

Premier Multi Asset Income & Growth Fund

Premier Multi-Asset 2 OEIC



I Fund Strategy I

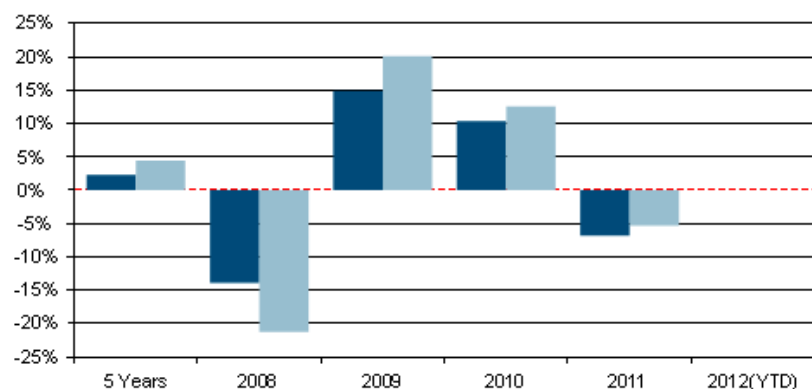
- The price paid for an investment is key. Buying cheap, high-quality assets for the long term, while avoiding expensive ones, has proven itself to be a consistently successful approach to investing.
- We firstly identify the most attractively priced asset classes. We then work out the best way to invest in them. This may be through funds run by talented managers or through other investment vehicles that, for whatever reason, offer particularly advantageous exposure.
- We are very conscious of risk, and endeavour to run the Fund so that it is not overly exposed to any one specific threat. There are several rules within the fund that are designed to keep risks well spread.
- In our view, "timing the market" is not something that we, or anyone else, can do consistently, and that attempting to do so is likely to prove costly for investors. At most times, therefore, we are likely to be close to fully invested in what we consider to be the most attractively valued non-cash assets.

I Fund Objectives I

To provide income together with some long-term capital growth from a portfolio of investments.

On 19 December 2011, the name of the Elan Diversified Income Fund changed to the Premier Multi-Asset Income and Growth Fund.

Performance Record



■ Premier Multi Asset Inc and Gth TR
■ IMA Mixed Investment 40%-85% Shrs TR

Powered by data from FE

Discrete Annual Performance (%)

Share Type	2012(YTD)	2011	2010	2009	2008
Accumulation	-	-6.8	10.3	14.9	-13.9

Discrete Annual Performance to Quarter End 31 December 2011 (%)

Share Type	31/12/2010	31/12/2009	31/12/2008	31/12/2007	31/12/2006
Accumulation	-6.8	10.3	14.9	-13.9	0.5

Cumulative Performance to 31 December 2011 (%)

Share Type	3 Months	6 Months	1 Year	3 Years	5 Years
Accumulation	2.2	-8.5	-6.8	18.2	2.3
Official Sector	3.9	-5.9	-5.5	27.4	4.4

Quoted on a total return, bid to bid, UK sterling basis. Past performance is not a guide to the future. The price of units and shares and the income from them may go down as well as up and you may get back less than you invested.

Source: Financial Express. 11/01/2012

| Fund Facts |

Fund Size:	£16.5m
Historic Yield:	Acc: 2.1%, Inc: 2.1%
Launch Date:	11 Dec 2006
Sector:	IMA Balanced Managed

| Top 10 Holdings |

	%
Cash	8.29
JOHCM UK OPPORTUNITIES I INC	4.70
FRANKLIN UK EQUITY INCOME INC	4.46
GLG JAPAN CORE-ALPHA ""P"" ACC	4.40
ABERFORTH UK SML COS FUND - INC	4.40
POLAR CAPITAL GLOBAL INSURANCE ""E"	4.15
CAZENOVE UK SMALLER COMPANIES X SHA	4.03
IGNIS ARGONAUT EUROPEAN INCOME I IN	3.37
MERRILL LYNCH 9% HIGH YIELD 24A	3.32
FIRST STATE ASIA PACIFIC LEADERS FU	3.29
TOTAL	44.41

| Asset Allocation |

	%
UK Equity	19.52
Europe ex UK	15.01
Other/Other Equities	12.35
Alternative Assets	10.16
Japan	9.82
Asia ex Japan	8.41
Cash	7.53
High Yield Bonds	6.13
Emerging Markets	4.29
Investment Grade Bonds	3.61
North America	3.18

Fund developments and comments

Investment Managers - David Hambidge, Simon Evan-Cook



Investors got their Santa rally in December, adding a little bit of sparkle to what was a fairly poor year for stock markets. A continued improvement in the US outlook was the most likely driver of the rally, with investors choosing to focus on this positive rather than the ongoing debacle in the European Union. The Fund managed to outperform its sector average over the month, producing a return of 1.9% against 1.8% for its average peer.

