

INDEPENDENT RATING :



Investment Objective and Policy

The management of the Fund is oriented towards seeking maximum capital gain in the medium to long-term. The portfolio is mainly made up of Japanese stocks, but also of Japanese convertible bonds and warrants.

Facts and Figures as of 30/04/2012

NAV per Class B share	22,709
Base currency	JPY
Fund Inception	01/07/1984
Frequency of calculation of NAV	Daily
Subscription/Management/Redemption Fees	5% / 1,75% / 1%
Performance fee	15% over 10%(on a high watermark)
ISIN number	LU0180304973
Telekurs Code	1720820
Class B Bloomberg Code	IFDCJDB LX
NAV per Class A share	24,777
Class A Bloomberg Code	BANJADI LX
Custodian	RBC Dexia Investor Services Bank
Statutory Auditor	KPMG
Website	www.ifdcg.com

As of April 30th, 2012

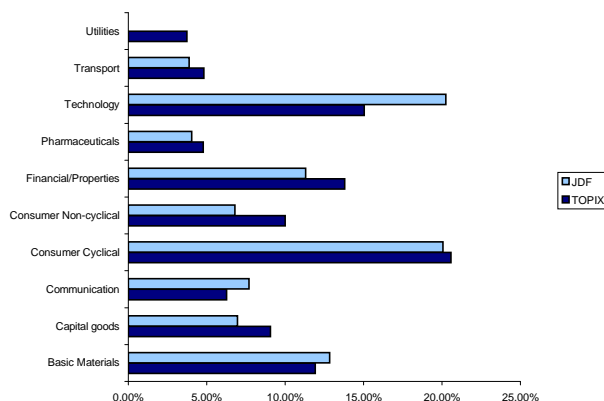
Industrial production increased +1.0% MoM in March rebounding from the -1.6% fall in February and +1.1% QoQ in 1Q12 accelerating from +0.4% QoQ in 4Q11. Manufacturers expect production to increase again in April (+1.0%) but to fall in May (-4.1% MoM) affected by the Golden Week holidays. The March labour market report pointed to ongoing gradual improvement with unemployment rate unchanged from February at 4.5% but the job offer-to-applicant ratio edging up +0.01 to 0.76, the highest level since October 2008. In terms of prices, core CPI (exc. fresh food) increased to +0.2% YoY in March from +0.1% in February; excluding both food and energy, core prices improved to -0.5% YoY in March from -0.6% in the previous month. 1Q12 BoJ Tankan survey showed unchanged business conditions for large manufactures (-4) but slightly improving conditions for large non-manufacturers (to +5 from +4 in the previous survey). FY11 capex plans for all industries were revised up to +0.8% from 0.0% in the previous survey whilst initial capex estimates for FY12 stood at -1.3%. The BoJ further increased its Asset Purchase Program, allocating JPY 10tn (i.e. USD 125bn) towards buying JGBs and JPY 0.2tn towards purchasing ETFs and J-REITs and also extended the maturity of eligible JGBs up to three years.

Topix retreated in April (-5.86% in Yen; +10.38% so far in 2012) along with global equity markets (MSCI World -1.4% in USD) on the back of concerns regarding the Euro-zone political changes and increasing resistance towards fiscal austerity as well as disappointing global economic indicators. Average daily traded volumes fell -19% MoM in April. Foreign investors (+USD 2.7bn till April 20th) and individual investors (+USD 2.9bn) were the main net buyers of Japanese equities whilst proprietary traders (-USD 5.3bn) and trust banks (-USD 2.1bn) were the main net sellers. In the smaller markets, Mothers (+1.4%), Jasadq (-0.8%) and TSE Second Section (-0.9%) all outperformed the benchmark. Best performing sectors were other financials (-2.0%) as well as sectors considered 'defensive' or oriented towards domestic demand such as services (-2.3%), retail (-2.7%), information & communication (-2.8%) and foods (-3.0%). Worst performing sectors included commodities-linked sectors such as iron & steel (-12.5%) and marine transport (-9.4%) on concerns over a slowing global economy, insurance (-10.7%) and securities (-9.6%) on declining value of their stockholdings as well as other products (-10.1%) undermined by the rising Yen (which increased to 79.8 from 82.9 against the USD and to 105.7 from 110.6 against the Euro during the month).

