflationary pressures are building but we do not anticipate imminent rate rises in the UK or the US, given the growth backdrop. Moreover, as governments cannot grow their way out of their debt crises, and nor will they allow a default to happen, the only course of action is to inflate away their obligations. With this in mind the portfolios will be skewed towards real assets, such as precious metals, and investments that have a high degree of inflation protection, such as dividends, utilities and infrastructure. Appetite for risk currently remains relatively robust despite the unrest in the Middle East, the tsunami in Japan and an as yet unresolved sovereign debt crisis in Europe. However, this could change, particularly with the second round of quantitative easing in the US due to end in June, so we prefer to have the majority of our equity exposure in stable, defensive companies.

Source: Armstrong Investment Managers LLP, July 2011. Performance data taken from Lipper, a REUTERS company, Financial Express Analytics, total return, bid to bid, UK sterling. Past performance is not a guide to future returns.

**Armstrong Investment Managers LLP**  
**August 2011**

# Dynamic Assets Managed Fund plc

## The Dynamic Distribution Fund

### Portfolio Statement

As at 30 June 2011

#### Financial assets at fair value through profit or loss

Country of Incorporation	Bonds	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV
Australia	SPI Electricity & Gas Australia Holdings	7.125	26/06/2018	GBP	200,000	236,363	1.47
	Stockland Finance	5.625	25/10/2013	GBP	150,000	158,056	0.98
Cayman Islands	Residential Reinsurance	10.816	06/06/2013	USD	250,000	150,923	0.94
France	EDF	6.875	12/12/2022	GBP	100,000	117,528	0.73
	France Telecom	5.000	12/05/2016	GBP	150,000	160,751	1.00
	Sanofi-Aventis	4.125	11/10/2019	EUR	150,000	141,474	0.88
	Total Capital	4.250	08/12/2017	GBP	100,000	106,342	0.66
Germany	Kreditanstalt fuer Wiederaufbau	5.500	07/12/2015	GBP	150,000	169,995	1.06
	Kreditanstalt fuer Wiederaufbau	7.500	17/07/2012	IDR	450,000,000	33,488	0.21
	Kreditanstalt fuer Wiederaufbau	10.000	15/05/2012	BRL	200,000	80,605	0.50
Greece	Greece (Republic of)	4.300	20/03/2012	EUR	300,000	234,401	1.46
	Greece (Republic of)	5.500	20/08/2014	EUR	90,000	48,435	0.30
Ireland	Ireland (Republic of)	4.600	18/04/2016	EUR	150,000	96,863	0.60
	Irish Life & Permanent	4.000	10/03/2015	EUR	50,000	32,127	0.20
Italy	Finmeccanica Finance	8.000	16/12/2019	GBP	75,000	90,168	0.56
Malaysia	Petronas Capital	5.250	12/08/2019	USD	100,000	67,536	0.42
Netherlands	Bank Nederlandse Gemeenten	5.375	07/06/2021	GBP	100,000	111,725	0.69
Supernational	Council Of Europe Development Bank	3.375	08/12/2014	GBP	150,000	158,048	0.98
	European Bank For Reconstruction & Development	6.750	19/02/2013	IDR	800,000,000	59,228	0.37
	International Finance	9.250	16/09/2013	BRL	200,000	80,307	0.50
United Kingdom	Aviva	5.902	29/11/2049	GBP	150,000	121,287	0.75
	Barclays Bank	14.000	31/12/2049	GBP	50,000	62,725	0.39
	LBG Capital 1	7.869	25/08/2020	GBP	150,000	139,408	0.87
	Scotland Gas Networks	4.750	21/02/2017	GBP	200,000	209,581	1.30
	Tesco	5.625	12/09/2012	EUR	100,000	94,155	0.59
	United Kingdom Gilt	1.304	22/11/2037	GBP	130,000	169,941	1.06
	Vodafone Group	4.625	08/09/2014	GBP	100,000	106,190	0.66

# Dynamic Assets Managed Fund plc

## The Dynamic Distribution Fund Portfolio Statement (continued)

As at 30 June 2011

### Financial assets at fair value through profit or loss (continued)

Country of Incorporation	Bonds (continued)	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
United States	AT&T	5.875	28/04/2017	GBP	100,000	110,973	0.69	
	Merrill Lynch	0.000	07/09/2012	GBP	180,000	204,316	1.27	
	Merrill Lynch	7.750	30/04/2018	GBP	200,000	227,149	1.41	
						3,780,088	23.50	23.74
<b>Collective Investment Schemes</b>					<b>Nominal Holding</b>	<b>Fair Value £</b>	<b>30.06.2011 % of NAV</b>	<b>31.12.2010 % of NAV</b>
<i>Open Ended</i>					<b>Currency</b>			
	Celsius Funds PLC - Asian Real Estate Income Fund			GBP	730,944	421,609	2.62	
	DB X-Trackers - DJ Stoxx 600 Utilities Exhchange Traded Fund			GBP	200	11,340	0.07	
	DB X-Trackers - MSCI Brazil TRN Index Exhchange Traded Fund			GBP	2,827	123,237	0.77	
	Fidelity Funds Global Inflation linked Bond Fund			GBP	702,809	863,752	5.37	
	iShares Barclays Capital GBP Index-Linked Gilts			GBP	16,000	193,058	1.20	
	iShares DJ Asia Pacific Select Dividend			GBP	46,400	907,143	5.64	
	iShares FTSE EPRA/NAREIT Asia Property Yield Fund			GBP	5,000	76,150	0.47	
	iShares iBoxx GBP Corporate Bond Fund			GBP	1,000	116,325	0.72	
	iShares Macquarie Global Infrastructure 100			GBP	800	11,659	0.07	
	iShares S&P Emerging Markets Infrastructure Fund			GBP	1,000	15,252	0.09	
	iShares S&P Global Water 50			GBP	58,510	926,213	5.76	
	Lyxor ETF Euro Stoxx 50 Dividends			EUR	4,275	404,416	2.52	
						4,070,154	25.30	19.23
<b>Collective Investment Schemes</b>					<b>Nominal Holding</b>	<b>Fair Value £</b>	<b>30.06.2011 % of NAV</b>	<b>31.12.2010 % of NAV</b>
<i>Closed Ended</i>					<b>Currency</b>			
	ETFS Forward Agriculture			USD	3,000	29,409	0.18	
	ETFS Oil Securities			USD	500	27,785	0.17	
						57,194	0.35	1.28

# Dynamic Assets Managed Fund plc

## The Dynamic Distribution Fund Portfolio Statement (continued)

As at 30 June 2011

### Financial assets at fair value through profit or loss (continued)

<b>Non UCITS</b>		<b>Nominal</b>	<b>Fair Value</b>	<b>30.06.2011</b>	<b>31.12.2010</b>
<i>Open Ended</i>	<b>Currency</b>	<b>Holding</b>	<b>£</b>	<b>% of NAV</b>	<b>% of NAV</b>
BH Macro US Dollar Class	GBP	18,190	322,781	2.01	
iPath Inverse S&P 500 VIX Short-Term Futures ETN	USD	13,350	221,270	1.38	
Muzinich Short Duration High Yield Fund	GBP	14,393	1,440,289	8.96	
			<u>1,984,340</u>	<u>12.35</u>	<u>12.79</u>

<b>Non UCITS</b>		<b>Nominal</b>	<b>Fair Value</b>	<b>30.06.2011</b>	<b>31.12.2010</b>
<i>Closed Ended</i>	<b>Currency</b>	<b>Holding</b>	<b>£</b>	<b>% of NAV</b>	<b>% of NAV</b>
3i Infrastructure	GBP	150,000	181,238	1.13	
Elders Investment - 24B Merrill Lynch 7% Fixed Income Shares	GBP	480,000	375,600	2.34	
International Public Partnerships	GBP	234,676	276,272	1.72	
John Laing Infrastructure Fund	GBP	258,000	274,641	1.71	
NB Global Floating Rate Income Fund	GBP	150,000	154,125	0.96	
PSolve Niche Opportunities Fund	GBP	79,500	-	-	
			<u>1,261,876</u>	<u>7.86</u>	<u>12.30</u>

<b>Industry Sector</b>	<b>Common Stock</b>	<b>Currency</b>	<b>Nominal</b>	<b>Fair Value</b>	<b>30.06.2011</b>	<b>31.12.2010</b>
			<b>Holding</b>	<b>£</b>	<b>% of NAV</b>	<b>% of NAV</b>
Basic Materials	Anglo American	GBP	4,000	121,960	0.76	
	Barrick Gold	CAD	500	14,149	0.09	
Communications	AT&T	USD	24,400	476,521	2.96	
	BCE	CAD	1,600	39,157	0.24	
	France Telecom	EUR	32,700	429,242	2.67	
	Frontier Communications	USD	9,763	48,856	0.30	
	Singapore Telecommunications	SGD	76,000	122,127	0.76	
	Telefonica	EUR	22,500	337,775	2.10	
Consumer, Cyclical	Verizon Communications	USD	13,000	298,229	1.86	
	McDonald's	USD	1,675	88,498	0.55	

# Dynamic Assets Managed Fund plc

## The Dynamic Distribution Fund Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Industry Sector	Common Stock (continued)	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV	
Consumer, Non-cyclical	Coca-Cola	USD	2,500	104,192	0.65		
	HJ Heinz	USD	4,000	132,671	0.83		
	Tesco	GBP	18,000	71,352	0.44		
Energy	Total	EUR	3,400	120,609	0.75		
Financial	Annaly Capital Management	USD	11,000	123,494	0.77		
	FRM Credit Alpha Fund	GBP	35,371	26,174	0.16		
	QBE Insurance Group	AUD	30,000	346,358	2.15		
Utilities	GDF Suez	EUR	7,800	175,678	1.09		
	National Grid	GBP	18,200	110,656	0.69		
	Veolia Environnement	EUR	8,900	153,731	0.96		
				3,341,429	20.78	18.49	
Futures		Price	Currency	Nominal Holdings	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
	DJ STOXX 50 DVD Dec 2015	109.8	EUR	61	30,284	0.19	
	DJ STOXX 50 DVD Dec 2014	111.7	EUR	7	6,179	0.04	
	DJ STOXX 50 DVD Dec 2012	122.3	EUR	26	15,837	0.10	
					52,300	0.33	0.04
Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
14/07/2011	EUR	328,068	GBP	(291,981)	4,661	0.03	
14/07/2011	USD	121,249	GBP	(74,113)	1,646	0.01	
14/07/2011	EUR	157,238	GBP	(139,941)	2,234	0.01	
14/07/2011	CHF	66,713	GBP	(48,731)	1,240	0.01	
14/07/2011	USD	25,922	GBP	(15,845)	352	0.00	
27/09/2011	GBP	1,443,165	USD	(2,300,000)	4,689	0.03	
27/09/2011	SGD	313,418	GBP	(158,797)	778	0.01	
27/09/2011	SGD	120,000	USD	(96,923)	479	0.00	
21/03/2012	CNY	800,000	USD	(123,983)	539	0.00	
21/03/2012	CNY	900,000	USD	(140,318)	81	0.00	
					16,699	0.10	0.15

# Dynamic Assets Managed Fund plc

## The Dynamic Distribution Fund Portfolio Statement (continued)

As at 30 June 2011

### Financial assets at fair value through profit or loss (continued)

Options	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
				0.00	0.10
<b>Total financial assets at fair value through profit or loss</b>			<b>14,564,080</b>	<b>90.57</b>	<b>88.12</b>

### Financial liabilities at fair value through profit or loss

Futures	Price	Currency	Nominal Holdings	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
EURX E-STX BNK Sep 2011	156.9	EUR	(4)	(281)	(0.00)	
RUSSELL 2000 MINI SEP 2011	818.9	USD	(8)	(15,504)	(0.10)	
				(15,785)	(0.10)	(0.04)

### Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
27/09/2011	GBP	1,763,600	EUR	(1,990,000)	(33,511)	(0.21)	
14/07/2011	GBP	18,504	EUR	(20,541)	(70)	(0.00)	
					(33,581)	(0.21)	(0.07)

### Total financial liabilities at fair value through profit or loss

### Total financial assets and liabilities at fair value through profit or loss

Cash				1,467,416	9.13	11.70
Other net assets				97,669	0.61	0.29
<b>TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>				<b>16,079,799</b>	<b>100.00</b>	<b>100.00</b>

# Dynamic Assets Managed Fund plc

## The Dynamic Distribution Fund

### Significant Portfolio Movements

For the six months ended 30 June 2011

<b>Purchases</b>	<b>Costs £'000</b>
iShares S&P Global Water 50	759,616
Greece (Republic Of) 4.30% 20.03.2012	236,952
BH Macro US Dollar Class	233,555
Telefonica	216,941
France Telecommunication	174,274
iPath Inverse S&P 500 VIX Short-Term Futures ETN	174,114
NB Global Floating Rate I	150,000
Fidelity Global Inflation linked Bond Fund	100,000
MSCI Brazil TRN Index	98,307
Lyxor ETF Euro Stoxx 50 Dividends	143,823
Verizon Communications	70,123
Celsius Funds PLC - Asian Real Estate Income Fund GBP	50,000
FRM Credit Alpha	47,731
iShares MSCI Canada	40,351
BCE	36,254
ETFS Copper	29,252
ETFS Forward Agriculture DJ-UBSCI-F3SM	28,682
FRM Credit Alpha	28,162
Veolia Environnement	20,626
Coca-Cola	20,309
<b>Sales</b>	<b>Proceeds £'000</b>
AcenciA Debt Strategies Fund	340,985
Investec Emerging Markets Local Currency Debt	250,360
BH Macro	233,555
Aberdeen Latin American Income Fund	177,182
iPath Inverse S&P 500 VIX Short-Term Futures ETN	155,421
Henderson Diversified Income	135,413
FRM Credit Alpha	47,731
John Laing Infrastructure Fund	44,684
iShares MSCI Canada	43,385
FRM Credit Alpha	35,226
Inter-American Development Bank 10% 27.05.2011	32,026
IBM 170 CALL Option January 2012	31,415
FRM Credit Alpha	28,161
Novartis Chf52 Put Option March 2011	7,202
Koninklijke Boskalis Westminster	602

The above represents the top 20 purchases and sales of investments during the period by value.

# Dynamic Assets Managed Fund plc

## The Dynamic Conservative Real Return Fund

### Investment objective

The investment objective of the Sub-Fund is to provide long term capital growth from a diversified portfolio of investments using a conservative strategy.

### Investment policy

The Sub-Fund's investment objective will be achieved through investment in a global portfolio of predominantly equity securities that are freely transferable but the Sub-Fund may also invest in fixed income securities, cash and money market instruments.

The Sub-Fund may invest in transferable securities, primarily of companies listed or traded on a regulated stock exchange or market set out in Appendix I of the Prospectus. The securities will primarily be common stocks and other securities with equity characteristics, including, but not limited to, preferred stocks, warrants (not more than 10% of the Sub-Fund's Net Asset Value), rights (which are issued by a company to allow holders to subscribe for additional securities issued by that company) and convertible securities, as well as depository receipts, for such securities all of which are traded on securities exchanges or regulated markets listed in Appendix I of the Prospectus.

Typical fixed income investments (which may or may not be investment grade) and money market instruments include government and corporate debt securities, including, but not limited to, bonds and notes (fixed and floating), treasury bills, certificates of deposit, commercial paper, asset backed securities and mortgage backed securities, listed or dealt in on the stock exchanges or regulated markets set out in Appendix I of the Prospectus and cash deposits.

The Sub-Fund may invest up to 10% of its assets in emerging market countries.

Subject to the Regulations, the Sub-Fund may also invest up to 100% of its Net Asset Value indirectly in such securities through holdings in collective investment schemes that satisfy the requirements of the Irish Central Bank, which are UCITS, Irish retail non-UCITS, Guernsey Class A Schemes, Jersey Recognised Funds and Isle of Man Authorised Schemes, including other schemes managed by the Investment Manager or its affiliates.

The Sub-Fund may also use financial derivative instruments (subject to the investment and borrowing limits set out herein) and may enter into repurchase and reverse repurchase agreements as well as stocklending arrangements for efficient portfolio management purposes and, in order to hedge against exchange rate risk, may enter into spot/forward currency hedging contracts to reduce risks, costs or a combination of both subject to the relevant restrictions set out by the Authority. Financial derivative instruments will not be entered into for speculative purposes.

At the EGM on 31 January 2008, shareholders approved a change to the investment policies to allow the Investment Manager to use financial derivative instruments for investment purposes from 1 March 2008.

## Investment Manager's Report

### For the six months ended 30 June 2011

#### Performance

The Sub-Fund rose 1.1% over the six months to the 30th June 2011.

#### Market Review

Most equity markets finished the first half of 2011 in positive territory but progress was anything but smooth. There was also a notable dispersion of returns from different regions in local currency terms. European stocks generated the strongest returns, partly as a function of their weakness in 2010, while Japanese equities struggled to recover from the March sell-off following the tsunami and nuclear crisis. Broadly speaking company fundamentals and earnings were strong but gains were tempered by ongoing concerns over sovereign debt in peripheral Europe and political brinkmanship in the US over extending its debt ceiling.

Within fixed income, government bonds managed to make small gains despite rising inflation and negative real yields. Corporate bonds also generated attractive returns as company balance sheets remained very healthy and interest rate rises in the West (outside the Eurozone) looked ever more remote in the face of weak economic data.

Meanwhile, commodities were volatile, with oil spiking up as unrest spread throughout North Africa and the Middle East before plummeting on global growth concerns and the release of 60 million barrels of reserves by the IEA (International Energy Agency). Gold was weak in the first quarter but bounced back strongly as concerns mounted over sovereign indebtedness.

# Dynamic Assets Managed Fund plc

## The Dynamic Conservative Real Return Fund

### Investment Manager's Report (continued)

For the six months ended 30 June 2011

#### Portfolio Activity

Performance was held back by a disappointing May and June, when exposure to certain commodities and the equities of commodity producing countries, such as Canada and Brazil, was negative. Elsewhere, our telecoms, healthcare and utility exposure added value, as did gold and silver. Most of our alternative strategies performed well, including European dividend futures, short volatility and our market-neutral commodity trades.

During March we added exposure to European healthcare companies via a Deutsche Bank exchange traded fund. These stocks trade at a 25% discount to the broader index based on forecast 2011 earnings, reflecting concerns about future earnings. Nevertheless, these companies are highly cash generative and are set to benefit from positive demographic trends (ageing populations). Also, despite committing billions of dollars to research and development over the coming years, they have drug pipelines priced at zero.

Although we think interest rate rises in the UK and US are not imminent, we continue to avoid interest-rate-sensitive instruments such as fixed income. Instead in April we invested in a listed fund, managed by Neuberger Berman, which has exposure to floating-rate, senior loans. This is expected to yield 5% with a degree of capital growth, which looks attractive compared to near-zero interest rates.

The aversion to resources in May allowed us to build a position in agricultural commodities. Supply for many soft commodities remains very tight while extreme weather events are putting downward pressure on yields. Meanwhile, demand continues to rise from emerging middle classes in the developing world and ever increasing acreage is being used for biofuel production. We believe that near perfect weather conditions are needed for the rest of the growing season and at harvest time to meet supply expectations.

#### Outlook

We expect growth to remain anaemic in developed markets and unemployment to remain high. Inflationary pressures are building but we do not anticipate imminent rate rises in the UK or the US, given the growth backdrop. Moreover, as governments cannot grow their way out of their debt crises, and nor will they allow a default to happen, the only course of action is to inflate away their obligations. With this in mind the portfolios will be skewed towards real assets, such as precious metals, and investments that have a high degree of inflation protection, such as dividends, utilities and infrastructure. Appetite for risk currently remains relatively robust despite the unrest in the Middle East, the tsunami in Japan and an as yet unresolved sovereign debt crisis in Europe. However, this could change, particularly with the second round of quantitative easing in the US due to end in June, so we prefer to have the majority of our equity exposure in stable, defensive companies.

