

Peer Group:

Equity Germany

Fund Manager/Adviser:

Armin Stahl (since launch), Markus Stillger (since launch), Thilo Müller (since July 2005)

Location:

Frankfurt

Launch Date:

December 2000

Fund Size (March 2007):

€117m

Group Contact No:

+49-69-2400 77 45

Website:

www.mbfa.de

S&P ID Number:

OS592347

Share class screened:

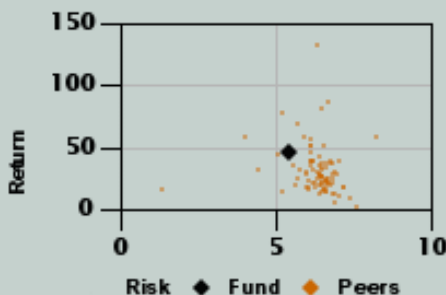
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INVESTMENT STYLE

	Value	Blend	Growth
Large-Cap			
Mid-Cap			
Small-Cap			

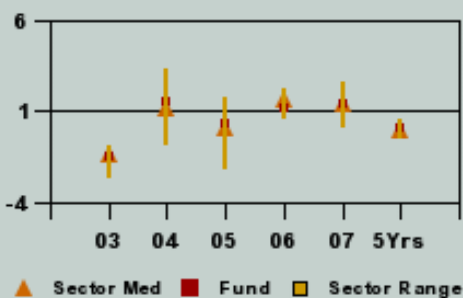
RISK RETURN (STD DEVIATION) OVER 5 YEARS



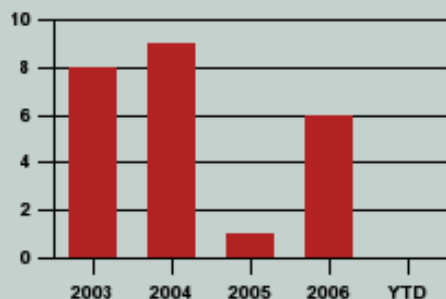
3 YEAR RISK CHARACTERISTICS

Maximum Drawdown (%)	Low	-8.9
Volatility	High	12.1
Correlation	High	0.9
Beta	High	1.0

SHARPE RATIO VS PEER GROUP



CALENDAR YEAR DECILE RANKS



Decile ranking in discrete annual periods. 1st decile shown as rank 10, 2nd decile as rank 9, etc. to 10th decile as Rank 1.

Please see page 2 for required research analyst certification disclosure.

Further information on S&P's fund coverage can be found at

www.funds.standardandpoors.com

All statistical data on this report has been run to 31/12/2006 on NAV to NAV basis, with gross income reinvested, in euro.

STANDARD & POOR'S OPINION (FEBRUARY 2007)

Management of HAIG MB Max Value Fund is subcontracted to MB Fund Advisory, a Frankfurt-based boutique that specialises in value investing and the use of derivative overlays to reduce performance volatility. HAIG are the fund administrators and provide back-office services.

The fund managers are the three principals of MB Fund Advisory. Armin Stahl and Markus Stillger have worked together as private client wealth managers Stillger & Stahl Vermögensverwaltung, since 1996. Thilo Müller joined them at MB Fund Advisory, in 2005.

MB operates a disciplined investment approach. An initial quantitative screening of the combined DAX, HDAX and EuroStoxx 50 universes employs a range of value criteria to highlight those broadly offering below market average p/e and price/book ratios and

above average dividend yields. Secondary analysis focuses on the more qualitative aspects of hidden value, by considering M&A activity, spin-offs, restructurings and management quality. Mid-/small-cap stocks are often subject to interview.

The final portfolio is focused into 30/50 names, with just over 80% of the assets in value plays, up to 10% in special situations and 10% in mix of cash, FRNs and derivatives. The latter are mainly covered call writing and short put strategies to reduce share price volatility. Performance against other German equity funds has been good, based on returns from the domestic market being boosted by off-benchmark positions, the use of FRNs and the premiums from call writing.

The team is well versed in this style of investment and fully merits an S&P A rating.

FACT FILE

Group: Hauck & Aufhäuser is one of Germany's oldest and most respected private banks. The asset management side is separated and concentrated in Hauck & Aufhäuser Asset Management GmbH, a subsidiary company 100% owned by the parent.

Team: Management of this fund is delegated to MB Fund Advisory, a Frankfurt-based boutique that seeks outperformance through value investing and controlling the risk profile through a derivatives' overlay.

Fund Manager: The three fund managers have operated as a team for over three years. Stillger and

Stahl have managed private client accounts together for over 20 years.

Style: This particular fund is a tax-optimised, value-oriented, mainly German equity portfolio, in which an attractive low risk profile is maintained through the use of a disciplined derivatives overlay.

Performance: Over the five years to 31/12/2006, the fund has returned 45.3%, compared with 26.3% for the sector median and 31.5% for the index, ranking 14/89.

FUND MANAGER & TEAM

Markus Stillger and Armin Stahl formed Stillger & Stahl Vermögensverwaltung in 1996 to manage private client accounts. HAIG MB Max Value was the first fund launch in late 2000. All fund advisory activities were switched to the MB Fund Advisory (founded 2003), a Frankfurt boutique now comprising three principals - Stillger, Stahl and Thilo Müller - plus support staff and managing over €135m in four HAIG MB label funds, while HAIG provides the fund's administrative and back-office services.

Armin Stahl - economics (Justus Liebig University), began his career as a wealth advisor in 1986 and formed Stillger & Stahl with Markus Stillger, in 1996. He added fund advisory to his activities in 2000 together with Markus Stillger, forming MB Fund Advisory in 2003.