December's outperformance couldn't mask what was a weak year for the Fund, in which its asset allocation counted against it seemingly at every turn. In the equity world, our relatively large Japanese exposure acted as a millstone for most of the year. This market was hit by hard by the terrible earthquake in March, and then by the Olympus accounting scandal and the Thailand floods later in the year (many Japanese companies have significant operations in Thailand). This has left plenty of good Japanese companies trading at bargain-basement valuations – hence our reason for holding onto them rather than panic selling.

Our decision to avoid gilts, also for reasons of valuation, was another factor that counted against the Fund in 2011. The all-encompassing climate of fear and uncertainty meant nervous investors preferred to use them as shelter, despite their hefty price tags and meagre, fixed income pay-outs. Like Japan, we have resisted the urge to panic buy gilts – the investment equivalent of nailing planks of old wood across your windows. At their current levels, these assets are only a good investment if a greater fool agrees to buy them from you at a higher price. For example, if held to maturity, the 10-year gilt guarantees a capital loss and a flat income that's below the current rate of inflation.

Fund Strategy

We added two new infrastructure holdings towards the end of the year. GCP Infrastructure and Billfinger Berger Global Infrastructure both hold portfolios of infrastructure assets (such as toll bridges, ports, airports, hospitals etc) that earn a steady stream of income, often paid by governments. The income paid by these collections of assets is respectable to say the least, and is also appealing as the revenue streams are less sensitive to the economic cycle. We expect them to achieve a decent total return, therefore, without enduring the volatility experienced by equities.

We're not tempted to chase last year's winners, as our investment principles tell us to pay close attention to valuation. On this basis, gilts look very expensive, especially compared to equities. Yes; shares are likely to be impacted by any short-term fall-out as the macro problems work themselves out, but as long as the companies are sound, and the price paid isn't excessive, then the long-term returns will be worth the wait.

Fund Information

Annual Management Charge	1.50%
Initial Charge	5.55%
Accounting Dates	30 Apr, 31 Oct
Payment Dates	31 Aug, 31 Dec
Valuation Point	12 noon, daily
Sedol Code	Acc: B1KST58, Inc: B1KSRR6
Published Price	www.premierfunds.co.uk
Share Class	Accumulation & Income
Min. Investment	£1,000 / £100pm
ISA eligible	Yes, stocks & shares

Investment Team

I Premier Asset Management Limited I

Premier is a privately owned, dynamic and progressive asset management company that designs and distributes innovative investments, predominantly through financial advisers. Via its FSA regulated subsidiaries, Premier Portfolio Managers Ltd and Premier Fund Managers Ltd, Premier manages a range of authorised UK and offshore funds as well as providing discretionary management services for retail and corporate clients.

I David Hambidge, Investment Director, Pooled Funds I

Investment Director, David Hambidge, has been with Premier since 1987 and specialises in the management of portfolios using collective investment vehicles including OEICs and investment trusts. David has been part of the original investment team that set up Premier's Fund of Funds in 1995 and was appointed lead manager in February 1999, making him one of the most experienced Fund of Funds managers in the UK.

I Simon Evan-Cook, Investment Manager I

Simon joined Premier's multi-manager team as Investment Analyst in 2007, having previously being their Investment Communicator. Simon has gained industry experience through positions at Rothschild, Gartmore and Fidelity.

Issued by Premier Portfolio Managers Ltd. Premier Portfolio Managers Ltd and Premier Fund Managers Ltd are ISA managers and members of the Premier Asset Management Marketing Group, authorised and regulated by the Financial Services Authority of 25 The North Colonnade, Canary Wharf, London E14 5HS. Premier Portfolio Managers Ltd is a member of the Investment Management Association. Exchange rates can cause the value of underlying investments to fall or rise. Tax concessions are not guaranteed and may be changed at any time; their value will depend on your individual circumstances. For your protection, your call may be recorded. Reference to any particular stock or fund is not a recommendation to buy or sell. Details of the nature of the investments, the commitment required and fund specific risk warnings are described in the Simplified Prospectus which is available on request. The Historic Yield reflects distributions declared over the past twelve months as a percentage of the mid-market unit price of the fund, as at the date shown. Persons who do not have professional experience in matters relating to investments should speak with a financial adviser before making an investment decision.

FTSE International Limited (FTSE) © FTSE 2011. FTSE® is a trade mark of London Stock Exchange Plc and The Financial Times Limited and is used by FTSE under licence. All rights in the FTSE indices and/or FTSE ratings vest in FTSE and/or its licensors. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and/or FTSE ratings or underlying data. No further distribution of FTSE data is permitted without FTSE's express written consent