Source: Armstrong Investment Managers LLP, July 2011. Performance data taken from Lipper, a REUTERS company, Financial Express Analytics, total return, bid to bid, UK sterling. Past performance is not a guide to future returns.

**Armstrong Investment Managers LLP**  
**August 2011**

# Dynamic Assets Managed Fund plc

## The Dynamic Conservative Real Return Fund

### Portfolio Statement

As at 30 June 2011

#### Financial assets at fair value through profit or loss

Country of Incorporation	Bonds	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Australia	SPI Electricity & Gas Australia Holding	7.125	26/06/2018	GBP	300,000	354,545	0.52	
Cayman Islands	Residential Reinsurance	10.816	06/06/2013	USD	750,000	452,769	0.67	
France	France Telecom	5.000	12/05/2016	GBP	250,000	267,919	0.40	
Germany	Kreditanstalt fuer Wiederaufbau	7.500	17/07/2012	IDR	1,350,000,000	100,465	0.15	
	Kreditanstalt fuer Wiederaufbau	10.000	15/05/2012	BRL	700,000	282,118	0.42	
Greece	Hellenic Republic	4.300	20/03/2012	EUR	200,000	156,267	0.23	
	Hellenic Republic	5.500	20/08/2014	EUR	360,000	193,738	0.29	
Ireland	Ireland (Government of)	4.600	18/04/2016	EUR	500,000	322,876	0.48	
	Irish Life & Permanent	4.000	10/03/2015	EUR	250,000	160,635	0.24	
Luxembourg	Merrill Lynch	0.000	28/12/2011	EUR	500,000	451,561	0.67	
	Merrill Lynch	0.000	07/09/2012	GBP	1,530,000	1,661,687	2.46	
	Merrill Lynch	0.000	07/09/2012	GBP	2,170,000	2,463,145	3.64	
Netherland	Nederlandse Gasunie	6.000	30/10/2013	EUR	50,000	48,832	0.07	
Supranational	European Bank For Reconstruction & Development	9.250	10/09/2012	BRL	500,000	200,373	0.30	
	European Bank For Reconstruction & Development	6.750	19/02/2013	IDR	1,650,000,000	122,158	0.18	
	European Investment Bank	7.250	23/02/2015	IDR	1,300,000,000	96,527	0.14	
	International Bank For Reconstuction & Development	2.300	26/02/2013	KRW	240,000,000	141,197	0.21	
	International Finance	9.250	16/09/2013	BRL	750,000	301,150	0.44	
United Kingdom	Barclays Bank	14.000	31/12/2049	GBP	250,000	313,625	0.46	
						8,091,587	11.97	12.72

#### Collective Investment Schemes

##### Open Ended

	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Barclays Celsius Asian Real Estate Income Fund	GBP	1,291,764	745,090	1.10	
Baring Absolute Return Global Bond Trust	GBP	2,583,370	3,092,294	4.58	
DB X-Trackers - DJ STOXX 600 Utilities ETF	GBP	87,922	4,985,336	7.37	
DB X-Trackers - MSCI Brazil TRN Index ETF	GBP	65,041	2,835,326	4.19	
DB X-Trackers - STOXX 600 Health Care ETF	GBP	26,850	1,433,940	2.12	
F&C Portfolios Active Return Fund	GBP	10,997	1,183,683	1.75	
Fidelity Global Inflation-linked Bond Fund	GBP	1,780,952	2,188,790	3.24	
Ignis Argonaut European Alpha Fund	GBP	1,322,876	2,324,160	3.44	

# Dynamic Assets Managed Fund plc

## The Dynamic Conservative Real Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

<b>Collective Investment Schemes (continued)</b> <i>Open Ended (continued)</i>	<b>Currency</b>	<b>Nominal Holding</b>	<b>Fair Value £</b>	<b>30.06.2011 % of NAV</b>	<b>31.12.2010 % of NAV</b>
iShares DJ Asia Pacific Select	GBP	99,250	1,940,387	2.87	
iShares Macquarie Global Infrastructure	GBP	12,700	185,090	0.27	
iShares S&P Emerging Markets Infrastructure	GBP	71,674	1,093,136	1.62	
iShares S&P Global Water 50	GBP	295,939	4,684,714	6.93	
Lyxor ETF Euro Stoxx 50	EUR	10,976	1,035,894	1.53	
Lyxor ETF Euro Stoxx 50	GBP	580	54,363	0.08	
Lyxor International Asst Management ETF Euro Stoxx 50	EUR	5,476	520,925	0.77	
Muzinich Short Duration High Yield Fund	GBP	33,673	3,369,641	4.99	
State Street Global Advisors Cash Management Fund	GBP	4,500,000	4,500,000	6.66	
			<b>36,172,769</b>	<b>53.51</b>	<b>58.46</b>
<b>Collective Investment Schemes</b> <i>Close Ended</i>	<b>Currency</b>	<b>Nominal Holding</b>	<b>Fair Value £</b>	<b>30.06.2011 % of NAV</b>	<b>31.12.2010 % of NAV</b>
ETFS Copper	USD	23,700	690,130	1.02	
ETFS Forward Agriculture	USD	94,850	929,804	1.37	
ETFS Oil Securities	USD	5,310	295,083	0.44	
ETFS Physical Gold/Jersey	USD	10,085	936,327	1.39	
ETFS Physical Platinum	USD	9,150	966,991	1.43	
ETFS Short Natural Gas	USD	450	46,117	0.07	
Gold Bullion Securities	USD	1,954	179,194	0.26	
iPath Inverse S&P 500	USD	89,880	1,489,718	2.20	
iShares MSCI Canada	GBP	20,250	392,243	0.58	
NB Global Floating Rate Income	GBP	946,321	972,345	1.44	
ProShares UltraShort Financials	USD	1,700	65,625	0.10	
ProShares UltraShort Russell 2000	USD	5,100	135,318	0.20	
PSolve Niche Opportunities	GBP	1,875,500	-	0.00	
Thames River Multi Hedge Fund	GBP	77,070	98,216	0.15	
			<b>7,197,111</b>	<b>10.65</b>	<b>9.18</b>

# Dynamic Assets Managed Fund plc

## The Dynamic Conservative Real Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Non UCITS			Nominal	Fair Value	30.06.2011	31.12.2010	
<i>Closed Ended</i>		Currency	Holding	£	% of NAV	% of NAV	
					0.00		
					0.00	1.17	
Industry Sector	Common Stock	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV	
Basic Materials	Barrick Gold	CAD	6,300	178,276	0.26		
	Sino-Forest	CAD	35,700	61,582	0.09		
Communications	AT&T	USD	19,925	389,127	0.58		
	BCE	CAD	10,400	254,519	0.38		
	France Telecom	EUR	40,700	534,255	0.79		
	Sprint Nextel	USD	4,000	13,020	0.02		
	Telefonica	EUR	44,050	661,289	0.98		
	Verizon Communications	USD	16,500	378,521	0.56		
Consumer, Cyclical	Swatch Group	CHF	1,000	311,399	0.46		
	Tiffany & Co	USD	9,400	456,537	0.67		
Consumer, Non-cyclical	Brasil Foods	USD	56,500	606,775	0.90		
	Coca-Cola	USD	16,500	687,667	1.02		
Diversified	LVMH Moet Hennessy Louis Vuitton	EUR	5,000	549,620	0.81		
Financial	QBE Insurance Group	AUD	47,800	551,864	0.82		
	United Overseas Bank	SGD	16,500	165,128	0.24		
Utilities	Veolia Environnement	EUR	20,900	361,008	0.53		
				6,160,587	9.11	5.54	
Futures		Price	Currency	Nominal Holding	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
DJ Euro Stoxx December 2012		122	EUR	132	85,434	0.12	
DJ Euro Stoxx December 2014		112	EUR	30	26,600	0.04	
DJ Euro Stoxx December 2015		110	EUR	233	108,443	0.16	
S&P 500 E-MINI September 2011		1,304	USD	9	10,844	0.02	
					231,321	0.34	0.04

# Dynamic Assets Managed Fund plc

## The Dynamic Conservative Real Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

### Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
14/07/2011	USD	16,249,718	GBP	(9,932,591)	220,662	0.33	
14/07/2011	EUR	14,371,009	GBP	(12,790,198)	204,181	0.30	
14/07/2011	EUR	2,587,027	GBP	(2,302,454)	36,756	0.06	
27/09/2011	GBP	3,890,272	USD	(6,200,000)	12,638	0.02	
14/07/2011	EUR	435,118	GBP	(385,062)	8,375	0.01	
14/07/2011	EUR	277,029	GBP	(246,301)	4,191	0.01	
14/07/2011	EUR	126,036	GBP	(111,101)	2,862	0.01	
27/09/2011	SGD	1,065,620	GBP	(539,910)	2,646	0.01	
21/03/2012	CNY	3,900,000	USD	(604,417)	2,626	0.00	
14/07/2011	EUR	85,024	GBP	(74,435)	2,445	0.00	
14/07/2011	CHF	130,456	GBP	(95,293)	2,425	0.00	
27/09/2011	SGD	430,000	USD	(347,308)	1,718	0.00	
14/07/2011	EUR	381,333	GBP	(343,440)	1,364	0.00	
14/07/2011	EUR	45,010	GBP	(39,527)	1,171	0.00	
14/07/2011	EUR	67,506	GBP	(60,073)	967	0.00	
14/07/2011	EUR	55,007	GBP	(49,038)	700	0.00	
14/07/2011	EUR	42,016	GBP	(37,351)	640	0.00	
14/07/2011	EUR	57,159	GBP	(51,132)	552	0.00	
14/07/2011	EUR	55,022	GBP	(49,220)	531	0.00	
14/07/2011	EUR	35,013	GBP	(31,178)	481	0.00	
21/03/2012	CNY	4,100,000	USD	(639,227)	369	0.00	
14/07/2011	EUR	35,004	GBP	(31,294)	357	0.00	
14/07/2011	EUR	8,211	GBP	(7,307)	118	0.00	
14/07/2011	EUR	30,003	GBP	(27,027)	102	0.00	
					508,877	0.75	0.15

# Dynamic Assets Managed Fund plc

## The Dynamic Conservative Real Return Fund Portfolio Statement (continued)

As at 30 June 2011

### Financial assets at fair value through profit or loss (continued)

Options	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
				0.00	
					0.09
<b>Total financial assets at fair value through profit or loss</b>			<b>58,362,252</b>	<b>86.33</b>	<b>87.35</b>

### Financial liabilities at fair value through profit or loss

Futures	Price	Currency	Nominal Holding	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
EURX Euro Stoxx Bank September 2011	157	EUR	(14)	(1,003)	0.00	
Russell 2000 MINI September 2011	819	USD	(42)	(89,692)	(0.13)	
				(90,695)	(0.13)	(0.03)

### Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
27/09/2011	GBP	6,779,667	EUR	(7,650,000)	(128,823)	(0.19)	
14/07/2011	GBP	1,847,860	USD	(2,999,446)	(26,276)	(0.04)	
14/07/2011	GBP	125,349	EUR	(140,765)	(1,932)	0.00	
14/07/2011	GBP	1,318	EUR	(1,501)	(39)	0.00	
14/07/2011	GBP	911	EUR	(1,011)	(3)	0.00	
					(157,073)	(0.23)	(0.29)

### Total financial liabilities at fair value through profit or loss

<b>Total financial liabilities at fair value through profit or loss</b>				<b>(247,768)</b>	<b>(0.36)</b>	<b>(0.32)</b>
<b>Total financial assets and liabilities at fair value through profit or loss</b>				<b>58,114,484</b>	<b>85.97</b>	<b>87.03</b>
Cash/(overdraft)				9,580,082	14.17	13.64
Other net (liabilities)/assets				(96,785)	(0.14)	(0.67)
<b>TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>				<b>67,597,781</b>	<b>100.00</b>	<b>100.00</b>

# Dynamic Assets Managed Fund plc

## The Dynamic Conservative Real Return Fund

### Significant Portfolio Movements

For the six months ended 30 June 2011

	<b>Costs</b>
	<b>£'000</b>
<b>Purchases</b>	
iPath Inverse S&P 500	1,961
DB X-Trackers - STOXX 600 Health Care ETF	1,465
NB Global Floating Rate Income	1,200
Fidelity Global Inflation-linked Bond Fund	1,200
ProShares UltraShort Russell 2000	1,166
Lyxor ETF Euro Stoxx 50	983
ETFS Forward Agriculture	953
BH Macro	953
ETFS Copper	768
iShares S&P Global Water 50	732
DB X-Trackers - DJ STOXX 600 Utilities ETF	623
DB X-Trackers - MSCI Brazil TRN Index ETF	599
Barclays Celsius Asian Real Estate Income Fund	573
France Telecom	529
iShares S&P Emerging Markets Infrastructure	498
Coca-Cola	497
Telefonica	477
ETFS Oil Securities	453
Tiffany	435
Muzinich Short Duration High Yield Fund	399
	<b>Proceeds</b>
	<b>£'000</b>
State Street Global Advisors Cash Management Fund	4,500
DB X-Trackers - DJ STOXX 600 Utilities ETF	3,206
Lyxor ETF Euro Stoxx 50	1,951
iShares S&P Global Water 50	1,714
DB X-Trackers - MSCI Brazil TRN Index ETF	1,314
Baring Absolute Return Global Bond Trust	1,311
Gold Bullion Securities	1,240
BH Macro	1,231
iShares DJ Asia Pacific Select	1,167
F&C Portfolios Active Return Fund	1,031
Acencia Debt Strategies	1,010
iPath Inverse S&P 500	993
ProShares UltraShort Russell 2000	983
International Public Partnership	894
Muzinich Short Duration High Yield Fund	893
BH Macro	845
Thames River Multi Hedge Fund	784
ETFS Physical Platinum	751
iPath Inverse S&P 500	710
AT&T	583

The above represents the top 20 purchases and sales of investments during the period by value.

# Dynamic Assets Managed Fund plc

## The Dynamic Balanced Real Return Fund

### Investment objective

The objective of the Sub-Fund is to provide long term capital growth from a diversified portfolio of investments.

### Investment policy

The Sub-Fund's investment objective will be achieved through investment in a global portfolio of equity securities that are freely transferable, fixed income securities, cash and money market instruments. The Sub-Fund may, where the Investment Manager considers it in the best interest of the Sub-Fund, invest all of its assets solely in equity securities.

Typical fixed income investments (which may or may not be investment grade) and money market instruments include government and corporate debt securities, including, but not limited to, bonds and notes (fixed and floating), treasury bills, certificates of deposit, commercial paper, asset backed securities and mortgage backed securities, listed or dealt in on the stock exchanges or regulated markets set out in Appendix I of the Prospectus and cash deposits.

The Sub-Fund may also invest in transferable securities, primarily of companies listed or traded on a regulated stock exchange or market set out in Appendix I of the Prospectus. The securities will primarily be common stocks and other securities with equity characteristics, including, but not limited to preferred stocks, warrants (not more than 10% of the Sub-Fund's Net Asset Value), rights (which are issued by a company to allow holders to subscribe for additional securities issued by that company) and convertible securities, as well as depository receipts, for such securities all of which are traded on securities exchanges or regulated markets listed in Appendix I of the Prospectus.

The Sub-Fund may invest up to 10% of its assets in emerging market countries.

Subject to the Regulations, the Sub-Fund may also invest up to 100% of its Net Asset Value indirectly in such securities through holdings in collective investment schemes that satisfy the requirements of the Irish Central Bank, which are UCITS, Irish retail non-UCITS, Guernsey Class A Schemes, Jersey Recognised Funds and Isle of Man Authorised Schemes, including other schemes managed by the Investment Manager or its affiliates.

The Sub-Fund may also use financial derivative instruments (subject to the investment and borrowing limits set out herein) and may enter into repurchase and reverse repurchase agreements as well as stocklending arrangements for efficient portfolio management purposes and, in order to hedge against exchange rate risk, may enter into spot/forward currency hedging contracts to reduce risks, costs or a combination of both subject to the relevant restrictions set out by the Authority. Financial derivative instruments will not be entered into for speculative purposes.

At the EGM on 31 January 2008, shareholders approved a change to the investment policies to allow the Investment Manager to use financial derivative instruments for investment purposes from 1 March 2008.

## Investment Manager's Report

For the six months ended 30 June 2011

### Performance

The Sub-Fund rose 3.4% over the six months to the 30th June 2011.

### Market Review

Most equity markets finished the first half of 2011 in positive territory but progress was anything but smooth. There was also a notable dispersion of returns from different regions in local currency terms. European stocks generated the strongest returns, partly as a function of their weakness in 2010, while Japanese equities struggled to recover from the March sell-off following the tsunami and nuclear crisis. Broadly speaking company fundamentals and earnings were strong but gains were tempered by ongoing concerns over sovereign debt in peripheral Europe and political brinkmanship in the US over extending its debt ceiling.

Within fixed income, government bonds managed to make small gains despite rising inflation and negative real yields. Corporate bonds also generated attractive returns as company balance sheets remained very healthy and interest rate rises in the West (outside the Eurozone) looked ever more remote in the face of weak economic data.

Meanwhile, commodities were volatile, with oil spiking up as unrest spread throughout North Africa and the Middle East before plummeting on global growth concerns and the release of 60 million barrels of reserves by the IEA (International Energy Agency). Gold was weak in the first quarter but bounced back strongly as concerns mounted over sovereign indebtedness.

# Dynamic Assets Managed Fund plc

## The Dynamic Balanced Real Return Fund

### Investment Manager's Report (continued)

For the six months ended 30 June 2011

#### Portfolio Activity

The Sub-Fund benefited from positive performance from a variety of asset classes and strategies during the period. Within equity, our telecoms, healthcare and utility exposure added value, while Brazilian large caps and Canada detracted. The commodity exposure was also mixed with gold and silver rallying but copper was weak. Inflation-linked bonds were positive, as was our short duration high yield fund. Elsewhere, most of our alternative strategies performed well, including European dividend futures, short volatility and our market-neutral commodity trades.

During February, we invested in the Melchior European Absolute Return Fund. Run by experienced hedge fund manager Leonard Charlton, the fund aims to generate annualised returns of 10% per annum by investing in both long and short equity positions.

In March, we added exposure to European healthcare companies via a Deutsche Bank exchange traded fund. These stocks trade at a 25% discount to the broader index based on forecast 2011 earnings, reflecting concerns about future revenues. Nevertheless, they are highly cash generative and are set to benefit from positive demographic trends (eg, ageing populations). Also, despite committing billions of dollars to research and development over the coming years, they have drug pipelines priced at zero.

Although we think interest rate rises in the UK and US are not imminent, we continue to avoid interest-rate-sensitive instruments such as fixed income. Instead we invested in a listed fund in April, managed by Neuberger Berman, which has exposure to floating-rate, senior loans. This is expected to yield 5% with a degree of capital growth, which looks attractive compared to near-zero interest rates.

The aversion to resources in May allowed us to build a position in agricultural commodities. Supply for many soft commodities remains very tight while extreme weather events are putting downward pressure on yields. Meanwhile, demand continues to rise from emerging middle classes in the developing world and ever increasing acreage is being used for biofuel production. We believe that near perfect weather conditions are needed for the rest of the growing season and at harvest time to meet supply expectations.

