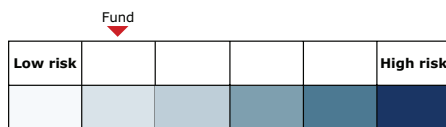


# Allocation Stable

## Riskmeter



The Riskmeter is a simplified presentation of the sub-fund's expected risk profile.

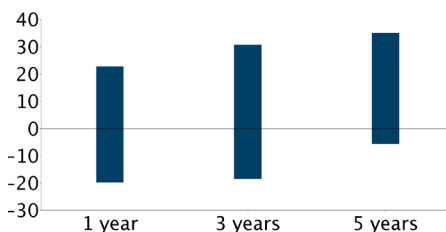
## Basic information

NAV as of	31-07-2010 (EUR)	24.63
Morningstar Category	EUR Low risk	
	- Balanced	
ISIN	LU0130372484	
Bloomberg Ticker	FNDASTB	
Dividends	No	
Benchmark	FNAS	
Web site	www.danskebank.lu	
Launch	25-07-2001	
Total assets, mill. (EUR)	73.20	
Base currency	EUR	
Domicile	LUX	
Initial charges up to	3.00 %	
Fund company	Danske Invest Allocation	
Management fee	0.65 %	

## Key figures - 3 years 30-06-2010

Sharpe ratio	-0.44
Volatility	7.94
Average annual return (%)	-1.02
Tracking error	4.93
Information ratio	-0.67

## Return volat.



The fund's return will fluctuate as markets go up and down. The chart shows how the historical returns have fluctuated in the past 10 years or, if the fund is less than 10 years old, since its inception. The end points of the columns show the best and worst returns within this period.

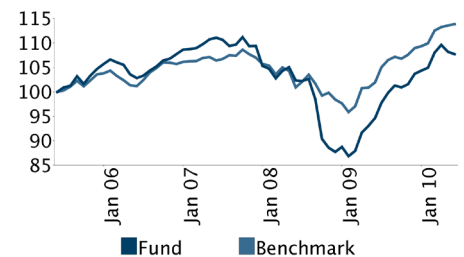
## About the fund

Danske Invest Allocation Stable invests primarily in other mutual funds - within both the bond and equity segments as well as alternative investments. The investment style is suitable for the conservative investor.

The most important parameter to consider in an investment process is the asset allocation, i.e. primarily the distribution between bonds and shares. Consequently, it is important to consider on a regular basis how your investments are allocated - "Stable" has a constant focus on this issue. By including other asset classes such as commodities and hedge funds, we aim to provide additional opportunities for enhanced returns or better diversification.

We select the best fund managers according to their specialities and group all the star performers in one portfolio. When choosing mutual funds, we focus on historic returns, the continuity of returns, and several qualitative measures such as investment process and good communication with the fund. In accordance with a conservative long-term investment policy, we create a diversified portfolio consisting primarily of bonds.

## Historical perf. as of 30-06-2010



The chart shows the value of an investment of 100 EUR over the past 8 years or, if the fund is less than 8 years old, since its inception.

## Top 10 holdings as of 31-07-2010

Issue	%
Thames River High Income Fund	7.97 %
ING Intl li Sicav - Senior Bk Loans	6.49 %
JPM Fleming Portfolio Strategy	6.06 %
Robeco Lux-O-Rente I	5.66 %
Julius Baer Absolute Return Bond	5.62 %
4,00% Swedbank Mortgage 06/11	5.47 %
Thames River Nevsky Fund	5.20 %
Schroder ISF Euro Corp Bond C Acc	5.12 %
Fidelity Active Strategy Sicav - Eur	4.68 %
Skagen Global	4.58 %
<b>other investments in 25 securities,</b>	<b>43.17 %</b>

## Trailing returns as of 30-06-2010

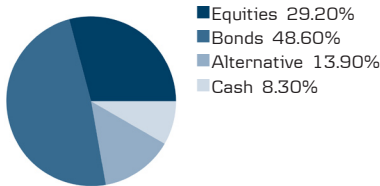
	Year to date	1 mth	3 mth	6 mth	12 mth	36 mth	60 mth	Start
Fund	3.86	-0.46	-0.32	3.86	13.77	-3.03	7.69	22.44
Benchmark	4.48	0.24	1.15	4.48	11.66	6.99	13.83	13.34

# Allocation Stable

## Asset allocation limits

- 40-100% Bonds
- 0-20% High yield bonds
- 0-40% Equities
- 0-25% Alternative investments

## Asset allocation



## Fund report

### Return and benchmark

Danske Invest Allocation Stable is up 3.86% YTD, while the weighted market return was 4.48%. The 12 month return stands at 13.77% versus a weighted market return of 11.66%.

### Market

Huge public deficits and high debt in many Western countries already weighed on investor sentiment in the first quarter. It escalated during the second quarter, and the concern over public finances in primarily Greece but also Spain, Portugal and Ireland caused renewed market turbulence. Following a bailout package, markets stabilised to some extent but equity markets declined again on the back of somewhat disappointing macro data out of the US.

### Performance

Bonds contributed the most to return, and within the segment Swedish bonds provided an extra return due to an appreciation of the Swedish krona. Bonds are underweighted in the portfolio which detracted from performance. JPMorgan Europe Dynamic Long/Short and investments in Asia was among the best contributors to performance outside the bond segment.

### Market expectations

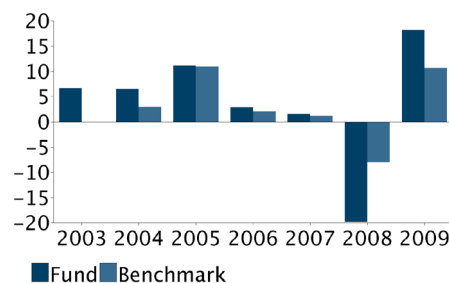
We expect continued modest economic expansion in the second half of 2010, with positive though decelerating growth. Equities

and credit bonds are expected to provide moderate returns.

### Strategy

We expect continued success with the stabilisation in Europe and see signs of continued economic growth, which will benefit equities and credit bonds over the coming months. Equities are overweight in the portfolio, but if the political measures turn out not to be effective or if economic growth decelerates more than expected, we will consider reducing our exposure to equities.

## Return



## Portfolio manager

**Name:**  
John Lovig Nielsen  
**Title:**  
Senior Portfolio Manager  
**Management company:**  
Danske Capital  
**Background:**  
CFA  
**Seniority:**  
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## Return measures

	2005	2006	2007	2008	2009
Fund	11.14	2.89	1.55	-19.81	18.20
Benchmark	10.93	2.08	1.21	-8.01	10.67