

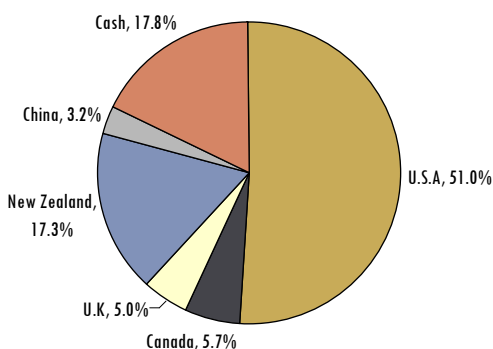
# PETERS MACGREGOR GLOBAL FUND

The net asset value of the Peters MacGregor Global Fund declined by 0.81% in July. This was contrary to global equity markets which were up strongly during the month as investor risk appetite improved on the back of the positive results from the European bank stress tests and some good US reporting results.

During the month:

- Pre-paid legal Services reported an income increase in the second quarter. It was up 4% to US\$16.5 million from the previous year's second quarter result.
- Fairfax Financial Holdings reported financial results for the second quarter of the year. Although the insurance industry and investment environment remains challenging, the company was able to increase book value per share from US\$369.80 at December 31, 2009 to US\$382.70 per share at June 30, 2010. The business produced a small underwriting loss of US\$13 million in the second quarter as the combined ratio of the company's insurance and reinsurance operations increased from 98.4% in the second quarter of 2009 to 101.2% this quarter.
- Johnson & Johnson announced sales of US\$15.3 billion for the second quarter of 2010, a 0.6% increase from the second quarter of 2009. The company also upgraded full year earnings guidance to US\$4.65 to US\$4.75 per share.
- In June, Peters MacGregor Capital Management initiated a small position in BP Plc at approximately US\$30 per share. The basis was that the more than US\$100 billion removed from the market capitalisation of the company had been an overreaction to the oil spill in the Gulf of Mexico. The share price rebounded by 33.2% in July and enabled Peters MacGregor to reduce exposure to this investment closer to the US\$40 per share range and maintain the investment as a relatively small position in the portfolio.

## DIVERSIFICATION BY COUNTRY



## PERFORMANCE SUMMARY

Performance Summary as at 31 July 2010	Peters MacGregor Global Fund
Since Inception p.a. (6/9/04)	3.56%
1 Year	19.29%
3 Years p.a.	-0.31%
5 Years p.a.	3.18%
1 Month	-0.81%
Profitable Months	66.20%
June Quarter Distribution	\$0.0000
Fund Assets (million)	\$51.44
Application Unit Price	1.0167
Withdrawal Unit Price	1.0122
Net Asset Value Unit Price	1.0145

## TOP HOLDINGS

Top Ten Holdings	% of Portfolio
Michael Hill International	17.33%
ASTA Funding	16.68%
Berkshire Hathaway	10.71%
Pre-Paid Legal	6.60%
Fairfax Financial Holdings	5.75%
Wal-Mart Stores	5.39%
Iron Mountain	5.34%
Johnson & Johnson	5.19%
BP Plc	3.27%
Undisclosed Holding	3.16%
Remaining Holdings	2.81%
Cash	17.77%
<b>TOTAL</b>	<b>100%</b>

### Important Information

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