#### Outlook

We expect growth to remain anaemic in developed markets and unemployment to remain high. Inflationary pressures are building but we do not anticipate imminent rate rises in the UK or the US, given the growth backdrop. Moreover, as governments cannot grow their way out of their debt crises, and nor will they allow a default to happen, the only course of action is to inflate away their obligations. With this in mind the portfolios will be skewed towards real assets, such as precious metals, and investments that have a high degree of inflation protection, such as dividends, utilities and infrastructure. Appetite for risk currently remains relatively robust despite the unrest in the Middle East, the tsunami in Japan and an as yet unresolved sovereign debt crisis in Europe. However, this could change, particularly with the second round of quantitative easing in the US due to end in June, so we prefer to have the majority of our equity exposure in stable, defensive companies.

Source: Armstrong Investment Managers LLP, July 2011. Performance data taken from Lipper, a REUTERS company, Financial Express Analytics, total return, bid to bid, UK sterling. Past performance is not a guide to future returns.

**Armstrong Investment Managers LLP**  
**August 2011**

# Dynamic Assets Managed Fund plc

## The Dynamic Balanced Real Return Fund

### Portfolio Statement

As at 30 June 2011

#### Financial assets at fair value through profit or loss

Collective Investment Schemes		Nominal	Fair Value	30.06.2011	31.12.2010
<i>Open Ended</i>	Currency	Holding	£	% of NAV	% of NAV
DJ Stoxx 600 Healthcare	GBP	9,650	515,364	2.09	
DJ Stoxx 600 Utilities	GBP	52,194	2,959,494	11.99	
Ignis Argonaut European Alpha Fund	GBP	542,616	953,322	3.86	
iShares DJ Asia/Pacific Select Dividend 30ct Dividend	GBP	102,800	2,009,791	8.14	
iShares Macquarie Global Infrastructure 100	GBP	22,900	333,744	1.35	
iShares S&P Emerging Markets Infrastructure	GBP	49,552	755,742	3.06	
iShares S&P Global Water 50	GBP	162,452	2,571,615	10.42	
Lyxor ETF Euro Stoxx 50 Dividends	GBP	1,700	159,341	0.65	
Lyxor ETF Euro Stoxx 50 Dividends	EUR	9,709	917,769	2.97	
Melchior Selected Trust - European Absolute Return Fund	GBP	9,256	1,039,210	4.22	
MSCI Brazil Trn Index	GBP	39,389	1,717,082	6.96	
			13,932,474	56.46	54.82
<b>Non UCITS</b>		<b>Nominal</b>	<b>Fair Value</b>	<b>30.06.2011</b>	<b>31.12.2010</b>
<i>Closed Ended</i>	Currency	Holding	£	% of NAV	% of NAV
Barclays Bank iPath Inverse January 2021 S&P 500	USD	57,650	955,521	3.87	
BH Macro	GBP	7,688	136,424	0.55	
ETFS Copper	USD	14,700	428,055	1.73	
ETFS Forward Agriculture	USD	28,700	281,343	1.14	
ETFS Oil Securities	USD	1,760	97,805	0.40	
ETFS Physical Gold	USD	6,050	561,703	2.28	
ETFS Physical Platinum	USD	3,780	399,478	1.62	
ETFS Short Natural Gas	USD	550	56,366	0.22	
iShares MSCI Canada	GBP	16,100	311,857	1.27	
Muzinich Short Duration High Yield Fund	GBP	11,557	1,156,513	4.69	
ProShares UltraShort Russell2000	USD	1,750	46,433	0.19	
			4,431,498	17.96	18.24

# Dynamic Assets Managed Fund plc

## The Dynamic Balanced Real Return Fund Portfolio Statement (continued)

As at 30 June 2011

### Financial assets at fair value through profit or loss (continued)

Industry Sector	Common Stock	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Basic Materials	Barrick Gold	CAD	2,600	73,574	0.30	
Communications	AT&T	USD	30,300	591,746	2.40	
	BCE	CAD	2,500	61,182	0.25	
	France Telecommunication	EUR	43,100	565,759	2.29	
	Sprint Nextel	USD	7,000	22,784	0.09	
	Telefonica	EUR	16,900	253,707	1.03	
	Verizon Communications	USD	6,100	139,938	0.57	
Consumer, Cyclical	Swatch	CHF	150	46,711	0.20	
	Tiffany & Co	USD	1,700	82,565	0.33	
Consumer, Non-cyclical	BRF - Brasil Foods	USD	39,900	428,501	1.74	
	Coca-Cola	USD	7,600	316,744	1.28	
Diversified	LVMH Moet Hennessy Louis Vuitton	EUR	2,700	296,795	1.20	
Energy	Linc Energy	AUD	69,950	134,364	0.55	
Financial	Berkshire Hathaway	USD	1	72,183	0.29	
	QBE Insurance	AUD	44,200	510,301	2.07	
	United Overseas Bank	SGD	2,000	20,015	0.08	
Utilities	Veolia Environnement	EUR	11,200	193,459	0.77	
				3,810,328	15.44	11.77

Industry Sector	Bonds	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Financial	Merrill Lynch	0	07/09/2012	GBP	1,000,000	1,086,070	4.39	
	Merrill Lynch Series 1	0	07/09/2012	GBP	970,000	1,101,037	4.46	
						2,187,107	8.85	9.48

# Dynamic Assets Managed Fund plc

## The Dynamic Balanced Real Return Fund Portfolio Statement (continued)

As at 30 June 2011

### Financial assets at fair value through profit or loss (continued)

Futures	Price	Currency	Nominal Holding	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
DJ Stoxx December 2012	122.3	EUR	61	44,388	0.18	
DJ Stoxx December 2014	111.7	EUR	13	11,634	0.05	
DJ Stoxx December 2015	109.8	EUR	176	102,336	0.41	
ESU1 EMINI S&P500 September 2011	1304.3	USD	4	4,815	0.02	
				163,173	0.66	0.16

### Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
14/07/2011	USD	5,130,041	GBP	(3,135,722)	69,663	0.28	
14/07/2011	USD	5,106,931	GBP	(3,121,596)	69,349	0.29	
27/09/2011	GBP	2,070,629	USD	(3,300,000)	6,727	0.03	
21/03/2012	CNY	1,300,000	USD	(201,472)	875	0.00	
21/03/2012	CNY	1,300,000	USD	(202,682)	117	0.00	
27/09/2011	SGD	376,101	GBP	(190,556)	934	0.00	
14/07/2011	EUR	198,756	GBP	(176,893)	2,824	0.01	
27/09/2011	SGD	150,000	USD	(121,154)	599	0.00	
14/07/2011	CHF	74,227	GBP	(54,220)	1,380	0.01	
14/07/2011	EUR	33,012	GBP	(28,991)	859	0.00	
14/07/2011	EUR	24,134	GBP	(21,479)	343	0.00	
					153,670	0.62	0.12

### Total financial assets at fair value through profit or loss

**24,678,250      99.99      94.75**

### Financial liabilities at fair value through profit or loss

Futures	Price	Currency	Nominal Holding	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
EURX E-Stoxx September 2011	156.9	EUR	(8)	(573)	0.00	
Russell 2000 Mini September 2011	818.9	USD	(24)	(50,029)	(0.20)	
				(50,602)	(0.20)	(0.03)

# Dynamic Assets Managed Fund plc

## The Dynamic Balanced Real Return Fund Portfolio Statement (continued)

As at 30 June 2011

Total financial assets at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
27/09/2011	GBP	3,146,120	EUR	(3,550,000)	(59,780)	(0.24)	
14/07/2011	GBP	122,123	USD	(199,954)	(2,815)	(0.01)	
					(62,595)	(0.25)	(0.40)
Total financial liabilities at fair value through profit or loss					(113,197)	(0.45)	(0.43)
					Fair Value	30.06.2011	31.12.2010
					£	% of NAV	% of NAV
Total financial assets and liabilities at fair value through profit or loss					24,565,053	99.54	94.32
Cash					183,764	0.74	6.47
Other net liabilities					(68,420)	(0.28)	(0.79)
TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES					24,680,397	100.00	100.00

**Dynamic Assets Managed Fund plc**

**The Dynamic Balanced Real Return Fund**

**Significant Portfolio Movements**

For the six months ended 30 June 2011

<b>Purchases</b>	<b>Costs</b>
	<b>£'000</b>
Melchior Selected Trust - European Absolute Return Fund	1,000
Barclays Bank iPath Inverse January 2021 S&P 500	772
BH Macro	515
DJ Stoxx 600 Healthcare	467
NB Global Floating Rate I	400
Muzinich Short Duration High Yield Fund	336
ETFS Copper	284
ETFS Physical Gold	273
Ignis Argonaut European Alpha Fund	250
ETFS Copper	243
Coca-Cola	226
LVMH Moet Hennessy Louis Vuitton	189
QBE Insurance	170
DJ Stoxx 600 Utilities	155
iShares S&P Global Water 50	132
France Telecommunication	113
Telefonica	111
iShares MSCI Canada	104
ETFS Forward Agriculture DJ-UBSCI-F3SM	102
Veolia Environnement	81
<b>Sales</b>	<b>Proceeds</b>
	<b>£'000</b>
DJ Stoxx 600 Utilities	918
iPath Inverse S&P 500 VIX Short-Term Futures ETN	613
BH Macro	515
Barclays Bank iPath Inverse January 2021 S&P 500	496
AcenciA Debt Strategies Fund	451
NB Global Floating Rate I	411
Mercantile Investment Trust	393
Investec Emerging Markets Local Currency Debt	228
ETFS Physical Silver	212
Merrill Lynch Series 1 07/09/2012	111
Merrill Lynch Series 2 07/09/2012	107
IBM 170 CALL Option January 2012	96
Lyxor ETF Euro Stoxx 50 Dividends	95
Market Vectors ETF Brazil Small-Cap	69
Tiffany	66
iShares MSCI Canada	61
AT&T	56
BRF - Brasil Foods	53
GDF Suez	41
Coca-Cola	33

The above represents the top 20 purchases and sales of investments during the period by value.

# Dynamic Assets Managed Fund plc

## The Dynamic Tactical Real Return Fund (formerly Select Global Equity Fund)

### Investment Objective

The objective of the Sub-Fund is to provide long term capital growth from a diversified portfolio of investments.

### Investment Policies

The Sub-Fund's investment objective will be achieved through investment in a global portfolio of equity securities that are freely transferable, fixed income securities, cash and money market instruments as well as exposure to property, currencies and commodities in a UCITS compliant manner.

Where the Sub-Fund invests in transferable securities it will be primarily of companies listed or traded on a regulated stock exchange or market. The equity related securities will primarily be common stocks and other securities with equity characteristics, including but not limited to preferred stocks, rights (which are issued by a company to allow holders to subscribe for additional securities issued by that company) and convertible securities, as well as depository receipts, for such securities all of which are traded on securities exchanges or regulated markets.

Typical fixed income investments (which may or may not be investment grade) and money market instruments include government and corporate debt securities including, but not limited to, bonds and notes (fixed and floating), treasury bills, certificates of deposit, commercial paper, asset backed securities and mortgage backed securities, listed or dealt in on the stock exchanges or regulated markets and cash deposits. The Sub-Fund will only invest in asset backed securities and mortgage backed securities which do not contain embedded derivatives. Before the Sub-Fund invests in asset backed securities and mortgage backed securities which do contain embedded derivatives a revised Risk Management Process will be provided to the Authority and cleared of comment by it.

The Sub-Fund will predominantly be invested in developed market securities/investment grade securities and will never have more than 50% of its net assets in emerging market equities/non-investment grade securities.

Subject to the Regulations, the Sub-Fund may also invest indirectly in such securities through holdings in collective investment scheme that satisfy the requirements of the Central Bank, which are UCITS, Irish retail non-UCITS, Guernsey Class A Schemes, Jersey Recognised Funds and Isle of Man Authorised Schemes, including other schemes managed by the Investment Manager or its affiliates.

## Investment Manager's Report

### For the six months ended 30 June 2011

#### Performance

The Dynamic Tactical Real Return Fund (formerly Select Global Equity Fund) fell 1.4% over the six months to the 30th June 2011.

#### Market Review

Most equity markets finished the first half of 2011 in positive territory but progress was anything but smooth. There was also a notable dispersion of returns from different regions in local currency terms. European stocks generated the strongest returns, partly as a function of their weakness in 2010, while Japanese equities struggled to recover from the March sell-off following the tsunami and nuclear crisis. Broadly speaking company fundamentals and earnings were strong but gains were tempered by ongoing concerns over sovereign debt in peripheral Europe and political brinkmanship in the US over extending its debt ceiling.

Within fixed income, government bonds managed to make small gains despite rising inflation and negative real yields. Corporate bonds also generated attractive returns as company balance sheets remained very healthy and interest rate rises in the West (outside the Eurozone) looked ever more remote in the face of weak economic data.

Meanwhile, commodities were volatile, with oil spiking up as unrest spread throughout North Africa and the Middle East before plummeting on global growth concerns and the release of 60 million barrels of reserves by the IEA (International Energy Agency). Gold was weak in the first quarter but bounced back strongly as concerns mounted over sovereign indebtedness.

# Dynamic Assets Managed Fund plc

## The Dynamic Tactical Real Return Fund (formerly Select Global Equity Fund)

### Investment Manager's Report (continued)

For the six months ended 30 June 2011

#### Portfolio Activity

The Sub-Fund had a disappointing first half to the year, held back its defensive bias in Western equity markets and its exposure to underperforming Brazilian and Canadian stocks. Performance was also hit late on by a sharp fall in Brasil Foods on speculation that the competition authorities in Brazil would force the company to sell significant parts of the business. The actual ruling which was announced in early July, after the reporting period, was much less onerous than feared, prompting a snapback in share price. Meanwhile, our exposure to companies with pricing power, such as luxury goods companies Tiffany and LVMH, was positive.

During January we increased exposure to soft drinks company Coca Cola. The stock is cheap relative to its long-term price to earnings ratio and we forecast healthy earnings and dividend growth going forwards. Given its strong brands, the company also exhibits strong pricing power which will be beneficial in a higher inflationary environment.

During March we added exposure to a WTI Crude Oil ETF (exchange-traded fund) which will benefit the fund if oil prices rise further due to the unrest in the Middle East. The ETF's return is linked to the one-year forward futures contract which is very sensitive to movements in the spot price and currently benefits from a positive roll yield.

In June, we increased our short exposure to the Russell 2000 index of US smaller companies. This index is trading at 44 times trailing earnings compared to the larger cap S&P 500 index which trades at 15 times trailing earnings. Analysts are also forecasting earnings growth of 100% for these domestic focused stocks, which we believe is unattainable in such a low growth environment. Therefore we expect earnings downgrades and material underperformance of the index.

#### Outlook

We expect growth to remain anaemic in developed markets and unemployment to remain high. Inflationary pressures are building but we do not anticipate imminent rate rises in the UK or the US, given the growth backdrop. Moreover, as governments cannot grow their way out of their debt crises, and nor will they allow a default to happen, the only course of action is to inflate away their obligations. With this in mind the portfolios will be skewed towards real assets, such as precious metals, and investments that have a high degree of inflation protection, such as dividends, utilities and infrastructure. Appetite for risk currently remains relatively robust despite the unrest in the Middle East, the tsunami in Japan and an as yet unresolved sovereign debt crisis in Europe. However, this could change, particularly with the second round of quantitative easing in the US due to end in June, so we prefer to have the majority of our equity exposure in stable, defensive companies.

Source: Armstrong Investment Managers LLP, July 2011. Performance data taken from Lipper, a REUTERS company, Financial Express Analytics, total return, bid to bid, UK sterling. Past performance is not a guide to future returns.

**Armstrong Investment Manager LLP**  
**August 2011**

# Dynamic Assets Managed Fund plc

## The Dynamic Tactical Real Return Fund (formerly Select Global Equity Fund)

### Portfolio Statement

As at 30 June 2011

#### Financial assets at fair value through profit or loss

Industry Sector	Common Stock	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Basic Materials	Barrick Gold	CAD	4,200	118,850	1.21	
Communications	AT&T	USD	22,300	435,509	4.44	
	BCE	CAD	13,400	327,938	3.35	
	France Telecom	EUR	28,500	374,110	3.82	
	Sprint Nextel	USD	27,000	87,883	0.90	
	Telefonica	EUR	27,100	406,832	4.15	
	Verizon Communications	USD	15,300	350,992	3.58	
Consumer, Cyclical	Swatch	CHF	1,200	373,680	3.81	
	Tiffany & Co	USD	8,500	412,826	4.21	
Consumer, Non-cyclical	BRF - Brasil Foods	USD	42,600	457,498	4.67	
	Coca-Cola	USD	11,600	483,451	4.93	
	Philip Morris International	USD	4,000	165,358	1.69	
Diversified	LVMH Moet Hennessy Louis Vuitton	EUR	3,650	401,222	4.09	
Financial	Berkshire Hathaway	USD	6	433,099	4.42	
	QBE Insurance	AUD	31,000	357,903	3.65	
	United Overseas Bank	SGD	37,000	370,286	3.78	
Funds	DJ Stoxx 600 Utilities	GBP	1,750	99,228	1.01	
	Barclays Bank iPath ETN Inverse S&P 500	USD	8,170	135,414	1.38	
	iShares DJ Asia/Pacific Select Dividend 3 Oct Dividend	GBP	17,000	332,359	3.39	
	iShares Macquarie Global Infrastructure 100	GBP	1,600	23,318	0.24	
	iShares MSCI Canada	GBP	14,850	287,645	2.94	
	iShares S&P Global Water 50	GBP	6,280	99,412	1.01	
	Lyxor ETF Euro Stoxx 50 Dividends - GBP Class	GBP	20	1,875	0.02	
	Lyxor ETF Euro Stoxx 50 Dividends - Euro Class	EUR	4,947	468,008	4.77	
	Market Vectors Brazil Small-Cap ETF	USD	3,150	110,540	1.13	
	MSCI Brazil TRN Index	GBP	8,038	350,400	3.57	
	ProShares UltraShort Russell 2000	USD	550	14,593	0.15	

# Dynamic Assets Managed Fund plc

## The Dynamic Tactical Real Return Fund (formerly Select Global Equity Fund)

### Portfolio Statement (continued)

As at 30 June 2011

#### Financial assets at fair value through profit or loss (continued)

Industry Sector	Common Stock (continued)	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Industrial	Geberit	CHF	1,600	235,340	2.40	
	General Electric	USD	7,289	84,518	0.86	
Technology	Microsoft	USD	15,000	240,090	2.45	
Utilities	E.ON	EUR	7,000	121,513	1.24	
	GDF Suez	EUR	13,200	297,302	3.03	
	Suez Environnement	EUR	14,000	171,935	1.75	
	Veolia Environnement	EUR	19,800	342,008	3.49	
				8,972,935	91.53	92.52

Futures	Price	Currency	Nominal Holding	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
ESU1 Emini S&P500 September 2011	1,304	USD	6	8,100	0.09	
				8,100	0.09	0.00

**Total financial assets at fair value through profit or loss** **8,981,035** **91.62** **0.00**

#### Financial liabilities at fair value through profit or loss

Futures	Price	Currency	Nominal Holding	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
EURX E-Stoxx September 2011	157	EUR	(4)	(287)	0.00	
DJ Stoxx December 2015	110	EUR	6	(1,402)	(0.01)	
Russell 2000 Emini September 2011	819	USD	(14)	(29,884)	(0.31)	
				(31,573)	(0.32)	0.00

Dynamic Assets Managed Fund plc

The Dynamic Tactical Real Return Fund  
(formerly Select Global Equity Fund)  
Portfolio Statement (continued)  
As at 30 June 2011

Financial liabilities at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
27/09/2011	GBP	1,240,723	EUR	(1,400,000)	(23,575)	(0.24)	
					(23,575)	(0.24)	0.00
Total financial liabilities at fair value through profit or loss					(55,148)	(0.56)	0.00
Total financial assets and liabilities at fair value through profit or loss					8,925,887	91.06	92.52
Cash					710,958	7.25	8.43
Other net assets					165,034	1.69	(0.95)
TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES					<u>9,801,879</u>	<u>100.00</u>	<u>100.00</u>

**Dynamic Assets Managed Fund plc**

**The Dynamic Tactical Real Return Fund**  
**(formerly Select Global Equity Fund)**  
**Significant Portfolio Movements**  
For the six months ended 30 June 2011

<b>Purchases</b>	<b>Costs</b>
	<b>£'000</b>
Berkshire Hathaway	391
United Overseas Bank	342
Swatch Group	316
BCE	301
France Telecommunication	284
Tiffany	256
Geberit	212
Verizon Communications	205
Veolia Environnement	201
General Electric	199
Suez Environnement	192
LVMH Moet Hennessy Louis Vuitton	175
Market Vectors Brazil Small-Cap ETF	168
Iberdrola	142
Philip Morris International	136
Barrick Gold	133
Coca-Cola	125
Barclays Bank iPath ETN Inverse S&P 500	110
iShares S&P Global Water 50	95
Telefonica	86
	<b>Proceeds</b>
	<b>£'000</b>
iShares S&P Global Water 50	989
iShares S&P Emerging Markets Infrastructure	371
Market Vectors Brazil Small-Cap ETF	371
McDonald's	312
iShares DJ Asia/Pacific Select Dividend 3 Oct Dividend	311
Pfizer	289
Kraft Foods	282
General Electric	263
Johnson & Johnson	233
Standard Chartered	227
Iberdrola	217
MSCI Brazil TRN Index	216
iShares FTSE A50 China Index ETF	201
Toll Holdings	201
iShares MSCI Singapore Index Fund	172
Merck & Co	146
Intel	134
Philip Morris International	119
E.ON	116
Marvell Technology Group	107

The above represents the top 20 purchases and sales of investments during the period by value.

