

SECTOR SOUNDBITES

- *Fund managers struggle to outperform their benchmarks and returns converge.*
- *Two-thirds of funds are overweight Europe, but with a distinct emerging markets flavour.*
- *Managers still have confidence in the emerging markets for the long term.*
- *Managers are cautious but not nervous enough to raise cash.*
- *European banks remain unloved.*

Susan Sworn, sector head
Global equities

KEY FACTS

Sector name:	Global equities					
Peer groups:	Global equities		Smaller companies			
Review period:	1 July 2011 to 30 June 2012					
Number of graded funds:	109					
Dispersion of gradings:	Platinum	9	Gold	48	Silver	43
	Bronze	1	On Hold	3	Grading Removed	5
Peer group	Index	Median fund performance (%)		Index performance (%)		
		YTD	Review period	YTD	Review period	
Global equities	S&P Global 1200	3.8	-10.8	6.3	-4.6	
Smaller companies	S&P Global BMI TR USD	3.3	-15.2	6.1	-7.6	

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GRADINGS CHANGES

Sector fund/name	Previous grading	Issued on	Current grading	Issued on
Upgrades				
Fidelity Funds - Global Real Asset Securities Fund	Silver	August 2011	Gold	October 2012
Fidelity Investment Funds - Global Real Asset Securities Fund	Silver	February 2012	Gold	October 2012
Pareto Aksje Global	Silver	January 2012	Gold	June 2012
Petercam Equities World 3F	Silver	August 2011	Gold	December 2012
Downgrades				
BlackRock Global Funds - Global Opportunities	Gold	September 2011	Silver	November 2012
BNP Paribas OBAM	Bronze	June 2011	Grading Removed	November 2012
Franklin Templeton IF - Templeton Global EURO Fund	Silver	November 2011	Grading Removed	October 2012
Franklin Templeton IF - Templeton Global Fund	Silver	September 2011	Grading Removed	October 2012

An S&P Capital IQ fund grading is valid for 12 months from the date it is made public.

NC = not covered

Sector fund/name	Previous grading	Issued on	Current grading	Issued on
Downgrades				
GAM Star Worldwide Equity	Platinum	September 2011	Gold	August 2012
Gamax Funds - Top 100	Silver	October 2011	Grading Removed	September 2012
GLG Global Equity Fund	Silver	September 2011	Grading Removed	October 2012
SKAGEN Vekst Fund	Silver	August 2011	Bronze	September 2012
WDB Assetmaster International Growth Fund	Gold	September 2011	Silver	September 2012
Newly covered				
Aberdeen Global - World Equity Income Fund	NC	–	Gold	September 2012
Camelot Fund	NC	–	Silver	September 2012
Capital International Global Growth and Income	NC	–	Gold	November 2012
ComfortInvest Chance	NC	–	Silver	September 2012
Dodge & Cox Worldwide - Global Stock Fund	NC	–	Gold	October 2012
DWS Global Growth	NC	–	Silver	November 2012
DWS Invest Top Dividend	NC	–	Gold	October 2012
DWS Top Dividende	NC	–	Gold	October 2012
DWS TRC Top Dividende	NC	–	Silver	October 2012
Fundsmith Equity Fund	NC	–	Gold	December 2012
Hermes Global Equity Select Fund	NC	–	Silver	October 2012
Hermes Quant Global Equity Fund	NC	–	Gold	October 2012
Kempen (Lux) Global High Dividend Fund	NC	–	Platinum	September 2012
Kempen Global High Dividend Fund N.V.	NC	–	Platinum	October 2012
M&G Global Dividend Fund	NC	–	Silver	August 2012
Neptune Global Equity Fund	NC	–	Gold	May 2012
SEB Global Chance/Risk Fund	NC	–	Silver	November 2012
SVM World Equity Fund	NC	–	Silver	November 2012
Revised gradings				
BNY Mellon Global Funds - BNY Mellon Global Equity Fund	Grading On Hold	June 2012	Silver	August 2012
BNY Mellon Investment Funds - Newton Global Equity Fund	Grading On Hold	June 2012	Silver	August 2012
Fidelity Investment Funds - Global Special Situations	Grading On Hold Silver	February 2012 August 2011	Silver	October 2012
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GRADINGS SUMMARY

Global equities

Aberdeen Global - World Equity Fund	Gold	BNY Mellon Global Funds - BNY Mellon Long-Term Global Equity Fund	Gold
Aberdeen Global - World Equity Income Fund	Gold	BNY Mellon Investment Funds - BNY Mellon Long Term Global Equity Fund	Gold
Aberdeen World Equity Fund	Gold	BNY Mellon Investment Funds - Newton Global Equity Fund	Silver
Aberdeen World Growth and Income Fund	Gold	◆ BNY Mellon Investment Funds - Newton Global Higher Income Fund	Gold
AllianceBernstein - Thematic Research Portfolio	Gold	◆ BNY Mellon Investment Funds - Newton Global Opportunities Fund	Gold
BL Equities Dividend	Silver	Calamos Global Convertible Opportunities Fund	Gold
BL Global Equities	Silver	Calamos Global Equity Fund	Gold
BlackRock Global Equity Fund	Grading On Hold	Camelot Fund	Silver
BlackRock Global Funds - Global Equity Fund	Grading On Hold	Capital International Global Growth and Income	Gold
BlackRock Global Funds - Global Equity Income Fund	Silver	◆ CapitalatWork - Contrarian Equities at Work	Gold
◆ BlackRock Global Funds - Global Opportunities	Silver	◆ ◆ Carnegie Worldwide Fund	Platinum
BlackRock Global Income Fund	Silver	CF Canlife Global Equity	Silver
BNP Paribas OBAM	Grading Removed	ComfortInvest Chance	Silver
BNY Mellon Global Funds - BNY Mellon Global Equity Fund	Silver	◆ ◆ Comgest Monde	Gold
BNY Mellon Global Funds - BNY Mellon Global Equity Higher Income Fund	Gold	Danske Invest Global Stockpicking	Silver
◆ BNY Mellon Global Funds - BNY Mellon Global Opportunities Fund	Gold		

