

Leonardo Money Market Euro

June 2010

Inception date: 4th May 2007

ISIN Code:

Class A: LU0284393427

Class B: LU0392097993

Class I: LU0284393005

MONEY MARKET

INVESTMENT POLICY

The portfolio will be invested in government bonds of the EU and in debt securities issued or guaranteed by EU Member States. The duration will be always maintained at less than a year and the remaining life of fixed income securities will never exceed three years. The minimum rating of securities in the portfolio will always be investment grade.

PORTFOLIO COMMENTARY

The disconnection between the real economy (which continues to improve) and the financial economy (which continues to deteriorate) has never been so wide. June has been a very poor month for risk appetite as concerns about European peripheral crises broadened into worries about the US recovery and policy tightening in the Emerging economies. Stock markets declines were enough to more than offset the rebounds that occurred during the first part of the year, while core Government bonds were the winner, with the German two year bund yield that reached its lowest level ever. Furthermore, in the euro area the approaching maturity of one-year refinancing transaction by the ECB (442 billion euros in late June 2010) has added to market jitters.

Our approach is to take small steps into corporate bonds reducing government bond positions which we think are very expensive, with the confidence that the path to stabilisation will be achieved. In our opinion normalising interest rates and heavy issuances will likely send government bond yields higher (prices down) in the remaining part of 2010.

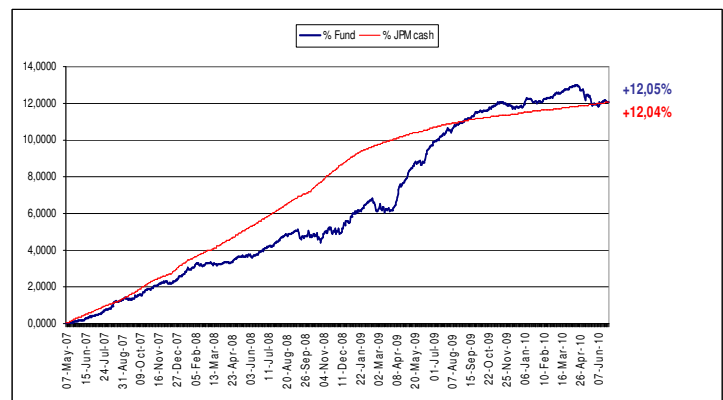
For these reasons, even during June 2010 Leonardo Money Market Euro has kept a very low duration (less than 1 year) and has kept a very high portion of the portfolio invested in non-government bonds since they offer an interesting yield spread compared to treasuries (at the end of June around 70% of the NAV was invested in non-government bonds)

Mario Moschetta – Portfolio Manager

	NAV	PERFORMANCE			ASSETS
		MTD	YTD	2009	
Class A	108,13	0,07%	0,19%	5,75%	21,71 M
Class B	103,75	0,07%	0,12%	-	1,06 M
Class I	112,08	0,09%	0,28%	5,98%	140,15 M

Risk Level: Low

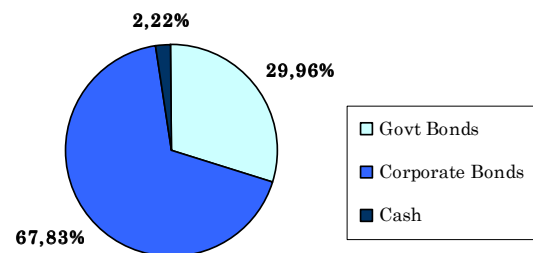
PERFORMANCE (since inception of the fund) – Class I



INDICATORI DI RISCHIO

DURATION	0,53
RATING MEDIO	A+
AVERAGE MATURITY	2,65
VOLATILITY (1 YEAR)	0,76%

PORTFOLIO POSITIONING



Performances are shown net of fees and gross of taxes

Source: Leonardo Asset Management

Past performance is not indicative of future result

Read prospectus carefully before investing

This prospect is available on www.leonardoam.com

Leonardo Money Market Euro

MONEY MARKET

MONTHLY AND ANNUALIZED PERFORMANCES (IN %)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2007						+0,25	+0,36	+0,51	+0,23	+0,33	+0,41	+0,19	+2,44
2008	+0,6	+0,25	-0,05	+0,23	+0,17	+0,27	+0,50	+0,37	-0,12	-0,12	+0,52	+0,29	+2,95
2009	+0,82	-0,16	+0,05	+1,53	+0,91	+0,82	+0,87	+0,30	+0,46	+0,29	+0,09	-0,12	+5,98
2010	+0,21	+0,32	+0,36	-0,07	-0,64	+0,09							+0,28

	1 year	2 years
Annualized return as of 31/05/2010	+ 2,18	+3,91

PORTFOLIO INFORMATION

Since inception	
Positive months	81,08%
Worse monthly performance	-0,64%
Best monthly performance	1,53%
Worse quarterly performance	-0,63%
Best quarterly performance	+3,29%

Yield curve exposure (in years)	%
0 – 0,5	10,7
0,5 – 1	22,6
1 – 2	28,6
2 – 3	2,8
3 – 5	3,5
5 – 7	26,9
7 – 10	2,6
>10	0,0

MAIN POSITIONS

Security	% portfolio	Security	% portfolio
ITALY CCTS 09-01/07/2016	11,25	STANDARD CHART 4.875% 08-11/03/2011	2,50
ITALY BTPS 4.25% 08-01/09/2011	10,11	NOMURA BANK INTL 09-30/10/2014	2,46
ATLANTIA 04-09/06/2011 FR	4,59	CALYON 0% 08-25/09/2010	2,44
DEPFA PFANDBRIEF 05-05/07/2010	4,14	CREDITO VALTELLI 07-08/02/2012 FRN	2,42
IBERDROLA FIN SA 6.375% 08-25/11/2011	3,24	BANCO COM PORTUG 3.75% 09-17/06/2011	2,40