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Investment Objective

The objective of the Sub-Fund is to produce a positive return over the long term, regardless of market conditions, by investing primarily in interest bearing assets and related derivatives.

### Investment Policies

The Sub-Fund will seek to achieve its objectives by holding a diversified portfolio of interest bearing securities and/or related assets. The securities may be denominated in any currency and could include bills, notes and bonds issued by governments, government agencies, supranational institutions and corporations which may have fixed or floating rates of interest and which need not be of investment grade, as defined by Standard & Poors, and need not have a credit rating. The related assets could be deposits or forward currency contracts (such as non-deliverable forwards) or alternatively, interest rate, currency or credit derivatives (such as credit default swaps). Forward currency contracts and financial derivative instruments may be held either with the purpose of reducing risk or of seeking to enhance prospective returns. The Sub-Fund will not invest in equities or equity-related derivatives. The Sub-Fund may invest globally, mainly in OECD countries.

The returns, if any, which the Sub-Fund aims to produce could be in the form of capital or income or a mixture of the two and are targeted to exceed the rate of interest typically available on Sterling deposits (such as LIBOR).

The Sub-Fund may also invest in other transferable securities, money market instruments, other financial derivative instruments and forward contracts, deposits (such as commercial paper, certificates of deposit and bank and building society deposits), as well as units in collective investment schemes, which comply with the criteria below and will, from time to time, hold cash and near cash.

The Sub-Fund may invest up to 20% of its Net Asset Value in emerging market countries (including emerging market debt securities) and may invest up to 5% of its Net Asset Value in warrants.

### Investment Manager's Report

For the six months ended 30 June 2011

The Sub-Fund started the year reasonably well, but then lost ground in the last two months of the period, as market risk appetite reversed, ending the six month period down after fees. The major positive contribution to performance came from exposure to emerging market bonds and currencies, which benefitted from high yields and decent growth, which attracted investors into these markets. The largest detractor from returns was exposure to corporate bonds, which saw their yields rise relative to developed government bonds on weaker economic data and European peripheral funding fears.

Global economic data strengthened as we moved into 2011, with a recovery in manufacturing and a broadening of demand pushing growth higher. Oil prices rose above \$100 per barrel on political turmoil in a number of Arabian countries, boosting headline inflation. In response, a number of emerging central banks raised interest rates and the ECB adopted a bias to tighten. By contrast, the Federal Reserve continued to ease quantitatively. The Bank of Japan also loosened policy further after the tsunami. Japanese supply disruptions and higher petrol prices hit global growth, which surprised to the downside in the second quarter, hurting risk appetite. Concerns over Greek funding added to investor nervousness.

Early in the year we were concerned that markets appeared relatively complacent despite a variety of risks. As a consequence, we reduced positions in higher beta currencies, such as the Australian dollar, and added duration in government bond markets, especially in the UK as poor data appeared to weaken the case for a rate hike. Duration exposure was then cut again in the US and Europe as yields fell to relatively expensive levels. Exposure was also added to inflation-linked bonds on worsening inflation dynamics early in the year, before being cut again after the rally.

The Sub-Fund added to high yield corporate bond exposure as yield spreads rose to more attractive levels. Emerging market debt exposure was held fairly constant, with yields relatively unchanged over the period. The Fund also remained long developing country currency exposure versus the major developed currencies, which benefitted from better growth in emerging markets.

Our asset allocation analysis remains net positive for risk assets, such as credit, and emerging market bonds and currencies. The path of least resistance is for these markets to outperform developed government bonds and cash. Fears about weak economic data and European financing needs look set to ease, allowing risk appetite to recover. Global economic activity is expected to rebound and new fiscal measures have opened the way for additional loans to be made to Greece, avoiding a near-term default event, although European funding problems will be a source of ongoing market volatility.

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Investment Manager's Report (continued)

For the six months ended 30 June 2011

We see value in corporate bonds on a continued improvement in company fundamentals, and we expect yield spreads to narrow. We also expect emerging market government bonds to outperform their developed market equivalents thanks to some easing in inflation concerns and signs that policy tightening is close to completion in a number of markets. In addition, renewed risk appetite should put some downward pressure on the US dollar helping pro-cyclical emerging currencies to outperform.

**Investec Asset Management**  
**August 2011**

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement

As at 30 June 2011

#### Financial assets at fair value through profit or loss

Country of Incorporation	Bonds	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Australia	Australia (Government of)	6.500	15/05/2013	AUD	3,390,000	2,339,775	4.58	
	Australia (Government of)	4.500	15/04/2020	AUD	445,000	283,757	0.56	
	FMG Resources	7.000	01/11/2015	USD	97,000	61,964	0.12	
Belgium	Anheuser-Busch InBev	9.750	30/07/2024	GBP	96,000	135,007	0.26	
Bermuda	Bacardi	7.750	09/04/2014	EUR	450,000	456,075	0.89	
Brazil	Brazil Notas do Tesouro Nacional	10.000	01/01/2017	BRL	153,500	584,385	1.14	
	Brazil Notas do Tesouro Nacional	10.000	01/01/2021	BRL	100,000	367,597	0.72	
	Hypermarcas	6.500	20/04/2021	USD	150,000	92,879	0.18	
Canada	Bombardier	7.500	15/03/2018	USD	170,000	118,288	0.23	
Colombia	Republic of Colombia	9.850	28/06/2027	COP	212,000,000	95,727	0.19	
Denmark	Carlsberg Breweries	3.375	13/10/2017	EUR	100,000	88,003	0.17	
	Carlsberg Breweries	7.250	28/11/2016	GBP	319,000	372,017	0.73	
	TDC	5.625	23/02/2023	GBP	100,000	104,314	0.20	
France	BNP Paribas	4.730	31/12/2040	EUR	250,000	202,518	0.40	
	Casino Guichard Perrachon	4.481	12/11/2018	EUR	350,000	317,567	0.62	
	EDF	6.500	26/01/2019	USD	249,000	182,671	0.36	
	Eutelsat	4.125	27/03/2017	EUR	300,000	273,541	0.54	
	Labco	8.500	15/01/2018	EUR	250,000	228,770	0.45	
	Pernod-Ricard	4.875	18/03/2016	EUR	650,000	595,323	1.17	
	RCI Banque	4.000	11/07/2013	EUR	70,000	63,988	0.13	
	Rhodia	7.000	15/05/2018	EUR	180,000	181,792	0.36	
	Societe Generale	5.922	05/04/2017	USD	272,000	146,465	0.29	
	Societe Generale	4.196	29/01/2049	EUR	56,000	42,868	0.08	
Germany	BASF	5.875	31/03/2017	GBP	400,000	451,397	0.88	
	Kabel Deutschland Vertrieb und Service	6.500	29/06/2018	EUR	350,000	319,392	0.63	
	Musketeer	9.500	15/03/2021	EUR	600,000	574,489	1.13	
Hungary	Hungary (Republic of)	6.750	12/02/2013	HUF	196,500,000	675,251	1.32	
	Hungary (Republic of)	5.500	12/02/2014	HUF	195,000,000	648,533	1.27	
Indonesia	Indonesia Treasury Bond	12.800	15/06/2021	IDR	2,100,000,000	207,572	0.41	
	Indonesia Treasury Bond	9.500	15/07/2031	IDR	6,217,000,000	489,072	0.96	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement (continued)

As at 30 June 2011

#### Financial assets at fair value through profit or loss (continued)

Country of Incorporation	Bonds (continued)	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Ireland	Ardagh Glass Finance	9.250	01/07/2016	EUR	450,000	438,286	0.86	
	Smurfit Kappa	7.250	15/11/2017	EUR	300,000	277,802	0.54	
	Vimpel Communications	7.748	02/02/2021	USD	200,000	128,865	0.25	
Italy	Intesa Sanpaolo	9.500	24/06/2049	EUR	100,000	92,312	0.18	
	Lottomatica	5.375	02/02/2018	EUR	400,000	361,053	0.71	
Japan	eAccess	8.375	01/04/2018	EUR	250,000	226,456	0.44	
Luxembourg	ConvaTec Healthcare	10.875	15/12/2018	EUR	200,000	186,828	0.37	
	Enel Finance International	5.125	07/10/2019	USD	585,000	370,160	0.73	
	SES	4.625	09/03/2020	EUR	350,000	320,395	0.63	
	UBS Luxembourg - Vimpel Communications	8.250	23/05/2016	USD	100,000	68,566	0.13	
	Wind Acquisition	7.375	15/02/2018	EUR	300,000	278,860	0.55	
Malaysia	Malaysia (Kingdom of)	3.741	27/02/2015	MYR	1,700,000	355,212	0.70	
	Malaysia (Kingdom of)	3.835	12/08/2015	MYR	2,530,000	532,141	1.04	
	Malaysia (Kingdom of)	4.160	15/07/2021	MYR	1,970,000	415,467	0.81	
Mexico	United Mexican States	7.250	15/12/2016	MXN	9,000,000	500,266	0.98	
Multinational	European Investment Bank	6.500	15/12/2015	RUB	8,150,000	184,217	0.36	
	International Finance	5.750	28/07/2020	AUD	1,830,000	1,205,162	2.36	
Netherlands	BMW Finance	3.800	18/01/2017	EUR	400,000	368,274	0.72	
	E.ON International Finance	5.800	30/04/2018	USD	166,000	116,129	0.23	
	Elster Finance	6.250	15/04/2018	EUR	200,000	181,287	0.36	
	Linde Finance	6.500	29/01/2016	GBP	230,000	263,299	0.52	
	New World Resources	7.875	01/05/2018	EUR	250,000	234,360	0.46	
	OI European	6.750	15/09/2020	EUR	100,000	90,831	0.18	
Norway	Ziggo Bond	8.000	15/05/2018	EUR	200,000	186,839	0.37	
	Norway (Kingdom of)	5.000	15/05/2015	NOK	16,900,000	2,134,320	4.18	
	Norway (Kingdom of)	3.750	25/05/2021	NOK	7,440,000	891,333	1.75	
Peru	Peru (Republic of)	7.840	12/08/2020	PEN	824,000	206,186	0.40	
Poland	Poland (Government of)	5.250	25/10/2017	PLN	1,360,000	305,762	0.60	
	Poland (Government of)	4.750	25/04/2012	PLN	300,000	68,152	0.13	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Country of Incorporation	Bonds (continued)	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
South Africa	Edcon Proprietary	4.719	15/06/2014	EUR	100,000	79,378	0.16	
	South Africa Government Bond	7.000	28/02/2031	ZAR	1,380,000	105,321	0.21	
	South Africa Government Bond	8.000	21/12/2018	ZAR	13,100,000	1,187,299	2.33	
Spain	Telefonica Emisiones	4.750	07/02/2017	EUR	100,000	91,518	0.18	
	Telefonica Emisiones	4.693	11/11/2019	EUR	200,000	178,188	0.35	
Sweden	Securitas	6.500	02/04/2013	EUR	200,000	192,342	0.38	
Switzerland	UBS	4.280	29/12/2049	EUR	543,000	437,905	0.86	
Thailand	Bank of Thailand	2.480	19/08/2012	THB	4,810,000	96,716	0.19	
	Thailand Government Bond	3.650	17/12/2021	THB	10,350,000	205,694	0.40	
Turkey	Turkey Government Bond	11.000	06/08/2014	TRY	380,000	153,141	0.30	
	Turkey Government Bond	16.000	07/03/2012	TRY	725,000	292,124	0.57	
	Turkey Government Bond	14.184	15/02/2012	TRY	770,000	433,024	0.85	
	Turkey Government Bond	9.000	27/01/2016	TRY	1,229,000	466,988	0.91	
	Turkey Government Bond	8.000	29/01/2014	TRY	427,000	160,084	0.31	
United Arab Emirates	IPIC GMTN	5.875	14/03/2021	EUR	210,000	189,075	0.37	
United Kingdom	Anglo American Capital	9.375	08/04/2019	USD	370,000	304,958	0.60	
	Avis Finance	4.000	31/07/2013	EUR	250,000	226,065	0.44	
	Barclays Bank	6.369	29/06/2049	GBP	386,000	342,885	0.67	
	BAT International Finance	9.500	15/11/2018	USD	250,000	210,001	0.41	
	Care	9.750	01/08/2017	GBP	300,000	302,544	0.59	
	Firstgroup	8.750	08/04/2021	GBP	100,000	124,389	0.24	
	G4S	7.750	13/05/2019	GBP	200,000	231,985	0.45	
	Imperial Tobacco Finance	7.750	24/06/2019	GBP	353,000	422,903	0.83	
	Inmarsat Finance	7.375	01/12/2017	USD	250,000	161,946	0.32	
	Intercontinental Hotels	6.000	09/12/2016	GBP	200,000	212,965	0.42	
	Investec Bank	9.625	17/02/2022	GBP	150,000	150,358	0.29	
	Ladbrokes	7.625	05/03/2017	GBP	150,000	154,782	0.30	
	Lloyds TSB Bank	5.625	05/03/2018	EUR	252,000	222,853	0.44	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Country of Incorporation	Bonds (continued)	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
United Kingdom (continued)	National Grid Gas	6.375	03/03/2020	GBP	150,000	171,815	0.34	
	Pearson Funding Two	4.000	17/05/2016	USD	600,000	391,300	0.77	
	Phones4u Finance	9.500	01/04/2018	GBP	100,000	95,183	0.19	
	Priory Group	8.875	15/02/2019	GBP	200,000	199,664	0.39	
	Reed Elsevier Investments	5.625	20/10/2016	GBP	300,000	325,258	0.64	
	Rolls-Royce	6.750	30/04/2019	GBP	266,000	310,632	0.61	
	SABMiller	4.500	20/01/2015	EUR	100,000	93,765	0.18	
	SABMiller	5.500	15/08/2013	USD	350,000	236,943	0.46	
	Scottish & Southern Energy	5.750	05/02/2014	GBP	163,000	176,703	0.35	
	Severn Trent Utilities Finance	6.000	22/01/2018	GBP	191,000	213,578	0.42	
	Southern Water Services Finance	6.125	31/03/2019	GBP	200,000	222,947	0.44	
	Stagecoach Group	5.750	16/12/2016	GBP	200,000	210,433	0.41	
	Standard Bank	8.125	02/12/2019	USD	265,000	182,897	0.36	
	Standard Chartered	3.850	27/04/2015	USD	500,000	325,304	0.64	
	Tesco	6.125	24/02/2022	GBP	398,000	437,858	0.86	
	United Kingdom Gilt	4.750	07/03/2020	GBP	1,110,000	1,243,422	2.44	
	United Kingdom Gilt Inflation Linked	6.970	16/04/2020	GBP	776,000	2,613,568	5.12	
	Virgin Media	7.000	15/01/2018	GBP	200,000	212,918	0.42	
	William Hill	7.125	11/11/2016	GBP	300,000	310,000	0.61	
United States	Altria Group	9.700	10/11/2018	USD	226,000	186,336	0.37	
	Anheuser-Busch InBev Worldwide Inc	7.750	15/01/2019	USD	200,000	157,716	0.31	
	AT&T	5.800	15/02/2019	USD	415,000	293,930	0.58	
	Comcast	5.150	01/03/2020	USD	223,000	150,269	0.29	
	DIRECTV	5.200	15/03/2020	USD	677,000	448,942	0.88	
	JPMorgan Chase	4.950	25/03/2020	USD	797,000	514,161	1.01	
	Kraft Foods	5.375	10/02/2020	USD	393,000	269,067	0.53	
	Levi Strauss	7.750	15/05/2018	EUR	150,000	131,108	0.26	
	Lyondell Chemical	8.000	01/11/2017	EUR	282,420	279,917	0.54	
Merrill Lynch	7.750	30/04/2018	GBP	100,000	113,575	0.22		

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Country of Incorporation	Bonds (continued)	Rate	Maturity Date	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
United States	Morgan Stanley	7.300	13/05/2019	USD	393,000	278,188	0.55	
(continued)	Morgan Stanley	5.375	10/08/2020	EUR	300,000	267,263	0.52	
	Roche	6.000	01/03/2019	USD	350,000	252,661	0.50	
	United States Treasury Bond	4.625	15/02/2040	USD	640,000	417,768	0.82	
	United States Treasury Inflation Indexed Bonds	0.625	15/04/2013	USD	3,400,000	2,325,090	4.56	
	United States Treasury Inflation Indexed Bonds	2.500	15/07/2016	USD	3,000	2,392	0.00	
	Verizon Communications	6.350	01/04/2019	USD	146,000	106,455	0.21	
						<b>43,196,274</b>	<b>84.68</b>	<b>79.57</b>
	<b>Time Deposits</b>	<b>Rate</b>	<b>Maturity Date</b>	<b>Currency</b>	<b>Nominal Holding</b>	<b>Fair Value £</b>	<b>30.06.2011 % of NAV</b>	<b>31.12.2010 % of NAV</b>
							<b>0.00</b>	<b>0.49</b>
	<b>Collective Investment Schemes</b>				<b>Nominal Holding</b>	<b>Fair Value £</b>	<b>30.06.2011 % of NAV</b>	<b>31.12.2010 % of NAV</b>
	<i>Open Ended</i>			<b>Currency</b>				
	Investec Emerging Markets Currency Fund			USD	99,697	1,299,272	2.55	
	Investec Emerging Markets Currency Fund			EUR	66,948	1,196,360	2.34	
	Investec Emerging Markets Debt Fund			USD	89,276	1,124,421	2.20	
	Investec High Income Bond Fund			GBP	437,529	729,229	1.43	
	Investec High Income Bond Fund (EURO)			EUR	46,963	1,099,156	2.14	
						<b>5,448,438</b>	<b>10.66</b>	<b>10.20</b>
	<b>Commercial Deposits</b>			<b>Currency</b>	<b>Nominal Holding</b>	<b>Fair Value £</b>	<b>30.06.2011 % of NAV</b>	<b>31.12.2010 % of NAV</b>
							<b>0.00</b>	<b>5.74</b>

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement (continued)