The Fund maintains overweight positions in electrical machinery and precision instruments, chemicals (electronic materials), information & communication, banks and real estate (including REITs) whilst underweighting machinery, transport equipment, insurance, foods and electric power & gas. During the month, the Fund increased slightly its exposure to land transport and information & communication whilst other sectors were substantially unchanged. The number of portfolio holdings stood at 72 as of the end of April 2012.

The Fund will pursue its stockpicking investment policy focusing on relatively undervalued stocks with above consensus earnings growth prospects.

Sectoral Breakdown of Japan Dynamic Fund Assets



Top Holdings

Shin-Etsu Chemical Co	Chemicals	5.41%
Mitsubishi Electric	Electrical Machinery	5.11%
SMFG	Banks	4.82%
Toyota Motor	Transport Equipment	4.24%
NTT	Communication	3.46%
Mitsubishi UFJ Financial Group	Banks	3.38%
East Japan Railway Co	Land Transport	2.61%
Toshiba	Electrical Machinery	2.53%
Astellas Pharma	Pharmaceuticals	2.50%
KDDI	Communication	2.45%

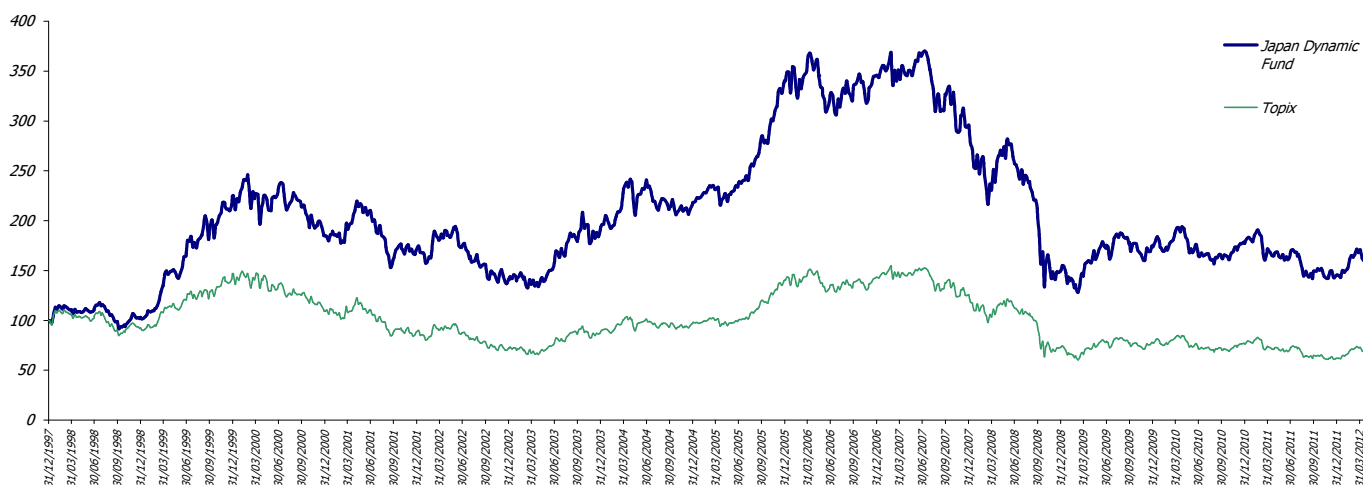
Japan Dynamic Fund - Performance *

	Class A (Yen)	Class B (Yen)	Topix Index
YTD	-	10.20%	10.38%
2011	-	-18.21%	-18.94%
2010	-	1.51%	-0.97%
2009	-	14.98%	5.63%
2008	-	-49.31%	-41.77%
2007	-	-14.87%	-12.22%
2006	-	0.27%	1.90%
2005	-	52.59%	43.50%
2004	-	10.45%	10.15%
2003	37.42%	6.69%**	23.76%
2002	-17.27%	-	-18.30%
2001	-7.90%	-	-19.59%
2000	-17.64%	-	-25.46%
1999	117.98%	-	58.44%
1998	2.96%	-	-7.49%

* Only Class B share available for subscription since 01.01.04

** Class B 2003 performance since inception 21.11.03

Performance of Japan Dynamic Fund vs. Topix index From December 31st, 1997***



*** Class A data