

Investment Objective

To provide a stable and consistent return through direct and indirect investment mainly in European securities (excluding the United Kingdom).

Fund Strategy

Our core belief is that the market is ultimately logical and that share prices follow the earnings power of businesses over the medium term. The market's obsession with short term results, however, leaves opportunity for those investors focusing on companies whose longer term earnings power is not yet visible to the market. The Fund treats all potential investments equally, regardless of size, frequently resulting in an overweighting of mid sized companies.

Fund Statistics

Benchmark	FTSE Europe Excluding UK Index
Sector	IMA Europe Excluding UK
Fund Manager	Catie Wearmouth
Fund Launch Date	August 1981
Fund Size	£58.6 million
Number of Holdings	47
Historic Yield (net)	1.6%

Fund Manager Biography

Catie Wearmouth, took over the Fund in October 2007 and has been with the group since March 2005. Catie has 11 years experience, 5 of which have been gained at SWIP. She speaks Italian and French and she is also an associate of the CFA Society of the UK.



Dealing Information - Share Class A

Minimum Investment	£1,000
Valuation Point	8:00 AM
Settlement Terms	T+4
Accounting Period End Dates	31 January (Final) & 31 July (Interim)
Ex-Dividend Dates	31 January
Payment Dates	31 March
Last Distribution Rate	11.9310p

Performance Returns - Calendar Years (%)

	2010*	2009	2008	2007	2006
Fund	-7.78	16.08	-25.98	21.55	17.60
Sector Average	-4.95	19.52	-24.64	12.62	18.47
Benchmark	-5.04	20.09	-23.99	15.72	20.13
Quartile	4	3	3	1	2

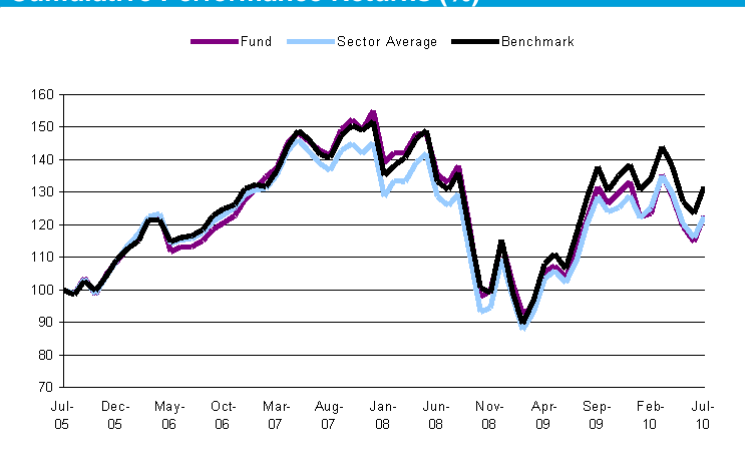
Fund Charges - Share Class A

Initial Charge	5.00%
Annual Charge	1.50%
Total Expense Ratio	1.67%

Fund Codes and Prices - Share Class A

Sedol	3214682
ISIN	GB0032146820
Bloomberg	SWEURAA LN
Lipper	LP60010004
NAV Price as at	31 July 2010 676.5p
NAV - 12 Month High	11 January 2010 759.0p
NAV - 12 Month Low	6 August 2009 615.6p

Cumulative Performance Returns (%)



Statistical Analysis Review Over 3 Years

Sharpe Ratio	-0.32
Standard Deviation	24.55% (p.a.)
Alpha	-2.22% (p.a.)
Beta	0.93
Information Ratio	-0.59
Tracking Error	3.47% (p.a.)

Source: SWIP

Cumulative Performance Returns (%)

	1 Mth	3 Mths	1 Yr	3 Yrs p.a	5 Yrs p.a
Fund	7.18	-4.62	9.24	-4.91	4.20
Sector Average	5.79	-5.50	12.54	-3.62	4.46
Benchmark	6.71	-4.88	11.87	-2.39	5.63
Quartile	1	1	4	3	3

Source: Lipper mid-mid basis, net of fees. FTSE Europe Excluding UK, gross of fees. *Year to date figure. Please note Lipper returns are priced at 8 am and benchmark is priced at close of business day.

Past Performance is not a guide to future performance

Market Review

European equities roared back into positive territory this month, propelled by well received results from banking sector “stress tests”, a more benign Basle III regulatory regime, and a raft of better than expected corporate numbers. The economic environment also improved, with Germany at the vanguard of the recovery.

Fund Performance

Notwithstanding positive returns in July, the Fund underperformed the index due principally to overweight holdings in financial services groups including: Societe Generale; ING; Unicredit; and BBVA. However, overweight positions in Syngenta; Sanofi Aventis; and Essilor (the latter having been a key positive contributor in June) all held back performance.

Fund Positioning

Looking ahead, a number of high-quality companies are now available at attractive prices. We intend to use our stock-picking skills to seek these opportunities out, with the aim of delivering good value and strong returns. To that end, we added DNB, the Norwegian bank, and DSM, the Dutch multinational manufacturing group, to the portfolio this month.

Geographic Breakdown

	Fund %	Benchmark %	Deviation %
Germany	22.3	17.3	5.0
Italy	9.5	7.4	2.1
Belgium	4.0	2.2	1.9
Netherlands	7.9	6.4	1.5
Austria	1.7	0.8	0.9
Portugal	0.0	0.8	-0.8
Poland	0.0	0.9	-0.9
Sweden	4.3	6.5	-2.2
Denmark	0.0	2.7	-2.7
Spain	3.2	9.3	-6.1
Cash	3.4	0.0	3.4

Source: SWIP, FTSE Europe Excluding UK Breakdown is top 5 overweight and top 5 underweight country positions.

Top 10 Holdings

Company	Weighting %
Nestle	5.4
Total	3.3
ING	3.3
BBVA	3.2
Siemens	3.2
Credit Suisse	3.2
Societe Generale	3.1
BNP Paribas	2.9
BASF	2.6
Deutsche Bank	2.5

Source: SWIP

Major Sector Breakdown

	Fund %	Benchmark %	Deviation %
Consumer Goods	20.4	16.3	4.1
Financials	28.6	25.6	3.0
Health Care	10.2	8.6	1.6
Industrials	14.5	13.5	1.0
Oil and Gas	6.4	6.7	-0.4
Technology	3.1	3.5	-0.4
Basic Materials	6.6	7.2	-0.6
Utilities	3.2	6.7	-3.5
Cons Services	1.7	5.3	-3.6
Telecomm	1.9	6.7	-4.8
Cash	3.4	0.0	3.4

Source: SWIP, FTSE Europe Excluding UK

Contact Us

SWIP Sales Team on 0207 203 3333
 Email: investment.enquiries@swip.com
 For all administration queries contact: 0800 33 66 00
www.swip.com

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