As at 30 June 2011

#### Financial assets at fair value through profit or loss (continued)

Futures	Price	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Eurx Eur-Bund March 2007	-	EUR	-	973	0.01	
Eurx Eur-Bobl September 2011	117	EUR	2	1,028	0.00	
US Treasury Bond September 2011	124	USD	(8)	1,163	0.00	
10 Year US Treasury Note September 2011	123	USD	(90)	41,487	0.08	
				<b>44,651</b>	<b>0.09</b>	<b>0.21</b>

#### Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	JPY	9,177,000	EUR	(79,018)	13	0.00	
21/09/2011	EUR	79,000	USD	(114,034)	35	0.00	
21/09/2011	GBP	72,047	CHF	(96,000)	41	0.00	
21/09/2011	AUD	103,000	USD	(109,139)	48	0.00	
21/09/2011	NZD	124,000	CAD	(98,657)	55	0.00	
21/09/2011	USD	105,099	JPY	(8,443,000)	57	0.00	
21/09/2011	AUD	99,382	CAD	(102,000)	71	0.00	
21/09/2011	CAD	229,000	USD	(236,156)	110	0.00	
21/09/2011	EUR	77,223	SEK	(708,000)	122	0.00	
21/09/2011	USD	160,102	GBP	(100,000)	124	0.00	
21/09/2011	NOK	516,000	EUR	(66,045)	124	0.00	
21/09/2011	CAD	184,000	USD	(189,671)	137	0.00	
21/09/2011	GBP	42,000	USD	(66,937)	139	0.00	
21/09/2011	CAD	165,252	CHF	(142,000)	145	0.00	
21/09/2011	EUR	10,139	CHF	(12,000)	157	0.00	
21/09/2011	USD	208,132	GBP	(130,000)	162	0.00	
20/07/2011	TWD	3,330,000	USD	(115,685)	167	0.00	
21/09/2011	AUD	102,477	CAD	(105,000)	187	0.00	
21/09/2011	USD	114,681	JPY	(9,191,000)	231	0.00	
21/09/2011	MXN	330,000	USD	(27,525)	235	0.00	
21/09/2011	USD	387,331	MXN	(4,576,000)	277	0.00	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	USD	111,000	JPY	(8,887,004)	294	0.00	
21/09/2011	CAD	90,000	USD	(92,369)	320	0.00	
21/09/2011	NOK	580,000	EUR	(74,008)	346	0.00	
21/09/2011	CAD	164,334	USD	(169,000)	372	0.00	
21/09/2011	NOK	950,000	EUR	(121,435)	372	0.00	
21/09/2011	GBP	130,000	USD	(207,185)	430	0.00	
21/09/2011	CAD	101,000	USD	(103,537)	436	0.00	
21/09/2011	CAD	114,000	SEK	(743,736)	439	0.00	
21/09/2011	CZK	310,000	USD	(17,742)	446	0.00	
21/09/2011	CAD	213,926	USD	(220,000)	484	0.00	
21/09/2011	JPY	17,756,530	USD	(220,000)	527	0.00	
21/09/2011	CAD	167,000	USD	(171,402)	591	0.00	
21/09/2011	CHF	95,030	USD	(113,000)	611	0.00	
21/09/2011	USD	800,525	GBP	(500,000)	633	0.00	
21/09/2011	SEK	2,090,000	USD	(327,543)	686	0.00	
21/09/2011	JPY	13,596,912	USD	(168,000)	693	0.00	
21/09/2011	EUR	80,923	SEK	(736,000)	710	0.00	
21/09/2011	EUR	114,000	USD	(163,477)	725	0.00	
21/09/2011	GBP	280,000	USD	(446,547)	738	0.00	
21/09/2011	AUD	122,000	USD	(128,149)	759	0.00	
21/09/2011	NZD	201,000	NOK	(885,124)	771	0.00	
20/07/2011	TWD	2,651,000	USD	(91,069)	775	0.00	
21/09/2011	EUR	119,000	USD	(170,611)	779	0.00	
21/09/2011	CAD	224,000	USD	(229,904)	792	0.00	
21/09/2011	JPY	8,702,246	SEK	(680,000)	817	0.00	
21/09/2011	USD	182,023	GBP	(113,000)	834	0.00	
21/09/2011	CAD	194,000	USD	(198,872)	837	0.00	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	CHF	94,552	USD	(112,000)	877	0.00	
21/09/2011	CAD	102,000	USD	(103,850)	885	0.00	
21/09/2011	AUD	170,000	USD	(178,840)	887	0.00	
19/10/2011	CLP	262,000,000	USD	(548,921)	916	0.00	
21/09/2011	AUD	162,100	EUR	(118,000)	919	0.00	
21/09/2011	JPY	18,672,366	USD	(230,711)	952	0.00	
21/09/2011	EUR	140,659	USD	(201,600)	961	0.00	
21/09/2011	EUR	152,000	USD	(217,970)	966	0.00	
21/09/2011	EUR	150,000	USD	(215,056)	982	0.00	
21/09/2011	AUD	105,000	USD	(109,736)	1,001	0.00	
17/08/2011	USD	108,563	RUB	(2,996,000)	1,024	0.00	
21/09/2011	EUR	232,000	CHF	(277,982)	1,028	0.00	
21/09/2011	NOK	555,956	SEK	(644,000)	1,072	0.00	
21/09/2011	ILS	260,000	USD	(74,012)	1,105	0.00	
21/09/2011	NZD	114,000	USD	(91,918)	1,106	0.00	
21/09/2011	SGD	137,000	USD	(109,740)	1,118	0.00	
21/09/2011	CAD	406,000	USD	(417,202)	1,123	0.00	
21/09/2011	SGD	137,000	USD	(109,726)	1,126	0.00	
21/09/2011	NOK	630,000	EUR	(79,520)	1,160	0.00	
20/07/2011	USD	162,008	TWD	(4,599,000)	1,167	0.00	
21/09/2011	CAD	102,000	GBP	(64,614)	1,217	0.00	
21/09/2011	NOK	898,268	SEK	(1,045,000)	1,292	0.00	
21/09/2011	EUR	100,000	USD	(142,338)	1,300	0.00	
21/09/2011	CHF	142,667	USD	(169,000)	1,320	0.00	
21/09/2011	EUR	317,000	CHF	(379,829)	1,405	0.00	
21/09/2011	EUR	61,350	GBP	(54,000)	1,409	0.00	
21/09/2011	EUR	115,619	GBP	(103,000)	1,422	0.00	
21/09/2011	AUD	104,692	GBP	(68,000)	1,423	0.00	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	EUR	119,000	AUD	(159,928)	1,425	0.00	
21/09/2011	TRY	760,000	USD	(458,091)	1,534	0.00	
21/09/2011	JPY	19,714,000	USD	(242,686)	1,565	0.00	
21/09/2011	CHF	87,000	GBP	(63,676)	1,580	0.00	
21/09/2011	NZD	140,000	SEK	(715,246)	1,617	0.00	
21/09/2011	USD	139,078	TRY	(225,000)	1,709	0.00	
21/09/2011	NOK	1,198,264	SEK	(1,394,000)	1,724	0.00	
21/09/2011	NZD	135,684	GBP	(68,000)	1,734	0.00	
21/09/2011	NZD	135,684	GBP	(68,000)	1,734	0.01	
21/09/2011	EUR	145,926	GBP	(130,000)	1,795	0.01	
21/09/2011	USD	200,000	GBP	(123,267)	1,809	0.01	
21/09/2011	NZD	284,000	USD	(229,870)	2,204	0.01	
17/08/2011	INR	27,807,000	USD	(613,746)	2,287	0.01	
21/09/2011	EUR	559,000	USD	(803,507)	2,368	0.01	
19/10/2011	INR	32,872,000	USD	(717,886)	2,392	0.01	
21/09/2011	AUD	107,706	GBP	(69,000)	2,422	0.01	
21/12/2011	RUB	21,817,000	USD	(763,313)	2,471	0.01	
21/09/2011	EUR	123,536	USD	(174,318)	2,557	0.01	
21/09/2011	USD	300,000	GBP	(184,901)	2,713	0.01	
21/09/2011	NOK	1,203,000	EUR	(151,292)	2,714	0.01	
21/09/2011	NOK	985,000	USD	(178,100)	2,721	0.01	
21/09/2011	EUR	118,000	GBP	(103,602)	2,971	0.01	
21/09/2011	CHF	98,733	GBP	(71,000)	3,056	0.01	
21/09/2011	AUD	230,000	USD	(238,878)	3,127	0.01	
21/09/2011	USD	480,000	GBP	(296,905)	3,278	0.01	
21/09/2011	EUR	164,714	USD	(232,424)	3,410	0.01	
21/09/2011	CHF	99,238	GBP	(71,000)	3,435	0.01	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial assets at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	EUR	150,000	GBP	(131,697)	3,777	0.01	
21/09/2011	NZD	256,000	USD	(203,853)	4,083	0.01	
21/09/2011	USD	326,340	GBP	(200,000)	4,087	0.01	
21/09/2011	USD	300,000	GBP	(182,934)	4,680	0.01	
21/09/2011	USD	450,000	GBP	(276,528)	4,894	0.01	
20/07/2011	PEN	1,100,000	USD	(391,598)	4,931	0.01	
21/09/2011	ZAR	5,180,000	USD	(744,980)	5,015	0.01	
21/09/2011	USD	300,000	GBP	(182,593)	5,020	0.01	
21/09/2011	USD	1,511,272	IDR	(13,057,386,000)	5,133	0.01	
19/10/2011	KRW	614,847,000	USD	(563,510)	5,454	0.01	
21/09/2011	USD	418,560	GBP	(256,000)	5,758	0.01	
21/09/2011	JPY	37,335,000	USD	(455,027)	5,826	0.01	
21/09/2011	MXN	10,120,000	USD	(846,285)	5,835	0.01	
21/09/2011	USD	500,000	GBP	(306,638)	6,051	0.01	
21/09/2011	USD	630,000	GBP	(387,862)	6,127	0.01	
21/09/2011	USD	500,000	GBP	(305,857)	6,833	0.01	
21/09/2011	USD	400,000	GBP	(242,890)	7,262	0.01	
19/10/2011	KRW	1,126,077,000	USD	(1,034,807)	8,268	0.02	
21/09/2011	USD	1,440,984	TRY	(2,355,000)	8,695	0.02	
21/09/2011	EUR	496,123	GBP	(439,000)	9,077	0.02	
21/09/2011	NZD	521,000	USD	(411,574)	10,372	0.02	
21/09/2011	ILS	2,826,000	USD	(805,824)	11,154	0.02	
21/09/2011	CHF	368,000	USD	(420,475)	13,065	0.03	
21/09/2011	USD	1,900,000	GBP	(1,174,799)	13,425	0.03	
21/09/2011	USD	1,940,520	GBP	(1,200,000)	13,563	0.03	
29/07/2011	EUR	694,564	GBP	(612,702)	15,179	0.03	
21/09/2011	NOK	3,913,000	USD	(697,417)	17,125	0.03	
21/09/2011	NZD	1,067,000	USD	(842,653)	21,396	0.04	
					<b>344,454</b>	<b>0.65</b>	<b>0.50</b>

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement (continued)

As at 30 June 2011

#### Financial assets at fair value through profit or loss (continued)

Swaps	Currency	Nominal Holding	Unrealised Gain £	30.06.2011 % of NAV	31.12.2010 % of NAV
IRS Floating Deutsche Bank 3.70% 07/01/2029	GBP	200,000	2,045	0.00	
IRS Goldman Sachs 4.025% 22/01/2029	GBP	(200,000)	3,507	0.01	
IRS Deutsche Bank 3.70% 07/01/2029	GBP	(200,000)	3,535	0.01	
			<b>9,087</b>	<b>0.02</b>	<b>0.01</b>
<b>Total financial assets at fair value through profit or loss</b>			<b>49,042,904</b>	<b>96.10</b>	<b>96.72</b>

#### Financial liabilities at fair value through profit or loss

Futures	Price	Currency	Nominal Holdings	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
LIF Long Gilt September 2011	121	GBP	(84)	(49,815)	(0.10)	
Euro Dollars June 2012	99	USD	(38)	(35,300)	(0.07)	
2 Year US Treasury Note September 2011	110	USD	(55)	(17,636)	(0.03)	
5 Year US Treasury Note September 2011	120	USD	(62)	(14,073)	(0.03)	
Eurx E-Schatz September 2011	108	EUR	(19)	(4,654)	(0.01)	
LIF 3 Month December 2011	99	GBP	(22)	(3,025)	(0.01)	
Eurx Eur-Bund September 2011	126	EUR	(34)	(1,370)	(0.00)	
				<b>(125,873)</b>	<b>(0.25)</b>	<b>(0.09)</b>

#### Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	GBP	38,871,000	USD	(62,871,899)	(447,890)	(0.88)	
21/09/2011	USD	16,293,043	EUR	(11,616,000)	(301,732)	(0.59)	
21/09/2011	USD	6,329,506	NOK	(35,556,000)	(160,419)	(0.31)	
21/09/2011	USD	6,787,203	AUD	(6,541,000)	(92,872)	(0.18)	
21/09/2011	USD	3,775,043	ZAR	(26,964,000)	(90,442)	(0.18)	
02/09/2011	USD	1,884,049	BRL	(3,110,000)	(43,703)	(0.09)	
21/09/2011	USD	2,774,124	EUR	(1,966,000)	(40,725)	(0.08)	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial liabilities at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	USD	1,269,747	HUF	(246,496,000)	(38,306)	(0.08)	
21/09/2011	USD	1,162,015	CHF	(1,017,000)	(36,114)	(0.07)	
21/09/2011	USD	1,372,607	EUR	(979,000)	(25,790)	(0.05)	
20/07/2011	USD	1,315,237	TWD	(38,497,000)	(15,777)	(0.03)	
21/09/2011	GBP	571,000	USD	(936,526)	(14,685)	(0.03)	
21/09/2011	USD	951,882	JPY	(78,080,000)	(12,019)	(0.02)	
20/07/2011	USD	707,839	PEN	(2,000,000)	(11,566)	(0.02)	
21/09/2011	GBP	1,200,000	USD	(1,932,000)	(8,236)	(0.02)	
21/09/2011	USD	452,826	AUD	(438,000)	(7,257)	(0.02)	
21/09/2011	USD	829,408	EUR	(582,000)	(6,942)	(0.02)	
21/09/2011	USD	1,247,794	COP	(2,239,166,000)	(6,578)	(0.01)	
21/09/2011	GBP	200,000	USD	(330,030)	(6,394)	(0.01)	
21/09/2011	GBP	137,236	EUR	(159,000)	(6,366)	(0.01)	
21/09/2011	USD	381,343	NZD	(476,000)	(6,152)	(0.01)	
21/09/2011	USD	302,094	PLN	(860,000)	(4,944)	(0.01)	
21/09/2011	GBP	102,711	EUR	(119,000)	(4,765)	(0.01)	
21/09/2011	GBP	401,000	USD	(648,186)	(4,363)	(0.01)	
21/09/2011	GBP	137,000	USD	(225,802)	(4,212)	(0.01)	
21/09/2011	GBP	130,000	EUR	(148,531)	(4,147)	(0.01)	
21/09/2011	USD	216,269	AUD	(210,000)	(4,005)	(0.01)	
21/09/2011	USD	489,212	CAD	(480,000)	(3,849)	(0.01)	
21/09/2011	USD	402,261	CAD	(395,000)	(3,367)	(0.01)	
21/09/2011	USD	3,575,373	MYR	(10,877,000)	(3,299)	(0.01)	
21/09/2011	GBP	103,000	EUR	(117,682)	(3,286)	(0.01)	
21/09/2011	CHF	449,000	EUR	(376,507)	(3,267)	(0.01)	
21/09/2011	USD	220,000	CAD	(218,116)	(3,188)	(0.01)	
21/09/2011	USD	219,780	AUD	(212,000)	(3,135)	(0.01)	
21/09/2011	PHP	28,874,000	USD	(666,528)	(3,113)	(0.01)	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial liabilities at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	USD	161,686	AUD	(157,000)	(2,994)	(0.01)	
21/09/2011	EUR	335,000	USD	(488,430)	(2,897)	(0.01)	
21/09/2011	USD	196,788	NOK	(1,087,000)	(2,849)	(0.01)	
21/09/2011	JPY	17,641,000	EUR	(155,000)	(2,778)	(0.01)	
21/09/2011	USD	305,556	NZD	(377,000)	(2,667)	(0.01)	
21/09/2011	USD	450,243	CAD	(440,000)	(2,403)	(0.01)	
21/09/2011	USD	165,000	CAD	(163,587)	(2,391)	(0.01)	
21/09/2011	USD	114,846	NOK	(640,000)	(2,315)	(0.01)	
21/09/2011	GBP	148,000	USD	(240,293)	(2,275)	(0.01)	
21/09/2011	USD	187,101	NZD	(232,000)	(2,225)	(0.01)	
21/09/2011	SEK	710,279	NZD	(140,000)	(2,105)	(0.01)	
21/09/2011	JPY	13,202,296	EUR	(116,000)	(2,079)	(0.01)	
21/09/2011	SEK	716,817	JPY	(9,324,000)	(2,033)	(0.01)	
21/09/2011	USD	217,646	CAD	(214,000)	(2,005)	(0.01)	
21/09/2011	USD	237,898	CHF	(201,000)	(1,986)	(0.01)	
21/09/2011	SEK	710,000	EUR	(79,378)	(1,872)	(0.00)	
21/09/2011	USD	166,304	NZD	(206,000)	(1,869)	(0.00)	
21/09/2011	USD	222,376	EUR	(156,000)	(1,823)	(0.00)	
21/09/2011	SEK	718,000	USD	(115,802)	(1,814)	(0.00)	
21/09/2011	EUR	79,458	CAD	(114,000)	(1,813)	(0.00)	
15/07/2011	USD	75,599	KRW	(83,841,000)	(1,796)	(0.00)	
21/09/2011	EUR	180,000	USD	(262,820)	(1,794)	(0.00)	
21/09/2011	USD	467,940	EUR	(326,000)	(1,789)	(0.00)	
21/09/2011	AUD	108,000	CHF	(97,837)	(1,767)	(0.00)	
21/09/2011	USD	258,612	EUR	(181,000)	(1,741)	(0.00)	
21/09/2011	GBP	79,865	SEK	(829,000)	(1,656)	(0.00)	
21/09/2011	GBP	60,000	USD	(98,574)	(1,646)	(0.00)	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial liabilities at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	USD	103,500	AUD	(100,000)	(1,585)	(0.00)	
21/09/2011	THB	4,772,104	USD	(156,959)	(1,580)	(0.00)	
21/09/2011	CHF	139,084	CAD	(164,000)	(1,524)	(0.00)	
21/09/2011	GBP	110,000	USD	(178,272)	(1,488)	(0.00)	
21/09/2011	USD	117,460	AUD	(113,000)	(1,475)	(0.00)	
14/09/2011	GBP	68,000	JPY	(8,924,320)	(1,405)	(0.00)	
21/09/2011	JPY	21,539,000	USD	(270,092)	(1,379)	(0.00)	
21/09/2011	USD	165,356	EUR	(116,000)	(1,356)	(0.00)	
21/09/2011	USD	142,338	EUR	(100,000)	(1,300)	(0.00)	
21/09/2011	USD	142,338	EUR	(100,000)	(1,300)	(0.00)	
21/09/2011	USD	316,245	NZD	(387,000)	(1,122)	(0.00)	
21/09/2011	EUR	80,000	CZK	(1,969,520)	(1,075)	(0.00)	
21/09/2011	EUR	79,000	CZK	(1,944,901)	(1,062)	(0.00)	
21/09/2011	SEK	734,000	NZD	(142,492)	(1,053)	(0.00)	
21/09/2011	AUD	105,000	CAD	(109,490)	(1,037)	(0.00)	
21/09/2011	USD	113,788	MXN	(1,365,000)	(1,013)	(0.00)	
21/09/2011	USD	109,370	MXN	(1,312,000)	(973)	(0.00)	
21/09/2011	USD	155,456	NZD	(191,000)	(944)	(0.00)	
20/07/2011	USD	167,415	TWD	(4,850,000)	(915)	(0.00)	
21/09/2011	EUR	81,085	NOK	(640,000)	(905)	(0.00)	
21/09/2011	JPY	9,265,000	EUR	(80,752)	(869)	(0.00)	
21/09/2011	USD	66,534	AUD	(64,000)	(830)	(0.00)	
21/09/2011	EUR	155,000	JPY	(18,100,389)	(796)	(0.00)	
21/09/2011	THB	2,286,878	USD	(75,226)	(762)	(0.00)	
21/09/2011	USD	798,315	GBP	(500,000)	(749)	(0.00)	
21/09/2011	USD	150,445	JPY	(12,192,000)	(744)	(0.00)	
21/09/2011	CAD	144,000	AUD	(141,241)	(721)	(0.00)	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Portfolio Statement (continued)

