

July 2010

NAV EUR 8.12 (+0.1%)

## Contact Information

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## Fund Details

Fund Inception: 1 June 2005  
Dutch FBI  
Listed: Euronext Amsterdam  
Manager: IMC asset management  
Administrator: RBC Dexia  
Auditor: KPMG  
ISIN Code: NL0000290070  
Pricing frequency: Daily NAV

## Leverage

No leverage employed

## Management Fee

1.50% per annum

## Performance Fee

15% of net profits above 5% payable annually, subject to a 2 year high watermark

## Total Fund Size

EUR 26.7 MM

## Monthly Comment

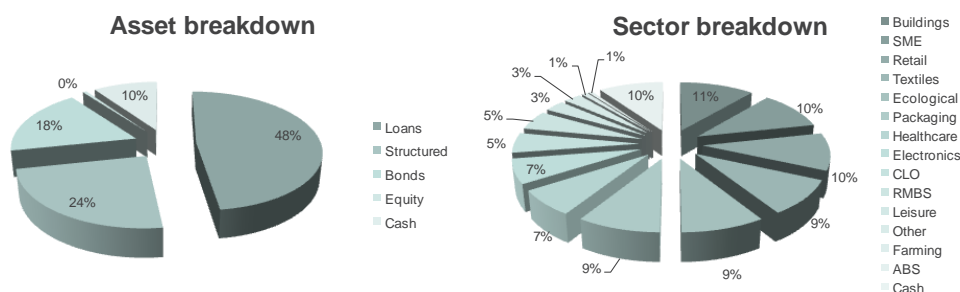
Monthly return of 0.1% was driven by income of 1.2% for the month, largely offset by lower valuations of loans. Positive contributors were Proventec and Edcon notes, both increasing 0.5% for the month. Proventec increased from 45 to 55 due to the positive outcome of restructuring talks. Edcon notes increased from 72 to 76 on the back of positive retail sales in South Africa. Negative contributors were Bioreliance 2<sup>nd</sup> lien loans, Fat Face senior loans, Aliplast mezzanine loans and three CDO equity positions. Bioreliance loans declined from 86.5 to 80, contributing -0.6% for the month, there was no news explaining the decline in price. Both Fat Face and Aliplast loans declined in price, both contributing -0.4% for the month. Fat Face remains under revenue pressure as is reflected in the valuation of 55. Aliplast mezzanine loans priced at 31.75 reflect the weak construction/ renovation sector, however Aliplast is still complying with its covenants. Three CDO equity positions were marked lower at the beginning of the month on higher risk aversion in general. These contributed -0.4% for the month.

Equity markets, represented by the MSCI Europe index, increased by 4.9%. High yield, represented by the CS Western Europe High Yield Index, increased by 3.4% and senior leveraged loans, represented by ELLI, increased by 1.7%.

## Portfolio Activity

No trades have been done during the month.

## Portfolio Overview



## Net Returns (%)

| Asset Class                 | July-10     | June-10     | May-10      |
|-----------------------------|-------------|-------------|-------------|
| Loans                       | -1.3%       | 0.4%        | 3.3%        |
| Structured                  | -0.4%       | 0.1%        | -0.4%       |
| Bonds                       | 0.6%        | -0.7%       | -0.4%       |
| Income                      | 1.2%        | 2.1%        | 0.8%        |
| Fees & costs                | -0.2%       | -0.2%       | -0.2%       |
| Other                       | 0.1%        | 0.0%        | -0.2%       |
| <b>Total monthly return</b> | <b>0.1%</b> | <b>1.6%</b> | <b>3.1%</b> |

| Performance | YTD   | 1M   | 3M   | 6M    | 12M   | 2009   | 2008   | 2007  | 2006 | 2005 |
|-------------|-------|------|------|-------|-------|--------|--------|-------|------|------|
|             | 20.3% | 0.1% | 4.9% | 15.0% | 38.6% | -14.9% | -59.8% | -0.2% | 9.2% | 7.1% |

## Investment Strategy

The Credit Value Fund pursues a value based approach aiming to achieve attractive, positive returns by investing in high yielding credits such as bank loans, high yield bonds and structured products. These instruments can be 'less liquid' and/or more 'stressed' than traditional debt instruments.