GRADINGS SUMMARY

Delphi Global	Gold	Kempen Global High Dividend Fund N.V.	Platinum
◆ Deutsche Postbank Global Player	Gold	Legg Mason Funds ICVC - Legg Mason Global Equity Income Fund	Silver
Dodge & Cox Worldwide - Global Stock Fund	Gold	◆ Legg Mason Global Funds plc - Legg Mason GC Global Equity Fund	Silver
DWS Global Growth	Silver	M&G Global Dividend Fund	Silver
DWS Invest Top Dividende	Gold	◆ M&G Investment Funds - Global Basics Fund	Platinum
DWS Top Dividende	Gold	M&G Investment Funds - Global Growth	Gold
DWS TRC Top Dividende	Silver	◆ M&G Investment Funds - Global Leaders Fund	Gold
Edmond de Rothschild Selective World	Silver	◆◆ MFS Meridian Funds - Global Equity Fund	Gold
FF&P Global Equities I Fund	Silver	◆ MFS Meridian Funds - Global Research	Silver
FF&P World Equities Fund	Silver	MultiManager Fonds 5	Silver
Fidelity Funds - Global Focus Fund	Silver	Neptune Global Equity Fund	Gold
Fidelity Funds - Global Opportunities Fund	Silver	◆ Oasis Crescent Global Equity Fund	Gold
Fidelity Funds - Global Real Asset Securities Fund	Gold	◆ Oasis Global Equity Fund	Gold
◆ Fidelity Funds - International Fund	Silver	◆◆ Orbis Global Equity Fund	Platinum
◆◆ Fidelity Funds - Portfolio Selector Global Growth Fund	Silver	Pareto Aksje Global	Gold
◆◆ Fidelity Funds - World Fund	Silver	Petercam Equities World 3F	Gold
Fidelity Investment Funds - Global Real Asset Securities Fund	Gold	◆ Pioneer Funds - Global Select	Silver
Fidelity Investment Funds - Global Special Situations	Silver	◆ Planetarium Fund - Riverfield Equities	Gold
First Private Aktien Global Fund	Gold	Raiffeisen-Global-Aktien Fonds A	Gold
◆ First State Investments - Global Opportunities Fund	Gold	Robeco Global Stars Equities	Silver
◆ Franklin Templeton Investment Funds - Franklin Mutual Global Discovery Fund	Silver	Robeco N.V.	Silver
Franklin Templeton Investment Funds - Templeton Global EURO Fund	Grading Removed	◆ Rouvier Valeurs	Platinum
Franklin Templeton Investment Funds - Templeton Global Fund	Grading Removed	◆ Schroder International Selection Fund - QEP Global Active Value	Gold
Fundsmith Equity Fund	Gold	SEB Global Chance/Risk Fund	Silver
◆◆ GAM Global Diversified	Platinum	SKAGEN Global Fund	Gold
◆ GAM Star Worldwide Equity	Gold	SKAGEN Vekst Fund	Bronze
Gamax Funds - Junior	Silver	Standard Life Investment Funds - Global Equity Unconstrained	Silver
Gamax Funds - Top 100	Grading Removed	◆ Standard Life Investments Global Equity Income Fund	Silver
GLG Global Equity Fund	Grading Removed	SVM World Equity Fund	Silver
Guinness Global Equity Income Fund	Silver	◆ Thames River Multi-Capital Funds - Global Boutiques Fund	Platinum
◆ HDF Global Equity Fund	Gold	Vontobel Fund - Global Value Equity	Gold
Hermes Global Equity Select Fund	Silver	◆ WDB Assetmaster International Growth Fund	Silver
Hermes Quant Global Equity Fund	Gold	Winton Global Equity Fund (UCITS III)	Gold
◆ Invesco Global Structured Equity Fund	Silver		
Invesco Perpetual Global Equity Income Fund	Grading On Hold	Smaller companies global equities	
◆ Invesco Perpetual Global Investment Series - Global Equity Fund	Silver	BlackRock Global Funds - Global Small Cap Fund	Gold
JOHCM Global Select Fund	Gold	◆ Invesco Funds - Global Small Cap Equity Fund	Silver
◆ Jupiter Global Managed Fund	Gold	Invesco Perpetual Global Smaller Companies Fund	Silver
◆◆ Jupiter Merlin Worldwide Portfolio	Platinum	Legg Mason Royce Global Smaller Companies Fund	Gold
Kempen (Lux) Global High Dividend Fund	Platinum	Warburg Value Fund	Gold
		◆ Fund with a 5-year Long-term Grading designation - ie, the fund has achieved a Silver grading or above for 5 consecutive years	
		◆◆ Fund with a 10-year Long-term Grading designation - ie, the fund has achieved a Silver grading or above for 10 consecutive years	

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