As at 30 June 2011

Financial liabilities at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	THB	2,043,981	USD	(67,170)	(640)	(0.00)	
21/09/2011	EUR	116,000	JPY	(13,546,097)	(595)	(0.00)	
21/09/2011	THB	1,743,037	USD	(57,337)	(581)	(0.00)	
21/09/2011	JPY	12,849,809	CHF	(134,000)	(563)	(0.00)	
21/09/2011	USD	102,308	JPY	(8,291,000)	(506)	(0.00)	
21/09/2011	EUR	150,000	NOK	(1,173,675)	(484)	(0.00)	
21/09/2011	NOK	1,165,620	EUR	(150,000)	(450)	(0.00)	
21/09/2011	CAD	112,421	NZD	(142,000)	(423)	(0.00)	
21/09/2011	USD	149,405	EUR	(103,910)	(412)	(0.00)	
20/07/2011	TWD	1,883,941	USD	(66,243)	(402)	(0.00)	
21/09/2011	USD	141,548	NZD	(173,000)	(391)	(0.00)	
21/09/2011	EUR	118,000	NOK	(923,291)	(380)	(0.00)	
21/09/2011	USD	104,598	NZD	(128,000)	(371)	(0.00)	
21/09/2011	NOK	924,725	EUR	(119,000)	(357)	(0.00)	
21/09/2011	USD	324,035	GBP	(203,000)	(355)	(0.00)	
21/09/2011	USD	134,971	CHF	(113,000)	(349)	(0.00)	
21/09/2011	ZAR	800,000	USD	(116,801)	(318)	(0.00)	
21/09/2011	AUD	210,000	USD	(223,170)	(312)	(0.00)	
21/09/2011	CAD	108,000	AUD	(105,569)	(302)	(0.00)	
21/09/2011	USD	98,666	GBP	(62,000)	(296)	(0.00)	
21/09/2011	USD	312,990	EUR	(217,000)	(247)	(0.00)	
21/09/2011	CHF	141,000	JPY	(13,628,073)	(240)	(0.00)	
21/09/2011	NZD	135,013	AUD	(105,000)	(238)	(0.00)	
21/09/2011	AUD	157,000	USD	(166,846)	(233)	(0.00)	
21/09/2011	JPY	8,715,628	GBP	(68,000)	(210)	(0.00)	
20/07/2011	TWD	1,920,000	USD	(67,156)	(188)	(0.00)	
21/09/2011	CAD	27,620	CHF	(24,000)	(175)	(0.00)	

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund Portfolio Statement (continued)

As at 30 June 2011

Financial liabilities at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions (continued)

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
21/09/2011	JPY	6,804,000	USD	(84,869)	(154)	(0.00)	
21/09/2011	GBP	54,626	CHF	(73,000)	(128)	(0.00)	
21/09/2011	USD	49,964	SEK	(319,000)	(123)	(0.00)	
29/07/2011	GBP	6,260	EUR	(7,059)	(121)	(0.00)	
21/09/2011	EUR	176,763	CHF	(213,000)	(118)	(0.00)	
19/10/2011	CLP	6,180,000	USD	(13,067)	(53)	(0.00)	
21/09/2011	NOK	806,000	USD	(149,321)	(17)	(0.00)	
21/09/2011	NZD	135,472	AUD	(105,000)	(3)	(0.00)	
					<b>(1,530,984)</b>	<b>(3.00)</b>	<b>(1.63)</b>
Swaps			Currency	Nominal Holding	Unrealised Loss £	30.06.2011 % of NAV	31.12.2010 % of NAV
IRS Deutsche Bank 4.10% 21/01/2024			GBP	(700,000)	(15,135)	(0.03)	
IRS Floating Deutsche Bank 4.10% 21/01/2024			GBP	700,000	(7,345)	(0.02)	
IRS Floating Goldman Sachs 4.025% 22/01/2029			GBP	200,000	(6,556)	(0.02)	
					<b>(29,036)</b>	<b>(0.07)</b>	<b>(0.03)</b>
<b>Total financial liabilities at fair value through profit or loss</b>					<b>(1,685,893)</b>	<b>(3.32)</b>	<b>(1.75)</b>
<b>Total financial assets and liabilities at fair value through profit or loss</b>					<b>47,357,011</b>	<b>92.78</b>	<b>94.97</b>
<b>Cash</b>					<b>3,388,891</b>	<b>6.64</b>	<b>4.22</b>
<b>Other net assets</b>					<b>295,855</b>	<b>0.58</b>	<b>0.81</b>
<b>TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>					<b>51,041,757</b>	<b>100.00</b>	<b>100.00</b>

# Dynamic Assets Managed Fund plc

## The Select Cautious Return Fund

### Significant Portfolio Movements

For the six months ended 30 June 2011

	<b>Costs</b>
	<b>£'000</b>
<b>Purchases</b>	
United States Treasury Inflation Indexed Bonds 0.63% 15/04/2013	3,468,071
United States Treasury Inflation Indexed Bonds 1.25% 31/08/2015	3,250,041
Fortis Bank 0.22% 11/01/2011	2,248,057
Australia(Commonwealth of) 6.50% 15/05/2013	2,221,499
Fortis Bank 0.11% 27/06/2011	2,123,540
Fortis Bank 0.22% 12/01/2011	2,119,747
Fortis Bank 0.11% 28/06/2011	2,063,809
US Treasury 2.63% 31/12/2014	1,681,928
Fortis Bank 0.13% 12/05/2011	1,578,077
Fortis Bank 0.51% 31/03/2011	1,500,000
Germany(Federal Republic) 2.25% 15/04/2013	1,474,277
Fortis Bank 0.13% 17/05/2011	1,422,043
Fortis Bank 0.13% 13/05/2011	1,414,806
Fortis Bank 0.13% 16/05/2011	1,414,637
Investec Global Strategy Fund	1,352,383
Investec Global Strategy Fund	1,336,039
Fortis Bank 0.11% 29/06/2011	1,253,866
United Kingdom(Government of) 4.75% 07/03/2020	1,212,897
Fortis Bank 0.51% 01/04/2011	1,200,021
Investec Global Strategy Fund	1,162,222
	<b>Proceeds</b>
	<b>£'000</b>
United States Treasury Inflation Indexed Bonds 1.88% 15/07/2015	4,938,292
United States Treasury Inflation Indexed Bonds 2.00% 15/04/2012	4,279,372
US Treasury 1.25% 31/08/2015	3,381,661
Germany (Federal Republic) 1.25% 16/09/2011	3,268,818
United Kingdom Gilt Inflation Linked 2.50% 16/08/2013	2,574,050
Fortis Bank 0.22% 11/01/2011	2,248,202
Fortis Bank 0.11% 27/06/2011	2,126,329
Fortis Bank 0.22% 12/01/2011	2,102,259
Fortis Bank 0.11% 28/06/2011	2,068,855
US Treasury 2.63% 31/12/2014	1,627,561
Fortis Bank 0.13% 12/05/2011	1,599,336
Nordea Bank Finland CD 0.69% 25/01/2011	1,502,301
Fortis Bank 0.51% 31/03/2011	1,500,000
Investec Emerging Markets Debt Fund	1,482,290
Germany(Federal Republic) 2.25% 15/04/2013	1,476,184
Investec Emerging Markets Debt Fund	1,462,189
Fortis Bank 0.13% 16/05/2011	1,422,027
Fortis Bank 0.13% 13/05/2011	1,414,632
Fortis Bank 0.13% 17/05/2011	1,414,391
Sweden (Kingdom of) 3.75% 12/08/2017	1,385,636

The above represents the top 20 purchases and sales of investments during the period by value.

# Dynamic Assets Managed Fund plc

## The Select Equity Income Fund

### Investment Objective

The objective of the Sub-Fund is to provide income and long term capital growth from a portfolio of UK based investments.

### Investment Policies

The Sub-Fund's investment objective will be achieved through investment in a portfolio of collective investment scheme ("CIS") holdings which satisfy the requirements of the Central Bank, which are UCITS, Irish retail non-UCITS which comply in all material respects with the UCITS Notices, Guernsey Class A Schemes, Jersey Recognised Funds and Isle of Man Authorised Schemes, including other schemes managed by the Investment Manager or its affiliates. It may also invest in a portfolio of UK based equity securities that are freely transferable, fixed income securities, cash and money market instruments. The Sub-Fund may, where the Investment Manager considers it in the best interest of the Sub-Fund, invest all of its assets solely in equity securities or invest all of its assets solely in UK based equity securities that are freely transferable, fixed income securities, cash and money market instruments (such as, for example, bonds).

Typical fixed income investments (which may or may not be investment grade) and money market instruments include government and corporate debt securities which may have fixed or floating rates of interest and which need not have a credit rating, including, but not limited to, bonds and notes (fixed and floating), treasury bills, certificates of deposit, commercial paper, asset backed securities and mortgage backed securities, listed or dealt in on the stock exchanges or regulated.

The Sub-Fund may also invest in transferable securities, primarily of companies listed or traded on a regulated stock exchange or market set out in Appendix I of the Prospectus. The securities will primarily be common stocks and other securities with equity characteristics, including, but not limited to, preferred stocks, warrants (not more than 10% of the Sub-Fund's Net Asset Value), rights (which are issued by a company to allow holders to subscribe for additional securities issued by that company) and convertible securities, as well as depository receipts, for such securities all of which are traded on securities exchanges or regulated markets.

The Sub-Fund may invest up to 10% of its assets in emerging market countries.

### Investment Manager's Report For the six months ended 30 June 2011

#### Performance

During the period under review the Sub-Fund fell 0.5%.

#### Market Overview

In contrast to the strong performance of most asset classes in the latter half of 2010, the first half of 2011 proved far tougher as investors fretted about a continuing stream of negative headlines: Inflationary pressures in Asia driven by rising commodity prices, the civil unrest this caused within the Middle East and North Africa region, ongoing concern of sovereign debt issues in the Eurozone, the downgrading of the US and the natural disasters of the earthquake and the tsunami that struck Japan.

On top of these issues, the conclusion of the second US Quantitative Easing programme (QE2) and concerns on the extent of the market slowdown helped add to participant jitters. For equity markets this all resulted in some rotation as last years' laggards shone while profits were taken in the best performing areas of 2010. Consequently cyclical areas and those with a commodity bias struggled against the more defensive markets and companies.

Given our more defensive UK stance, our holdings such as Rensburg Equity Income and Ignis European Income performed well in contrast to the final quarter of 2010. We also continued to receive a favourable tailwind from Aberforth and Chelverton, funds which are more exposed to UK smaller company shares. Disappointingly, the overall portfolio performance was stunted by a weak performance from investments where we had consciously sought diversification away from the concentrated nature of UK dividend stocks held in most UK income funds.

The most notable laggard was Ecofin Power & Water Opportunities. Investing in global utility and related shares, the shares suffered from a combination of negatives, the most significant being selling pressure from a large institutional investor pushing the stock to very depressed levels.

The political unrest sweeping through the Middle East and North African region, weighed on our holding of Blackrock Frontier Markets. However, with the managers avoiding investment in countries where this proved the greatest of problems, the shares did stage a recovery by the end of the period.

It is frustrating to report on such performance issues, especially when a longer investment horizon suggests an opportunity. The net outcome of the headwinds saw the portfolio remain almost flat against a rise of 2.6% for the average UK Equity Income Fund. However, equally important was the continued growth of Fund distributions together with an attractive portfolio yield.

# Dynamic Assets Managed Fund plc

## The Select Equity Income Fund Investment Manager's Report (continued)

For the six months ended 30 June 2011

### Portfolio Activity

We sought to use the wider market volatility to the advantage of the Fund. Given the significant outperformance of Aberforth Smaller Companies Trust, we sold half our initial holding in February 2011, using proceeds to add to our weaker performers. This exercise was further repeated with a complete disposal at attractive levels in May 2011. During the period we made additions into such funds as Neptune Income, Standard Life UK Equity High Income, Schroder Income Maximiser and Ecofin.

With Blackrock Frontiers having staged a recovery on the back of index buying as the stock entered the FTSE Index, we exited this position as greater value became apparent elsewhere in the portfolio. The general shift of the portfolio reflecting these changes saw a reduction in our smaller company exposure with a slight increase to larger UK companies and overseas equities having added opportunely to Ignis European Income and Utilico Emerging Markets during the period.

### Outlook

As far as the current swarm of macroeconomic worries are concerned, we're keeping our heads down electing to withdraw from this debate. We have continued to maintain a diversified portfolio with a bias for good quality equities on decent valuations rather than taking a punt on which way the global economy will ultimately swing. An investor needs only to look back at some of the predictions made by fund managers at the start of the year to see how easy (and costly) it is to get that type of call wrong. Additionally, we do not anticipate a repeat of the same specific issues that hindered performance since the start of the year. Indeed, given the more attractive level some of these assets have fallen, it would suggest that value is stored for the patient investor.

Source: Premier Fund Managers Limited, August 2011. Performance data taken from Financial Express Analytics, quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to future returns.

**Premier Fund Managers Limited**  
**August 2011**

# Dynamic Assets Managed Fund plc

## The Select Equity Income Fund

### Portfolio Statement

As at 30 June 2011

#### Total financial assets at fair value through profit or loss

##### Collective Investment Schemes

###### *Open Ended*

	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Chelverton UK Equity Income Fund	GBP	705,323	510,936	6.84	
Ignis - Argonaut European Income Fund - Class I	GBP	873,793	940,376	12.60	
Neptune Income Fund - Class B	GBP	587,177	933,611	12.50	
Rathbone Income Fund	GBP	137,299	873,482	11.70	
Rensburg UK Equity Income Trust	GBP	519,828	900,967	12.06	
Schroder Income Maximiser Fund	GBP	2,104,644	889,212	11.91	
Standard Life UK Equity High Income Fund	GBP	1,263,456	922,576	12.36	
			5,971,160	79.97	68.54

###### *Closed Ended*

	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Ecofin Water & Power Opportunities Fund	GBP	336,779	417,606	5.59	
Utilico Emerging Markets	GBP	275,000	452,757	6.07	
			870,363	11.66	22.98

##### Non UCITS

###### *Closed Ended*

	Currency	Nominal Holding	Fair Value £	30.06.2011 % of NAV	31.12.2010 % of NAV
Elders Investment - Series 24B Merrill Lynch 7% Fixed Income	GBP	999,980	782,484	10.48	
			782,484	10.48	9.08

#### Total financial assets at fair value through profit or loss

7,624,007 102.11 100.60

# Dynamic Assets Managed Fund plc

## The Select Equity Income Fund

### Portfolio Statement (continued)

As at 30 June 2011

#### Financial liabilities at fair value through profit or loss

##### Open Forward Foreign Currency Transactions

Contract Date	Currency Buy	Buy Amount	Currency Sell	Sell Amount	Unrealised Gain £	0.06.2011 % of NAV	1.12.2010 % of NAV
04/07/2011	GBP	944,179	EUR	(1,076,000)	(28,903)	(0.39)	
04/08/2011	GBP	972,392	EUR	(1,076,000)	(202)	0.00	
					(29,105)	(0.39)	(0.21)
<b>Total financial liabilities at fair value through profit or loss</b>					<b>(29,105)</b>	<b>(0.39)</b>	<b>(0.21)</b>
<b>Total financial assets and liabilities at fair value through profit or loss</b>					<b>7,594,902</b>	<b>101.72</b>	<b>100.39</b>
<b>Bank overdraft</b>					<b>46,902</b>	<b>0.63</b>	<b>(0.55)</b>
<b>Other net Liabilities</b>					<b>(175,786)</b>	<b>(2.35)</b>	<b>0.16</b>
<b>TOTAL NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES</b>					<b>7,466,018</b>	<b>100.00</b>	<b>100.00</b>

# Dynamic Assets Managed Fund plc

## The Select Equity Income Fund

### Significant Portfolio Movements

For the six months ended 30 June 2011

<b>Purchases</b>	<b>Costs £'000</b>
Ignis Argonaut European Income Fund - Class I	1,850
Schroder Income Maximiser Fund	1,350
Utilico Emerging Markets	1,185
Standard Life UK Equity High Income Fund	1,050
Chelverton UK Equity Income Fund	1,000
Neptune Income Fund - Class B	900
Rathbone Income Fund	550
Ecofin Water & Power Opportunities Fund	446
Rensburg UK Equity Income Trust	437

  

<b>Sales</b>	<b>Proceeds £'000</b>
Aberforth Smaller Companies Trust	616
Morant Wright Japan Income Trust	294
Blackrock Frontiers Investment Trust	236
Rensburg UK Equity Income Trust	130
Ignis Argonaut European Income Fund - Class I	105
Chelverton UK Equity Income Fund	85
Utilico Emerging Markets	84
Neptune Income Fund - Class B	75
Schroder Income Maximiser Fund	60
Rathbone Income Fund	55
Standard Life UK Equity High Income Fund	35

The above represents the top 20 purchases and the significant sales of investments during the period by value.

# Dynamic Assets Managed Fund plc

## Balance Sheet

As at 30 June 2011

	Note	The Dynamic Distribution Fund 30-Jun-11 £	The Conservative Real Return Fund 30-Jun-11 £	The Dynamic Balanced Real Return Fund 30-Jun-11 £	The Tactical Real Return Fund 30-Jun-11 £	The Select Cautious Return Fund 30-Jun-11 £	The Select Equity Income Fund 30-Jun-11 £	Total Company 30-Jun-11 £
<b>Assets</b>								
Financial assets at fair value through profit or loss	2	14,564,080	58,362,252	24,678,250	8,981,035	49,042,904	7,624,007	163,252,528
Receivable for securities sold		-	900	-	231,915	-	-	232,815
Subscriptions receivable		80,216	753,035	5,517	-	-	-	838,768
Dividends and interest receivable		90,239	100,770	7,734	15,912	642,650	33,570	890,875
Other receivables		4,278	9,028	2,750	5,059	1,203	285	22,603
Cash	8	1,503,031	10,355,151	183,764	710,958	3,405,248	46,902	16,205,054
<b>Total assets</b>		<b>16,241,844</b>	<b>69,581,136</b>	<b>24,878,015</b>	<b>9,944,879</b>	<b>53,092,005</b>	<b>7,704,764</b>	<b>181,442,643</b>
<b>Liabilities</b>								
Financial liabilities at fair value through profit or loss	2	49,366	247,768	113,197	55,148	1,685,893	29,105	2,180,477
Bank overdraft	8	35,615	775,069	-	-	16,357	-	827,041
Payable for securities purchased		-	26,830	-	-	-	-	26,830
Redemptions payable		18,289	675,544	-	36,482	184,875	127,708	1,042,898
Distributor fees payable		6,851	21,662	7,301	1,565	15,144	6,565	59,088
Management fees payable		23,540	84,667	26,743	15,657	2,609	23,272	176,488
Other accruals		28,384	151,815	50,377	34,148	145,370	52,096	462,190
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>162,045</b>	<b>1,983,355</b>	<b>197,618</b>	<b>143,000</b>	<b>2,050,248</b>	<b>238,746</b>	<b>4,775,012</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>16,079,799</b>	<b>67,597,781</b>	<b>24,680,397</b>	<b>9,801,879</b>	<b>51,041,757</b>	<b>7,466,018</b>	<b>176,667,631</b>

The Balance Sheet is continued on page 59.