Markus Stillger - economics (Justus Liebig University), began his career as a wealth advisor in 1986 and formed Stillger & Stahl in 1996. He added the fund advisory to his activities in 2000 together with Armin Stahl, forming MB Fund Advisory in 2003.

Thilo Müller - applied economics (JW Goethe University), began his career in 1990 at BHF Bank AG, moving to Consors Capital Bank in 2001 where he advised on mid-/small-cap investments. In 2003 he moved to Landesbank Rheinland-Pfalz where he advised on European large-/mid-cap investments with a German focus. He joined MB Fund Advisory in July 2005.

PORTFOLIO CHARACTERISTICS

No. of holdings	39
Turnover ratio (%)	50 (est)
% in top 10	58

TOP 10 HOLDINGS (01/12/06)

	%
Münchener Rückversicherung	8.1
Deutsche Bank	8.0
Allianz	7.9
Bayer	5.6
Deutsche Telekom	5.6
Volkswagen	5.0
Deutsche Lufthansa	4.9
DEPFA	4.3
ING	4.2
Siemens	4.2

* In top 10 holdings a year ago

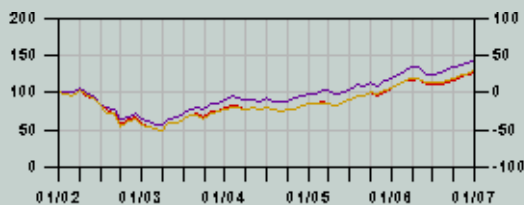
ALLOCATION BREAKDOWN (01/12/06)

	Fund %
Consumer Discretionary	2
Consumer Staples	-
Energy	4
Financials	39
Industrials	10
Materials	3
Utilities	-
Health Care	10
Technology	7
Telecoms	10
Other	10
Cash	5

PERFORMANCE STATISTICS

	3 Years	5 Years
Fund	60.7%	45.3%
Standard & Poor's Peer Median	60.9%	26.3%
Index**	66.5%	31.5%
Fund Rank	50/93	14/89
Standard Deviation	12.1	-
Relative Standard Deviation	1.0	-
Volatility Adjusted Ranking	59/93	-

CUMULATIVE PERFORMANCE



— FTSE All-Wld Germany EUR! — Fund
— Equity Germany

Ucits III permits net fund exposure to be less or greater than 100%.

HAIG MB MAX VALUE FUND

Peer Group: Equity Germany



MANAGEMENT STYLE

- The fund seeks long-term outperformance from value investing and a disciplined derivatives overlay to help reduce share price volatility.
- Portfolio construction starts with screening the combined DAX, HDAX and EuroStoxx 50 stock universes on selected value criteria. Ratios include p/e, price/book, price/cashflow, enterprise value/ebitda, the yield on equity and dividend yields.
- Shortlisted names undergo second, more qualitative, screening to highlight buy-back programs, M&A activity, restructurings and other factors that could release added value.

- Finally there is a plausibility (quality) check focusing more on capital structures, free cashflows, changes in analyst estimates and face-to-face interviews for the less well-covered mid-/small-cap names.

- The team targets a focused portfolio of 30/50 names, depending on the small-cap content. Typical holdings will have below market average p/e and price/book ratios and an above average dividend yield.

- In broad terms, over 80% of the fund will be value plays, up to 10% in special situations and 10% in cash, FRNs and derivatives; the latter being mainly covered call writing and short put strategies to reduce share price volatility.

PORTFOLIO REVIEW

The January 2007 portfolio comprised 39 holdings, with 58% of the assets concentrated in the top 10 positions and 90% in the top 26.

The fund was 95% equity invested, split 75% large-caps, 10% mid-caps and 10% in smaller companies, with the 5% balance being cash and floating rate notes.

Of the equities, 82% were German, with the balance split between various off-index country positions led by the Netherlands (5%) and Scandinavia (1.6%).

Sector analysis showed the fund was heavily overweight financials, at 41% against 28% in

the fund's benchmark DAX 30 index. Other overweights included telecoms, healthcare and energy. The latter being zero-weight in the index but achieved here via German small-caps Nordex and Repower.

In contrast, the fund held no utilities - against an index weight of 15% - and was sharply underweight technology, materials and industrials.

The derivatives overlay was being achieved primarily through covered calls and short put strategies.

PERFORMANCE ANALYSIS (JANUARY 2007)

Following disappointing returns in 2005 relative to mainstream German equity funds, when the team's value style was temporarily out of favour, performance rebounded strongly in 2006. Despite the sharp downturn in May, the fund ended the year with its cumulative returns ranked second quartile over three years and top decile over five.

The key drivers of performance in 2006 came from three quite different sources: stock selection, floating rate notes (FRNs) and out-of-the-money covered calls on selected large-caps.

In terms of stock selection, many of the top-performing names were off-index, for example, Depfa Bank (Ireland), BB Biotech (dual Swiss/German) and Sharp (Japan).

FRNs proved efficient routes into KfW, Allegro and Hypo Real Estate.

The covered call program added value through the use of 5% to 10% out-of-the-money covered call, with maturities of three to six months and price premium of at least 3%. The most successful of these was probably, the position in Nokia.

DISCRETE PERFORMANCE (CALENDAR YEARS)

	2003		2004		2005		2006		YTD 31/12/2006	
	%	Rank	%	Rank	%	Rank	%	Rank	%	Rank
Fund	38.4	26/89	9.5	13/93	21.1	87/93	21.2	51/103		/
Index**	36.7		7.3		26.5		22.7			
Median	35.8		5.7		25.8		21.1			

** FTSE All-Wld Germany EUR!

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