

Indexed Commodities Fund

Information is correct as at the 31st July 2011

Volatility/Risk



How the Fund Works

The aim of the Indexed Commodities fund is to deliver returns based on a broad range of commodities, for example energy, metals and agriculture. The fund is suitable for long-term investors who already have assets such as shares, property or bonds and are looking to invest in something new.

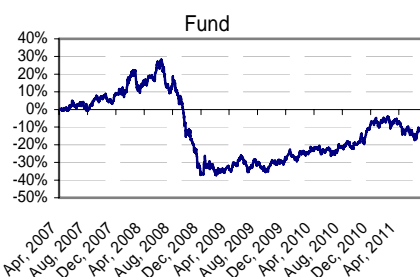
In the past, commodities have provided similar returns to shares for investors. However, commodities tend to perform at different times in the economic cycle. This makes them very attractive because they spread the investment and therefore the risk.

The commodities fund will target a return of 50% Goldman Sachs Commodity Total Return Index (GSCI) and 50% Goldman Sachs Non-Energy Total Return Index (GSNE).

The return of this fund since launch (20th April 2007) is -3.28%p.a.

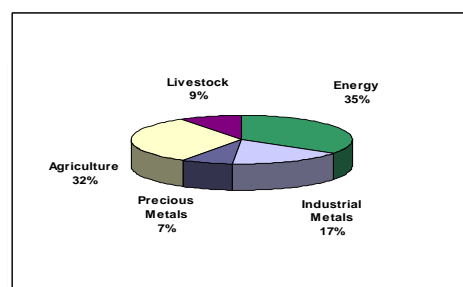
Performance

Fund Split



Year	Commodities Fund
2011 YTD	-6.3%
1 Year	12.0%
3 Year %p.a.	-8.8%

The figures quoted are before tax and after management charges. Source: Irish Life.



Market Commentary

Gold is trading at record high levels and is a key beneficiary of the flight to quality. This performance demonstrates that gold is not just a hedge against inflation but also an indicator of fear or an alternative to the Dollar as a safe haven.

Other commodities sectors also performed notably the agricultural sector with wheat and sugar gaining close to 16% and 14% respectively. Wheat prices benefited from a poor supply data in the US despite Russia reporting that its grain harvest is going well.

Oil prices gained ground over the month however much of the gains were made in the last week of the month as investors increased their tolerance for risky assets.

Warning: The value of your investment may go down as well as up. This fund may be affected by changes in currency exchange rates. Past performance is not a reliable guide to future performance.



Irish Life
Investment Managers