*The accompanying notes form an integral part of these financial statements*

# Dynamic Assets Managed Fund plc

## Balance Sheet

As at 31 December 2010

	Note	The Dynamic Distribution Fund 31-Dec-10 £	The Dynamic Conservative Real Return Fund 31-Dec-10 £	The Dynamic Euro Conservative Growth Fund 31-Dec-10 €	The Dynamic Balanced Real Return Fund 31-Dec-10 £	The Dynamic US Dollar Growth Fund 31-Dec-10 US\$	The Dynamic Tactical Real Return Fund 31-Dec-10 £	The Select Cautious Return Fund 31-Dec-10 £	The Select Equity Income Fund 31-Dec-10 £	Total Company 31-Dec-10 £
<b>Assets</b>										
Financial assets at fair value through profit or loss	2	13,115,946	72,673,843	2,664	21,883,597	3,862	10,367,995	59,055,009	8,529,898	185,631,037
Receivable for securities sold		-	110,759	-	14,378	-	177,686	-	-	302,823
Subscriptions receivable		26,103	2,644,220	-	-	-	-	10,461	-	2,680,784
Dividends and interest receivable		98,885	217,013	10,998	7,082	2,129	8,538	782,429	59,202	1,183,933
Other receivables		1,040	130,429	24	1,372	122	674	17,969	-	151,582
Cash	8	1,740,696	11,352,751	190,429	1,523,335	74,302	944,182	2,586,389	-	18,357,982
<b>Total assets</b>		<b>14,982,670</b>	<b>87,129,015</b>	<b>204,115</b>	<b>23,429,764</b>	<b>80,415</b>	<b>11,499,075</b>	<b>62,452,257</b>	<b>8,589,100</b>	<b>208,308,141</b>
<b>Liabilities</b>										
Financial liabilities at fair value through profit or loss	2	16,652	260,148	988	100,358	2,972	-	1,069,165	17,253	1,466,320
Bank overdraft	8	-	-	-	31,324	-	-	10,736	46,949	89,009
Payable for securities purchased		31,073	2,910,451	-	63,786	-	171,532	-	-	3,176,842
Redemptions payable		-	413,829	164,555	69,085	-	68,518	118,465	12,816	823,714
Distributor fees payable		12,673	21,361	5,900	10,582	11,149	3,654	21,533	7,176	89,156
Management fees payable		9,580	70,177	1,362	22,247	14,446	22,572	68,468	2,416	205,854
Other accruals		30,145	245,939	31,310	40,120	51,848	26,968	107,966	23,596	534,678
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>100,123</b>	<b>3,921,905</b>	<b>204,115</b>	<b>337,502</b>	<b>80,415</b>	<b>293,244</b>	<b>1,396,333</b>	<b>110,206</b>	<b>6,385,573</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>14,882,547</b>	<b>83,207,110</b>	<b>-</b>	<b>23,092,262</b>	<b>-</b>	<b>11,205,831</b>	<b>61,055,924</b>	<b>8,478,894</b>	<b>201,922,568</b>

The accompanying notes form an integral part of these financial statements

# Dynamic Assets Managed Fund plc

## Profit and Loss Account

For the six months ended 30 June 2011

	Note	The Dynamic Distribution Fund 30-Jun-11 £	The Dynamic Conservative Real Return Fund 30-Jun-11 £	The Dynamic Balanced Real Return Fund 30-Jun-11 £	The Dynamic Tactical Real Return Fund 30-Jun-11 £	The Select Cautious Return Fund 30-Jun-11 £	The Select Equity Income Fund 30-Jun-11 £	Total Company 30-Jun-11 £
<b>Income</b>								
Deposit interest	2	-	-	-	838	2,186	291	3,315
Investment income		345,621	636,217	273,855	200,767	1,126,028	173,097	2,755,585
Net realised gain on financial assets and liabilities at fair value through profit or loss		12,783	2,199,919	427,038	157,261	225,274	181,267	3,203,542
Net movement in unrealised gain on financial assets and liabilities at fair value through profit or loss		243,265	(743,662)	616,977	(312,504)	(620,558)	(188,334)	(1,004,816)
Net realised and unrealised gain/(loss) on currencies		289,260	(394,753)	(236,688)	(38,626)	(404,205)	(52,612)	(837,624)
Net equalisation		16,214	(12,143)	(566)	(4,710)	(49,701)	(5,260)	(56,166)
<b>Total income from investments</b>		<b>907,143</b>	<b>1,685,578</b>	<b>1,080,616</b>	<b>3,026</b>	<b>279,024</b>	<b>108,449</b>	<b>4,063,836</b>
<b>Expenses</b>								
Distributor fee	3	-	73,298	24,785	10,301	-	-	108,384
Administration fees	3	29,260	50,979	25,905	20,554	-	1,424	128,122
Custodian's fee	3	7,439	19,611	4,481	7,439	-	-	38,970
Audit fees		703	11,733	1,907	238	-	-	14,581
Directors' fees		1,745	4,147	2,101	1,536	-	-	9,529
General expenses		19,719	102,049	40,150	29,736	131,605	11,338	334,597
<b>Total operating expenses</b>		<b>58,866</b>	<b>261,817</b>	<b>99,329</b>	<b>69,804</b>	<b>131,605</b>	<b>12,762</b>	<b>634,183</b>
<b>Profit from operations before finance costs</b>		<b>848,277</b>	<b>1,423,761</b>	<b>981,287</b>	<b>(66,778)</b>	<b>147,419</b>	<b>95,687</b>	<b>3,429,653</b>

The Profit and Loss Account is continued on pages 61 to 63.

*The accompanying notes form an integral part of these financial statements*

# Dynamic Assets Managed Fund plc

## Profit and Loss Account (continued)

For the six months ended 30 June 2011

	Note	The Dynamic Distribution Fund 30-Jun-11 £	The Dynamic Conservative Real Return Fund 30-Jun-11 £	The Dynamic Balanced Real Return Fund 30-Jun-11 £	The Dynamic Tactical Real Return Fund 30-Jun-11 £	The Select Cautious Return Fund 30-Jun-11 £	The Select Equity Income Fund 30-Jun-11 £	Total Company 30-Jun-11 £
<b>Finance costs</b>								
Interest expense		(137)	(10,030)	(5,845)	-	(14,532)	-	(30,544)
Distributions	10	(228,397)	(377,198)	(57,932)	-	(995,539)	(210,433)	(1,869,499)
		(228,534)	(387,228)	(63,777)	-	(1,010,071)	(210,433)	(1,900,043)
<b>Capital expenses</b>								
Investment managers' fee	3	(114,291)	(549,735)	(185,885)	(77,257)	(427,232)	(33,998)	(1,388,398)
Custodian's fee	3	2,000	9,600	3,850	1,671	(10,659)	(5,514)	948
Administration fees	3	3,123	-	-	-	(34,179)	(19,340)	(50,396)
Distributor fee	3	(15,239)	-	-	1,785	(56,964)	(7,999)	(78,417)
General Expenses		-	(1,117)	-	(517)	76,737	(34,240)	40,863
		(124,407)	(541,252)	(182,035)	(74,318)	(452,297)	(101,091)	(1,475,400)
<b>Profit/(loss) from operations before tax</b>		<b>495,336</b>	<b>495,281</b>	<b>735,475</b>	<b>(141,096)</b>	<b>(1,314,949)</b>	<b>(215,837)</b>	<b>54,210</b>
Withholding tax		(21,188)	(27,984)	(18,892)	(39,317)	(223)	(12,855)	(120,459)
<b>Change in net assets attributable to the holders of redeemable participating shares from operations</b>		<b>474,148</b>	<b>467,297</b>	<b>716,583</b>	<b>(180,413)</b>	<b>(1,315,172)</b>	<b>(228,692)</b>	<b>(66,249)</b>

Gains and losses arose solely from continuing operations except where noted below. There were no gains or losses other than those dealt with in the Profit and Loss Account.

The Profit and Loss Account is continued on pages 62 and 63.

*The accompanying notes form an integral part of these financial statements*

# Dynamic Assets Managed Fund plc

## Profit and Loss Account

For the year ended 31 December 2010

Note	The Dynamic Distribution Fund 30-Jun-10 £	The Dynamic Conservative Real Return Fund 30-Jun-10 £	The Dynamic Euro Conservative Growth Fund 30-Jun-10 €	The Dynamic Balanced Real Return Fund 30-Jun-10 £	The Dynamic US Dollar Growth Fund 30-Jun-10 US\$	The Dynamic Tactical Real Return Fund 30-Jun-10 £	The Select Cautious Return Fund 30-Jun-10 £	The Select Equity Income Fund 30-Jun-10 £	Total Company 30-Jun-10 £
<b>Income</b>									
Deposit interest	-	-	-	-	380	300	6,027	-	6,570
Investment income	331,922	801,639	109,908	162,919	118,009	145,268	1,259,128	214,903	3,089,332
Net realised gain/(loss) on financial assets and liabilities at fair value through profit or loss	123,246	2,886,697	459,715	992,881	291,917	38,057	86,865	81,890	4,806,342
Net movement in unrealised gain on financial assets and liabilities at fair value through profit or loss	(359,627)	(2,740,003)	174,908	(675,354)	(1,136,943)	(218,184)	(2,354,340)	(493,109)	(7,413,187)
Net realised and unrealised gain/(loss) on currencies	98,147	(838,479)	(529,350)	(415,648)	178,690	16,281	488,531	72,376	(936,036)
Net equalisation	(235)	(4,848)	(780)	(131)	-	-	12,385	1,262	7,738
<b>Total income from investments</b>	<b>193,453</b>	<b>105,006</b>	<b>214,401</b>	<b>64,667</b>	<b>(547,947)</b>	<b>(18,278)</b>	<b>(501,404)</b>	<b>(122,678)</b>	<b>(439,241)</b>
<b>Expenses</b>									
Distributor fee	-	183,459	32,828	73,728	45,389	56,818	-	-	372,340
Investment managers' fee	-	108,087	16,537	38,848	30,498	44,418	-	-	225,630
Investment managers' fee rebate	-	(540)	475	97	-	-	-	-	(20)
Administration fees	-	28,359	16,938	14,784	28,071	14,819	-	-	91,041
Custodian's fee	-	147,376	128,163	78,594	157,977	10,114	-	-	451,512
Audit fees	3,525	19,239	1,235	3,724	-	1,964	5,069	640	35,262
Directors' fees	2,466	5,068	(408)	861	-	-	3,655	1,596	13,282
General expenses	11,208	(3,652)	(1,626)	21,865	15,238	16,790	60,165	16,865	131,556
<b>Total operating expenses</b>	<b>17,199</b>	<b>487,396</b>	<b>194,142</b>	<b>232,501</b>	<b>277,173</b>	<b>144,923</b>	<b>68,889</b>	<b>19,101</b>	<b>1,320,603</b>
<b>Profit/(Loss) from operations before finance costs</b>	<b>176,254</b>	<b>(382,390)</b>	<b>20,259</b>	<b>(167,834)</b>	<b>(825,120)</b>	<b>(163,201)</b>	<b>(570,293)</b>	<b>(141,779)</b>	<b>(1,759,844)</b>

The Profit and Loss Account is continued on page 63.

*The accompanying notes form an integral part of these financial statements*

# Dynamic Assets Managed Fund plc

## Profit and Loss Account (continued)

For the year ended 31 December 2010

	Note	The Dynamic Distribution Fund 30-Jun-10 £	The Dynamic Conservative Real Return Fund 30-Jun-10 £	The Dynamic Euro Conservative Growth Fund 30-Jun-10 €	The Dynamic Balanced Real Return Fund 30-Jun-10 £	The Dynamic US Dollar Growth Fund 30-Jun-10 US\$	The Dynamic Tactical Real Return Fund 30-Jun-10 £	The Select Cautious Return Fund 30-Jun-10 £	The Select Equity Income Fund 30-Jun-10 £	Total Company 30-Jun-10 £
<b>Finance Costs</b>										
Interest expense		(1,147)	(2,560)	(216)	(498)	-	-	(6,604)	(92)	(11,093)
Distributions	9	(255,455)	(87,719)	-	-	-	-	(1,319,671)	(182,178)	(1,845,023)
		(256,602)	(90,279)	(216)	(498)	-	-	(1,326,275)	(182,270)	(1,856,116)
<b>Capital Expenses</b>										
Investment managers' fee		(27,390)	-	-	-	-	-	(193,595)	(13,902)	(234,887)
Investment managers' fee rebate		149	-	-	-	-	-	-	(826)	(677)
Custodian's fee		(44,037)	-	-	-	-	-	(35,574)	(13,966)	(93,577)
Administration fees		(14,727)	-	-	-	-	-	(32,465)	(16,143)	(63,335)
Distributor fee		(49,991)	-	-	-	-	-	(301,314)	(29,916)	(381,221)
		(135,996)	-	-	-	-	-	(562,948)	(74,753)	(773,697)
<b>(Loss)/Profit from operations before tax</b>		<b>(216,344)</b>	<b>(472,669)</b>	<b>20,043</b>	<b>(168,332)</b>	<b>(825,120)</b>	<b>(163,201)</b>	<b>(2,459,516)</b>	<b>(398,802)</b>	<b>(4,389,657)</b>
Withholding tax		(31,248)	(92,657)	(13,232)	(29,790)	(22,675)	(36,217)	(23,329)	(18,641)	(258,202)
<b>Change in net assets attributable to the holders of redeemable participating shares from operations</b>		<b>(247,592)</b>	<b>(565,326)</b>	<b>6,811</b>	<b>(198,122)</b>	<b>(847,795)</b>	<b>(199,418)</b>	<b>(2,482,845)</b>	<b>(417,443)</b>	<b>(4,647,859)</b>

The accompanying notes form an integral part of these financial statements

# Dynamic Assets Managed Fund plc

## Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares

For the six months ended 30 June 2011

	The Dynamic Distribution Fund 30-Jun-11 £	The Dynamic Conservative Real Return Fund 30-Jun-11 £	The Dynamic Euro Conservative Growth Fund 30-Jun-11 €	The Dynamic Balanced Real Return Fund 30-Jun-11 £	The Dynamic US Dollar Growth Fund 30-Jun-11 US\$	The Dynamic Tactical Real Return Fund 30-Jun-11 £	The Select Cautious Return Fund 30-Jun-11 £	The Select Equity Income Fund 30-Jun-11 £	Total Company 30-Jun-11 £
Net assets at start of period	14,882,547	83,207,110	-	23,092,262	-	11,205,831	61,055,924	8,478,894	201,922,568
Proceeds from redeemable participating shares issued	1,987,611	15,281,571	-	3,514,459	-	50,830	1,741,667	178,401	22,754,539
Payments on redeemable participating shares redeemed	(1,264,507)	(31,358,197)	-	(2,642,907)	-	(1,274,369)	(10,440,662)	(962,585)	(47,943,227)
	15,605,651	67,130,484	-	23,963,814	-	9,982,292	52,356,929	7,694,710	176,733,880
Change in net assets attributable to holders of redeemable participating shares from operations	474,148	467,297	-	716,583	-	(180,413)	(1,315,172)	(228,692)	(66,249)
<b>Net assets attributable to holders of redeemable participating shares at end of period</b>	<b>16,079,799</b>	<b>67,597,781</b>	<b>-</b>	<b>24,680,397</b>	<b>-</b>	<b>9,801,879</b>	<b>51,041,757</b>	<b>7,466,018</b>	<b>176,667,631</b>
	<b>31-Dec-10 £</b>	<b>31-Dec-10 £</b>	<b>31-Dec-10 €</b>	<b>31-Dec-10 £</b>	<b>31-Dec-10 US\$</b>	<b>31-Dec-10 £</b>	<b>31-Dec-10 £</b>	<b>31-Dec-10 £</b>	<b>31-Dec-10 £</b>
Net assets at start of year	14,904,353	54,266,209	7,757,965	19,248,142	15,377,771	11,735,366	64,271,585	7,751,752	188,592,872
Notional exchange adjustment	-	-	-	-	-	-	-	-	198,224
Proceeds from redeemable participating shares issued	1,255,012	37,511,608	326,825	5,146,984	27,646	196,649	7,844,079	867,443	53,120,162
Payments on redeemable participating shares redeemed	(1,567,146)	(11,020,144)	(8,295,383)	(2,533,156)	(15,258,067)	(1,622,759)	(8,806,969)	(612,924)	(43,160,517)
	14,592,219	80,757,673	(210,593)	21,861,970	147,350	10,309,256	63,308,695	8,006,271	198,750,741
Change in net assets attributable to holders of redeemable participating shares from operations	290,328	2,449,437	210,593	1,230,292	(147,350)	896,575	(2,252,771)	472,623	3,171,827
<b>Net assets attributable to holders of redeemable participating shares at end of year</b>	<b>14,882,547</b>	<b>83,207,110</b>	<b>-</b>	<b>23,092,262</b>	<b>-</b>	<b>11,205,831</b>	<b>61,055,924</b>	<b>8,478,894</b>	<b>201,922,568</b>

The accompanying notes form an integral part of these financial statements

# Dynamic Assets Managed Fund plc

## Notes to the Financial Statements

For the six months ended 30 June 2011

### 1. General

The Dynamic Assets Managed Fund plc (the "Company") was incorporated on 30 December 2004 as an open-ended investment company with variable capital. The Company is authorised by the Central Bank as an Investment Company pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003, as amended.

The Company has appointed Armstrong Investment Managers LLP ("Armstrong") to act as its Investment Manager to each of the Sub-Funds of the Company from 14 July 2010. Armstrong in turn appointed Investec Asset Management Limited as sub-Investment Manager of the Select Cautious Fund and Premier Fund Managers Limited as sub-Investment Manager of the Select Equity Income Fund.

Northern Trust Fiduciary Services (Ireland) Limited and Northern Trust International Fund Administration Services (Ireland) Limited have been appointed to act as Custodian and Administrator respectively.

The Company is organised in the form of an umbrella fund, with segregated liability between Sub-Funds. The Articles of Association provide that the Company may offer separate classes of shares, each representing interests in a Fund comprising of a distinct portfolio of investments. There are currently six Sub-Funds in operation.

<b>Sub-Fund</b>	<b>Date commenced trading</b>
The Dynamic Distribution Fund	9 February 2005
The Dynamic Conservative Real Return Fund	9 February 2005
The Dynamic Balanced Real Return Fund	9 February 2005
The Dynamic Tactical Real Return Fund (formerly Global Equity Income)	29 March 2006
The Select Cautious Return Fund	19 April 2006
The Select Equity Income Fund	15 March 2006

Each Sub-Fund's shares have been admitted to the Official List of the Irish Stock Exchange.

### 2. Principal Accounting Policies

#### *Basis of preparation*

The financial statements have been prepared in accordance with the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003, as amended.

The Company has opted to prepare condensed interim financial statements. As a result, these financial statements are prepared on the basis of the accounting policies set out in the 31 December 2010 annual financial statements.

