

## Risk scale

Risk Class 0 1 2 3 4 **5** 6

The risk class is indicative and is calculated on a scale from 0 (lowest risk) to 6 (highest risk). In particular, it takes into account the volatility of the fund, the frequency of its valuation, leverage and specific features of the investment process.

## Key Statistics\*

	Fund	Index 1	Index 2
<b>Volatility (%)</b>	5,34	13,96	6,55
<b>Correlation</b>	-	0,51	-0,44
<b>Sharpe ratio (Eonia)</b>	0,29	-0,04	0,27
<b>Sortino ratio (Eonia)</b>	0,37	-0,10	0,60
<b>Highest monthly performance (%)</b>	3,05	11,12	8,51
<b>Lowest monthly performance (%)</b>	-6,44	-10,32	-3,27
<b>Max draw down (%)</b>	-18,01	-50,80	-8,13
<b>Recovery period (months)</b>	recov.	recov.	15

\* since inception

## Performances (%)

Cumulatives	Fund	Index 1	Index 2
1 month	-1,26	-3,39	1,89
3 months	-2,09	-4,18	10,78
6 months	-0,81	4,39	15,91
YTD	-0,81	4,39	15,91
1 year	3,80	23,69	17,98
3 years	-7,20	-28,35	38,23
5 years	14,86	-10,41	26,99
Inception	32,19	12,61	34,04

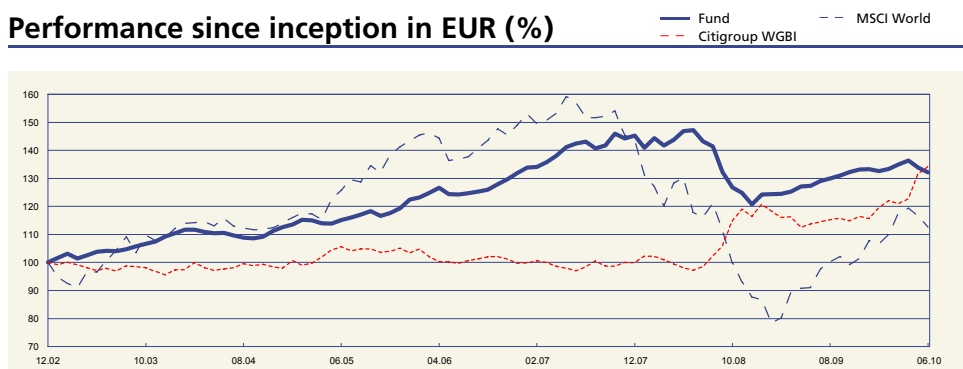
Annualised	Fund	Index 1	Index 2
3 years	-2,46	-10,50	11,37
5 years	2,81	-2,17	4,89
Inception	3,79	1,60	3,98

## Investment strategy

DWA Alpha Dynamic is a subfund of the sicav Dexia World Alternative. The fund's strategy aims to generate capital appreciation through low volatility and low correlation to global bond and equity markets by investing in a diverse portfolio of hedge fund managers and strategies. The portfolio is created through detailed due diligence on individual hedge funds combined with an active allocation process. Dexia Asset Management selects from the entire hedge fund universe, excluding Dexia AM hedge funds. The fund targets 10% up to 12% return with a volatility of 5% up to 7%.

## Investment horizon: 3 years

## Performance since inception in EUR (%)

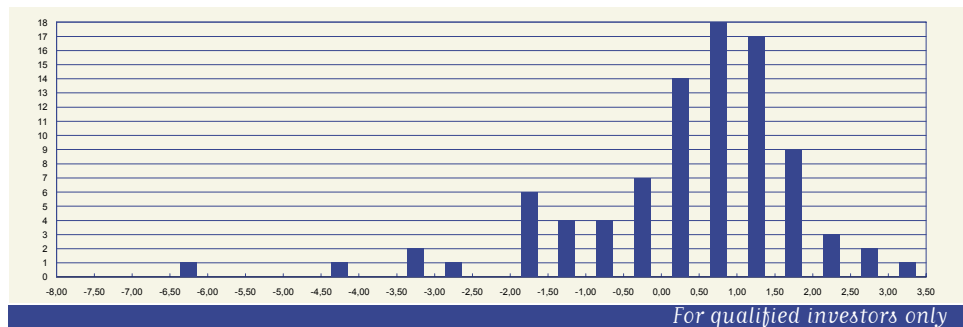


The past performances displayed on this page are not necessarily an indicator of future performances and are not constant over time. Navs are provided by the accounting department and benchmarks by official data providers.

