



Founded in 1968 in Denmark, and with pan-European operations in Luxembourg since 2001, Sparinvest is an international asset manager, owned by a broad range of Danish institutional shareholders who support the group's independence and prudent investment strategy. The group is known as a specialist in value investment – both for equity and bond funds but also offers a wide range of other strategies based entirely on academic evidence of long-term success. These proven outperformance strategies include: strategic asset allocation, Danish bonds, small-cap investment and momentum.

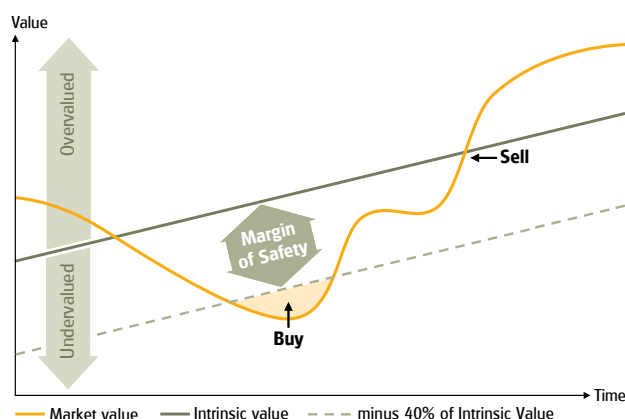
Our Mission

Our mission is to deliver outstanding long-term performance, through a systematic and objective approach to investment which considers risk before reward. We are all committed to this goal.

Value Specialists for Equities and Bonds

We have taken the value strategy that was developed by Benjamin Graham for equity investments in 1930's America; we apply the strategy to global equity and bond markets.

Our value equities strategy places emphasis on achieving a 'margin-of-safety' by buying shares at a discount of 40% or more.



Our Strengths

- Long-term focus and outstanding products
- Dedicated value specialists in equities and bonds
- Proven performance record across all strategies
- Academic and systematic approach to investment
- Risk-focused and style-consistent
- Disciplined and transparent processes
- Our actively managed funds have 100% bottom-up analysis process
- Driven by strong corporate values
- Independent firm

Responsible Investment

Sparinvest signed the United Nations Principles for Responsible Investment in 2009 and is a member of the sustainable investment forums Eurosif and Dansif. We have now achieved the formal integration of environmental, social and governance (ESG) risk factors into our already risk-focused investment analysis process and becoming active asset owners (meaning voting on all issues and active dialogue on selected ESG issues).

Sparinvest SICAV

A Luxembourg-domiciled fund authorised for pan European marketing in 16 countries. See Strategies overleaf.

Group Assets Under Management end June 2011:
€ 9.8 bn

Value Equities

buying undervalued companies with a 'margin of safety'

Ethical Global Value
European Value
Global Small Cap Value
Global Value

Sparinvest aims to provide investors with diversified portfolios of around 100 stocks from financially robust, including smaller companies, bought at a minimum discount of 40% and held until they reach intrinsic value.

Developed in 1930's America by Benjamin Graham, value investing aims to find companies whose balance sheet strength is not accurately reflected in their share prices which – because undervalued at the point of purchase – have scope to rise and, at the same time, offer investors a 'margin of safety' against permanent capital loss. Numerous academic studies have confirmed value as the equity investment style most likely to deliver excess returns over the longer term.

Fixed Income

investing to maximise opportunities from different duration profiles

Long Danish Bonds

Sparinvest's Long Danish Bond fund (adjusted duration 6-9 yrs)

invests in Danish government bonds and Danish mortgage bonds which offer unique outperformance potential.

Denmark's historically robust mortgage market is highly rated and offers excellent diversification benefits. Sparinvest does not believe that it is possible to forecast interest rates and therefore follows a policy of clearly-defined duration in fixed-income with clearly-labelled 'long' or 'short' funds that aim to maximise the opportunities for their defined durations.

Ethical Investment

integrating ESG factors for all funds, ethical screening for two funds

Ethical Global Value
Ethical High Yield Value Bonds

Our two ethical funds follow our successful value and our responsible investment strategies but additionally offer

screening by Ethix SRI Investors to exclude companies on the basis of violations of global norms: environmental protection, human rights, labour standards and anti-corruption or operations in controversial sectors: gambling, alcohol, tobacco, pornography and weapons.

Value Bonds

value and size are also outperformance factors in the credit market.

Emerging Markets Corporate Value Bonds
Ethical High Yield Value Bonds
High Yield Value Bonds
Investment Grade Value Bonds

The aim is to provide corporate bond fund portfolios that can deliver better risk-adjusted returns than those seeking higher yields from the lower end of the credit spectrum.

In 2005, Sparinvest launched the first Value Bonds fund in Europe.

Its strategy is founded on academic research showing that credit markets are subject to the same size and value factors that are markers for excess returns from equity markets. In applying the value bonds style, Sparinvest screens carefully for the risks involved with lending to value and smaller cap companies (particularly the default risk).

Strategic Asset Allocation

aiming for best returns from least risk

Equitas
Procedo
Securus

The aim is to create investment portfolios that are methodically-blended in order to achieve the best returns for the least amount

of risk, while maintaining a constant exposure to securities markets.

Based on the Nobel Prize-winning theories of Harry Markowitz and William Sharpe, strategic asset allocation accepts that economies have their ups and downs (and that market timing is an impossibility) but works with this knowledge to select combinations of assets that behave so differently that they cancel out each other's risks without affecting each other's performance prospects.

Sparinvest's strategic asset allocation policy places a deliberate emphasis on value, small cap and momentum investment opportunities.

All Sparinvest's strategies are fully described at sparinvest.eu

The mentioned sub-funds are part of Sparinvest SICAV, a Luxembourg-based, open-ended investment company. For further information we refer to the full and/or simplified prospectus and the current annual / semi-annual report of Sparinvest SICAV which can be obtained free of charge at the offices of Sparinvest or of appointed distributors/representatives together with the initial statutes of the funds and any subsequent changes to such statutes. Investments are only made on the basis of these documents. Past performance is no guarantee for future returns. Investors may not get back the full amount invested. Investments may be subject to foreign exchange risks. The investor bears a higher risk for investments into emerging markets. The indicated performance is calculated Net Asset Value to Net Asset Value in the fund's base currency, without consideration of subscription fees. For investors in Switzerland the funds' representative and paying agent is RBC Dexia Investor Services Bank S.A., Zurich Branch, Badenerstrasse 567, P.O. Box 101, CH-8066 Zurich. Published by Sparinvest, 28, Boulevard Royal, L-2449 Luxembourg. Sparinvest makes reservations for typos, calculation mistakes and other possible mistakes in the material.