### 3. Fees and Expenses

#### *Investment Manager*

Armstrong Investment Managers LLP, as Investment Manager, is entitled to receive from the Company, out of the net assets of each Sub-Fund it manages, an annual fee not exceeding 1.50% (plus VAT, if any). The fee accrues and is calculated on each Dealing Day and is payable monthly in arrears. The annual fee payable to the Investment Manager may be increased to 2.5% (plus VAT, if any) of the net assets of each Sub-Fund without the prior approval of the Shareholders. The Investment Manager is not entitled to be reimbursed out of the assets of the Sub-Fund for its reasonable out-of-pocket costs and expenses incurred in the performance of its duties. Investment management fees of €927,168 (June 2010: £27,390) were charged during the period six months ended 30 June 2011 and €150,607 (December 2010: £134,970) was still payable at period end.

#### **Investment Manager – The Select Cautious Return Fund**

Investec Investment Management Limited, as sub-Investment Manager of the Select Cautious Return Fund, is entitled to receive from the Company, out of the net assets of each Sub-Fund it manages, an annual fee not exceeding 1.50% (plus VAT, if any).

# Dynamic Assets Managed Fund plc

## Notes to the Financial Statements (continued)

For the six months ended 30 June 2011

### 3. Fees and Expenses (continued)

#### Investment Manager – The Select Cautious Return Fund (continued)

The fee accrues and is calculated on each Dealing Day and is payable monthly in arrears. The annual fee payable to the Investment Manager may be increased to 2.5% (plus VAT, if any) of the net assets of each Sub-Fund without the prior approval of the Shareholders. The sub-Investment Manager is not entitled to be reimbursed out of the assets of the Sub-Fund for its reasonable out-of-pocket costs and expenses incurred in the performance of its duties. Investec Investment Management Limited charged investment management fees of £427,232 (June 2010: £193,595) during the period six months ended 30 June 2011 and £2,609 (December 2010: £68,468) was still payable at period end.

#### Investment Manager – The Select Equity Income Fund

Premier Fund Managers Limited, as sub-Investment Manager of the Select Equity Income Fund, is entitled to receive from the Company out of the net assets of the Sub-Fund it manages, an annual fee not exceeding 1.50% (plus VAT, if any). The fee accrues and is calculated on each Dealing Day and is payable monthly in arrears. The annual fee payable to the sub-Investment Manager may be increased to 2.50% (plus VAT, if any) of the net assets of the Sub-Fund without the prior approval of the Shareholders. The Investment Manager is not entitled to be reimbursed out of the assets of the Sub-Fund for its reasonable out-of-pocket costs and expenses incurred in the performance of its duties. Premier Fund Managers Limited charged investment management fees, net of rebates of £33,998 (June 2010: £13,902) during the six months ended 30 June 2011 and £23,272 (December 2010: £2,416) was still payable at period end. Rebates amounted to £Nil during the six months ended 30 June 2011 (December 2010: £17,778).

#### Custodian

The Custodian is entitled to receive out of the net assets of each Sub-Fund, an annual fee of 0.05% of the Net Asset Value accrued and calculated on each Dealing Day, and payable monthly in arrears (plus VAT thereon, if any), subject to a monthly minimum fee of £1,250 (plus VAT if any). The Custodian is also entitled to sub-custodian's fees which are charged at normal commercial rates as well as agreed upon transaction charges (which are at normal commercial rates) and other out-of-pocket expenses out of the assets of each Sub-Fund (plus VAT thereon, if any). Northern Trust Fiduciary Services (Ireland) Limited earned custodian fees of £38,022 (June 2010: £451,512) during the period six months ended 30 June 2011 and £37,266 (December 2010: £33,315) was still payable at the period end.

#### Administrator

Administrator is entitled to receive out of the net assets of each Sub-Fund an annual fee of 0.12% of the Net Asset Value of the Sub-Funds accrued and calculated on each Dealing Day, and payable monthly in arrears, subject to a monthly minimum fee of £3,250. (plus VAT, if any). The Administrator is entitled to be repaid all of its reasonable agreed upon transaction and other charges (which are at normal commercial rates) and other out-of-pocket expenses out of the assets of the Sub-Funds (plus VAT thereon, if any). Northern Trust International Fund Administration Services (Ireland) Limited earned administration fees of £178,518 (June 2010: £154,376) during the period six months ended 30 June 2011 and £58,334 (December 2010: £32,424) was still payable at the period end.

#### Promoter and distributor fees

Premier Fund Managers Limited receives a fee of up to 0.20% for their role as Promoter for each of the Sub-Funds.

Premier Fund Managers Limited earned fees of £186,801 (June 2010: £753,561) as Promoter/ UK Distributor during the period six months ended 30 June 2011 and £59,088 (December 2010: £89,156) was still payable at the period end.

#### Capital expenses

Fees such as any management fee, custodian fee, administration fee and investment management fee or any costs, charges, fees or expenses, including, without limitation, any interest and expenses in respect of borrowings may, at the discretion of the Directors, be charged against income or against capital or partly against income and partly against capital.

The Directors approved that with effect from 1 October 2006 such expenses in respect of the Select Equity Income Fund and the Select Cautious Return Fund be charged to capital and also with effect from 1 May 2007 all expenses in respect of the Dynamic Distribution Fund be charged to capital.

# Dynamic Assets Managed Fund plc

## Notes to the Financial Statements (continued)

For the six months ended 30 June 2011

### 4. Related Party Disclosures

Premier Fund Managers Limited (the 'Manager' and "Promoter") is considered by the Directors to be a related party as defined by FRS 8 "Related Party Transactions". Transactions and balances with the Manager and Promoter are disclosed in the Profit and Loss Account, and have been entered into in the ordinary course of business and on the terms set out in the agreements with those parties described in the Prospectus and note 3. Mark Friend, a Director of the Company, is also Managing Director of Operations for the Promoter. Patrick Cooper, a Director of the Company, is also Chief Executive Officer of Distinction Asset Management, an Appointed Representative of Armstrong Investment Managers LLP; the Investment Manager.

As at 30 June 2011 the Select Cautious Return Fund held nil (2010: 880,742) shares with a value of £nil (2010: £1,530,818) in Investec Emerging Markets GBP Fund, nil (2010: 798,929) shares with a value of nil (2010: £1,511,059) in Investec Emerging Markets USD Fund, 437,529 (2010: 1,314,221) shares with a value of £729,229 (2010: £2,110,376) in Investec High Income Bond GBP Fund, 46,963 (2010: 50,047) shares with a value of £1,099,156 (2010: £1,072,092) in Investec High Income Bond EUR Fund, 99,697 (2010: nil) shares with a value of £1,299,272 (2010: nil) in Investec Emerging Markets Currency USD Fund, 66,948 (2010: nil) shares with a value of £1,196,360 (2010: nil) in Investec Emerging Markets Currency EUR Fund and 89,276 shares (2010: nil) with a value of £1,124,421 (2010: nil) in Investec Emerging Markets Debt USD Fund.

### 5. Shares Issued and Redeemed

#### *Subscriber shares*

The initial capital of the Company was €300,002, which was represented by 300,002 subscriber shares of €1 per share (the "subscriber shares"). 300,000 of the subscriber shares were redeemed and the remaining 2 are held by Premier Fund Managers Limited. The subscriber shares do not participate in the dividends or assets attributable to the shares, but are entitled to one vote per share at general meetings of the Company. These shares are excluded from the Net Asset Value and are disclosed by way of note only.

#### *Participating shares*

The Directors are entitled to issue up to 1,000,000,000,000 shares of no par value initially in the Company at the Net Asset Value per share on such terms as they may think fit. A shareholder has one vote for each share held. The table below discloses the share dealing activity during the period.

	Shares in issue at 1 Jan 2011	Shares issued during period	Shares redeemed during period	Shares in issue at 30 Jun 2011	Nav per Share at 30 Jun 2011
The Dynamic Distribution Fund					
Class A GBP	15,539,209	1,301,068	(1,330,499)	15,509,778	0.97
Class B Euro	-	154,053	-	154,053	1.03
Class D USD	-	121,350	-	121,350	1.00
Class F GBP	-	515,420	-	515,420	1.02
Class G Euro	-	281,745	(20,200)	261,545	1.03
Class I USD	-	25,948	-	25,948	1.01
Class J CHF	-	65,355	-	65,355	1.03
The Dynamic Conservative Real Return Fund					
Class A GBP	42,519,335	514,815	(6,770,915)	36,263,235	1.10
Class B Euro	1,749,404	787,903	(114,065)	2,423,242	1.02
Class F GBP	14,218	2,130,719	(101,331)	2,043,606	1.01
Class G Euro	3,003,912	13,505,103	(620,419)	15,888,596	1.02
Class I USD	49,710,252	48,846	(36,545,678)	13,213,420	1.03
Class J CHF	-	129,328	-	129,328	1.01
The Dynamic Balanced Real Return Fund					
Class A GBP	16,551,995	275,380	(1,563,810)	15,263,565	1.15
Class B Euro	-	23,819	-	23,819	1.01
Class D USD	2,008,124	3,605,907	(788,764)	4,825,267	1.05
Class F GBP	-	659,931	-	659,931	1.03
Class G Euro	-	224,355	(20,423)	203,932	1.03
Class I USD	5,162,149	-	(529,151)	4,632,998	1.05
Class J CHF	-	72,500	-	72,500	1.02

# Dynamic Assets Managed Fund plc

## Notes to the Financial Statements (continued)

For the six months ended 30 June 2011

### 5. Shares Issued and Redeemed (continued)

#### *Participating shares (continued)*

	Shares in issue at 1 Jan 2011	Shares issued during period	Shares redeemed during period	Shares in issue at 30 Jun 2011	Nav per Share at 30 Jun 2011
The Select Cautious Return Fund					
GBP Class	65,599,795	1,792,790	(11,298,028)	56,094,557	0.92
Euro Class	805,820	119,577	(238,206)	687,191	1.03
The Select Equity Income Fund	10,278,369	219,404	(1,207,898)	9,289,875	0.88
The Dynamic Tactical Real Return Fund	12,394,136	58,589	(1,453,769)	10,998,956	0.91
	<b>Shares in issue at 1 Jan 2010</b>	<b>Shares issued during year</b>	<b>Shares redeemed during year</b>	<b>Shares in issue at 31 Dec 2010</b>	<b>Nav per Share at 31 Dec 2010</b>
The Dynamic Distribution Fund	15,866,798	1,362,879	(1,690,468)	15,539,209	0.96
The Dynamic Conservative Real Return Fund					
Class A GBP	51,599,256	1,251,740	(10,331,661)	42,519,335	1.10
Class B Euro	-	1,749,404	-	1,749,404	1.01
Class F GBP	-	14,218	-	14,218	1.00
Class G Euro	-	3,003,912	-	3,003,912	1.01
Class I USD	-	49,710,252	-	49,710,252	1.02
The Dynamic Euro Conservative Growth	9,701,110	411,530	(10,112,640)	-	-
The Dynamic Balanced Real Return Fund					
Class A GBP	18,448,457	480,710	(2,377,172)	16,551,995	1.11
Class D USD	-	2,008,124	-	2,008,124	1.02
Class I USD	-	5,162,149	-	5,162,149	1.02
The Dynamic US Dollar Growth Fund	17,426,458	30,845	(17,457,303)	-	-
The Select Cautious Return Fund					
GBP Class	67,167,655	7,969,512	(9,537,372)	65,599,795	0.92
Euro Class	324,104	481,716	-	805,820	1.03
The Select Equity Income Fund	9,954,652	1,114,581	(790,864)	10,278,369	0.83
The Select Global Equity Income Fund	14,023,158	230,909	(1,859,931)	12,394,136	0.90

### 6. Soft Commissions

There were no soft commission arrangements in place during the period.

### 7. Exchange Rates

	2011 Exchange Rate to £	2010 Exchange Rate to £		2011 Exchange Rate to £	2010 Exchange Rate to £
Argentinian Peso	-	6.21876	Egyptian Pound	-	9.08860
Australian Dollar	1.49411	1.52739	Euro	1.10576	1.16705
Brazilian Real	2.50989	2.59898	Hong Kong Dollar	12.49241	12.17081
Canadian Dollar	1.54782	1.55571	Hungary Forint	293.68013	324.84715
Chilean Peso	751.90533	732.64587	Indian Rupee	71.76763	70.00803
Chinese Yuan Renminbi	-	10.31716	Indonesian Rupiah	13,726.37400	14,106.50553
Colombian Peso	2,848.35666	3,006.04779	Israel Shekel	-	5.54475
Czech Koruna	26.94387	29.28118	Japanese Yen	128.75628	126.98203
Danish Kroner	8.25940	8.69695	Korean Won	1,708.93396	1,776.85606

# Dynamic Assets Managed Fund plc

## Notes to the Financial Statements (continued)

For the six months ended 30 June 2011

### 7. Exchange Rates (continued)

	2011	2010		2011	2010
	Exchange Rate	Exchange Rate		Exchange Rate	Exchange Rate
	to £	to £		to £	to £
Malaysian Ringgit	4.83316	4.82768	Singapore Dollar	1.96647	2.00568
Mexican Peso	18.79443	19.31073	Slovakian Koruna	-	35.15839
New Zealand Dollar	1.93712	2.00416	South African Rand	10.88217	10.35795
Norwegian Krone	8.59621	9.10034	Swedish Krone	10.13147	10.52563
Peruvian Sol	4.40738	4.39400	Swiss Franc	1.33526	1.45934
Philippine Peso	69.57218	68.59112	Taiwan Dollar	46.11415	45.64887
Polish Zloty	4.40466	4.62563	Thai Baht	49.17997	-
Romanian Leu	-	4.95262	Turkish Lira	2.60233	2.40954
Russian Ruble	44.64292	47.79459	US Dollar	1.60064	1.56565

### 6. Taxation

Under current law and practice the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares. No Irish tax will arise on the Company in respect of:

- a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company; and
- certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

### 8. Cash Deposits

All cash deposits at 30 June 2011 were held at Northern Trust (Guernsey) Limited. The Company may borrow, for the account of a Sub-Fund, up to 10% of the net assets of such Sub-Fund, and the assets of such Sub-Fund may be charged as security for any borrowings provided that the borrowing is only for temporary purposes.

### 9. Net Asset Value per Share

30 June 2011	Net Asset Value	Shares in issue at 30 Jun 2011	Nav per Share at 30 Jun 2011
The Dynamic Distribution Fund			
Class A GBP	15,022,268	15,509,778	0.97
Class B Euro	158,654	154,053	1.03
Class D USD	121,588	121,350	1.00
Class F GBP	528,155	515,420	1.02
Class G Euro	268,854	261,545	1.03
Class I USD	26,187	25,948	1.01
Class J CHF	67,289	65,355	1.03

# Dynamic Assets Managed Fund plc

## Notes to the Financial Statements (continued)

For the six months ended 30 June 2011

### 9. Net Asset Value per Share (continued)

30 June 2011 (continued)	Net Asset Value	Shares in issue at 30 Jun 2011	Nav per Share at 30 Jun 2011
The Dynamic Conservative Real Return Fund			
Class A GBP	40,038,016	36,263,235	1.10
Class B Euro	2,475,558	2,423,242	1.02
Class F GBP	2,068,247	2,043,606	1.01
Class G Euro	16,232,041	15,888,596	1.02
Class I USD	13,566,471	13,213,420	1.03
Class J CHF	130,441	129,328	1.01
The Dynamic Balanced Real Return Fund			
Class A GBP	17,522,839	15,263,565	1.15
Class B Euro	24,085	23,819	1.01
Class D USD	5,069,193	4,825,267	1.05
Class F GBP	681,987	659,931	1.03
Class G Euro	210,205	203,932	1.03
Class I USD	4,867,795	4,632,998	1.05
Class J CHF	74,240	72,500	1.02
The Select Cautious Return Fund			
GBP Class	50,414,564	56,094,557	0.90
Euro Class	693,494	687,191	1.01
The Select Equity Income Fund	7,466,018	9,289,875	0.88
The Dynamic Tactical Real Return Fund	9,801,879	10,998,956	0.91
<b>31 December 2010</b>			
The Dynamic Distribution Fund	14,882,547	15,539,209	0.96
The Dynamic Conservative Real Return Fund			
Class A GBP	46,791,144	42,519,335	1.10
Class B Euro	1,765,921	1,749,404	1.01
Class F GBP	14,223	14,218	1.00
Class G Euro	3,032,153	3,003,912	1.01
Class I USD	50,555,506	49,710,252	1.02
The Dynamic Euro Conservative Growth Fund	-	-	-
The Dynamic Balanced Real Return Fund			
Class A GBP	18,434,720	16,551,995	1.11
Class D USD	2,042,233	2,008,124	1.02
Class I USD	5,249,831	5,162,149	1.02
The Dynamic US Dollar Growth Fund	-	-	-
The Select Cautious Return Fund			
GBP Class	60,343,594	65,599,795	0.92
Euro Class	831,322	805,820	1.03
The Select Equity Income Fund	8,478,894	10,278,369	0.83
The Select Global Equity Income Fund	11,205,831	12,394,136	0.90

# Dynamic Assets Managed Fund plc

## Notes to the Financial Statements (continued)

For the six months ended 30 June 2011

### 9. Net Asset Value per Share (continued)

31 December 2009	Net Asset Value	Shares in issue at 31 Dec 2009	Nav per Share at 31 Dec 2009
The Dynamic Distribution Fund	14,904,353	15,866,798	0.94
The Dynamic Conservative Real Return Fund	54,266,209	51,599,256	1.05
The Dynamic Euro Conservative Growth Fund	7,757,965	9,701,110	0.80
The Dynamic Balanced Real Return Fund	19,248,142	18,448,457	1.04
The Dynamic US Dollar Growth Fund	15,377,771	17,426,458	0.88
The Select Cautious Return Fund			
GBP Class	63,965,343	67,167,655	0.95
Euro Class	344,685	324,104	1.06
The Select Equity Income Fund	7,751,752	9,954,652	0.78
The Select Global Equity Income Fund	11,735,752	14,023,158	0.84

### 10. Distributions

The following is a list of distributions declared and paid during 2011.

	Distribution per Unit	Date		Amount	Relevant Period
		declared	Pay date		
Dynamic Distribution	£0.0147	05/01/2011	31/01/2011	£228,397	01/10/2010 - 31/12/2010
Dynamic Balanced Real Return	£0.0035	05/01/2011	31/01/2011	£57,932	01/10/2010 - 31/12/2010
Dynamic Conservative Real Return	£0.0089	05/01/2011	31/01/2011	£377,198	01/10/2010 - 31/12/2010
Select Equity Income	£0.0116	05/01/2011	31/01/2011	£119,229	01/10/2010 - 31/12/2010
Select Cautious Return - GBP	£0.0070	05/01/2011	31/01/2011	£458,968	01/10/2010 - 31/12/2010
Select Cautious Return - EUR	€0.0078	05/01/2011	31/01/2011	€6,285	01/10/2010 - 31/12/2010
Select Equity Income	£0.0092	01/04/2011	28/04/2011	£91,204	01/01/2011 - 31/03/2011
Select Cautious Return - GBP	£0.0084	01/04/2011	28/04/2011	£526,019	01/01/2011 - 31/03/2011
Select Cautious Return - EUR	€0.0092	01/04/2011	28/04/2011	€5,866	01/01/2011 - 31/03/2011

No other distributions were declared during the period.

### 11. Significant Events

The Company adopted a new Prospectus on 7 July 2011. The Select Global Equity Fund changed the name to The Dynamic Tactical Real Return Fund as at the same date.

There were no other significant events during the period.

### 12. Post Balance Sheet Events

Patrick Cooper resigned as Director of the Company on 12 July 2011. Ana Armstrong was appointed as Director of the Company on 15 August 2011.

There were no other material events subsequent to the Balance Sheet date that would have an impact on the financial statements as at 30 June 2011.

### 13. Approval of the Financial Statements

The financial statements were approved by the Board of Directors on 26 August 2011.