## Monthly & yearly performances (%)

Years	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Yearly
2010	-0,47	0,61	1,17	0,97	-1,80	-1,26							-0,81
2009	2,94	0,05	0,17	0,60	1,45	0,19	1,39	0,64	0,86	0,89	0,75	0,05	10,40
2008	-3,01	2,42	-1,81	1,47	2,18	0,20	-2,73	-1,24	-6,44	-4,21	-1,54	-3,27	-16,91
2007	1,47	0,21	1,29	1,63	2,21	0,93	0,45	-1,67	0,70	3,05	-1,17	0,67	10,14
2006	2,62	0,62	1,28	1,51	-1,79	-0,11	0,41	0,47	0,48	1,57	1,43	1,65	10,53
2005	0,78	1,54	-0,23	-0,83	-0,14	1,07	0,86	0,91	1,01	-1,41	0,84	1,45	5,97
2004	1,06	1,10	0,07	-0,80	-0,36	0,07	-0,83	-0,75	-0,12	0,49	1,86	1,24	3,03
2003	1,65	1,52	-1,71	1,17	1,20	0,28	-0,10	0,69	1,01	0,81	0,77	1,67	9,30

## Distribution of monthly returns in bp



For qualified investors only

In cases where performance is expressed in a currency other than that of the investor's country of residence, the returns mentioned may increase or decrease as a result of currency fluctuations.

The investor is invited to consult the fund prospectus which notably describes the risks of the fund. The prospectus, the simplified prospectus, the latest annual report and other information relating to the fund are available at: [www.dexia-am.com](http://www.dexia-am.com). Where you can also find a glossary.

## Characteristics

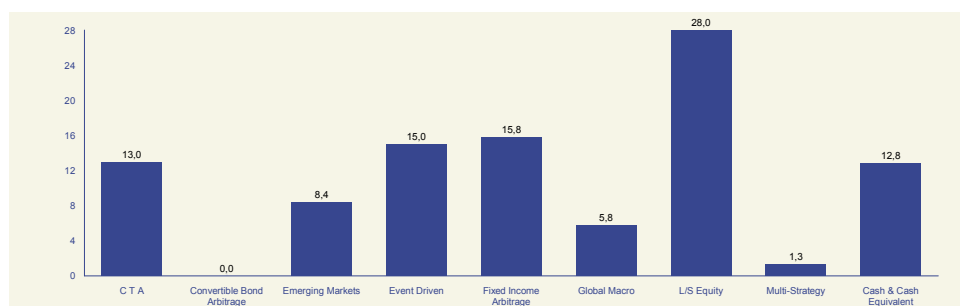
Inception date	31.12.2002
Legal form	Unit trust part II under Luxembourg law
Index 1	MSCI World
Index 2	Citigroup World Gov. Bonds Index
Share type(s)	Cap.
Total net assets (M EUR)	138,71
NAV per share (EUR)	1 321,74
Currency	EUR
NAV calculation	Monthly (D)

ISIN Code	C	LU0159968469
	D	-
Ticker Bloomberg	C	DEXADEC LX Equity
	D	-
Ticker Reuters	C	60086945FRp.LP
	D	-
Listed on		Luxembourg Stock Exchange

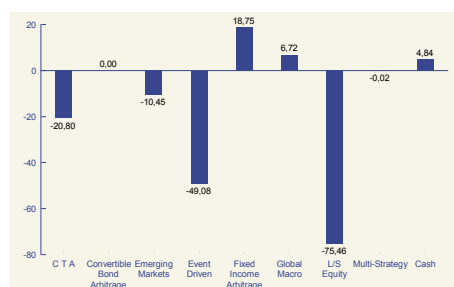
## Practical information

Order reception deadline	D-5 before 15h
Settlement date for subscription	D-3
Repurchase notification deadline	D-45
Settlement date for redemption	D+20
Management fees (%)	1,25
Incentive fees	15% above Eonia
Auditors	PriceWaterhouseCoopers

## Allocation by process (%)



## Monthly performance contribution (bp)



## Portfolio analysis

### Largest positions

BREVAN HOWARD FUND
PAULSON ADVANTAGE PLUS
KYLIN OFFSHORE FUND
CFM STRATUS
D.E. SHAW COMPOSITE FUND

## Manager's comment on 30.06.2010

After a punishing month of May, June failed to bring much support to investors' morale. The month started on a rather uncertain note with the release of poor Chinese PMI. Anticipations of strong non farming payroll numbers increased risk appetite and pushed the price of risk assets a little higher.

This improvement was yet to be short lived as the release of NFP figures eventually came in much lower than expected. Later during the month though, Ben Bernanke's statement regarding the state of the US economy revived appetite for risk assets. So did the announcement by China that its currency would be de-pegged from the USD and be let fluctuate according a trading band mechanism, a sign that the Chinese Renminbi could potentially gain ground vs. the \$ and relieve US and indirectly Western economies.

This yet proved to be insufficient for markets to regain substantial confidence again as poor US new home sales data confirmed that the end of subsidized purchases would inevitably impact the convalescent residential real estate sector.

By the end of the month, a combination of

persisting tensions over the sovereign situation in Europe and slower EM growth increased the flight to quality move and knocked equity markets down.

Losses were more important for US equities while European markets overall pared advances made over the first half of the month.

In contrast, flight to quality assets performed well during the month with gold reaching an all time high at mid month and treasuries' yields reaching below 3% in the US 10Yr and touching 2.5% for the Bund.

The overall picture is much unchanged from May. Market sentiment oscillates between relief and risk aversion and eventually, this context is detrimental to risk assets.

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