

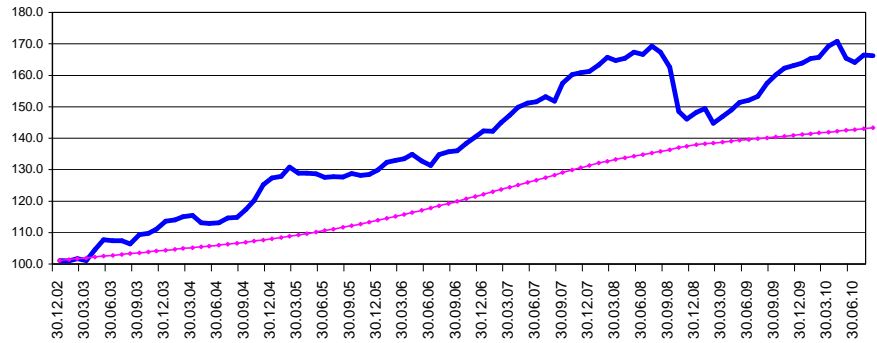
August 31, 2010

USD

Investment Policy

The Tower Fund is a FCP registered in Luxembourg. The compartment's objective is to achieve a return that is 200 bp higher than the short-term United States dollar rate. The compartment invests at least two-thirds of its total assets in fixed income and money market instruments issued in emerging market currencies or economically exposed to these currencies. This fund suits investors with investment time horizon at least 4 years.

Performance in USD*



(*) Dividend reinvested

Characteristics

Manager	Lazard Asset Management / USA
Location	Luxembourg
Portfolio currency	USD
NAV (USD)	10'530.80
Last dividend amount distributed 30.07.10	335.00
Total net assets in mil. USD	15.51
Inception date	17.02.1998
Benchmark	1 m Libor + 200 bp
Management fees in % p.a	2.25%
NAV calculation	Weekly
Subscription	Each Luxembourg business Friday until 4 pm
ISIN Number	LU0085519790
Total Return since inception	100.9%
Annualized Return	8.4%

Monthly Performance in USD (dividends invested)*

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2003	Portfolio	-0.1%	0.6%	-0.6%	3.5%	3.0%	-0.3%	0.0%	-0.9%	2.8%	0.4%	1.2%	2.3%	12.5%
	Benchmark	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	3.3%
2004	Portfolio	0.4%	0.8%	0.4%	-2.1%	-0.1%	0.2%	1.4%	0.2%	2.1%	2.5%	4.3%	1.7%	12.20%
	Benchmark	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.3%	0.4%	3.5%
2005	Portfolio	0.4%	2.4%	-1.5%	0.0%	-0.2%	-0.9%	0.2%	0.0%	0.8%	-0.4%	0.2%	1.1%	2.0%
	Benchmark	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.5%	0.5%	0.5%	0.5%	0.5%	5.5%
2006	Portfolio	1.9%	0.5%	0.4%	1.1%	-1.6%	-1.1%	2.7%	0.7%	0.2%	1.7%	1.5%	1.4%	9.6%
	Benchmark	0.5%	0.5%	0.6%	0.5%	0.6%	0.6%	0.6%	0.7%	0.6%	0.6%	0.6%	0.6%	7.3%
2007	Portfolio	0.0%	1.9%	1.6%	1.8%	0.9%	0.3%	1.1%	-0.9%	3.8%	1.8%	0.4%	0.3%	13.5%
	Benchmark	0.7%	0.6%	0.6%	0.6%	0.7%	0.6%	0.6%	0.6%	0.6%	0.6%	0.5%	0.6%	7.6%
2008	Portfolio	1.3%	1.5%	-0.6%	0.5%	1.2%	-0.4%	1.6%	-1.1%	-2.9%	-8.7%	-1.6%	1.5%	-8.1%
	Benchmark	0.6%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.6%	0.3%	0.3%	5.0%
2009	Portfolio	0.8%	-3.1%	1.5%	1.4%	1.6%	0.5%	0.8%	2.7%	1.7%	1.4%	0.5%	0.5%	10.7%
	Benchmark	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	2.4%
2010	Portfolio	0.8%	0.2%	2.2%	0.9%	-3.2%	-0.8%	1.5%	-0.2%					1.4%
	Benchmark	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%	0.2%					1.5%

(*) Dividend reinvested

Statistics

Volatility	5.95%
Benchmark volatility	0.56%
Tracking-error	5.98%
Correlation to benchmark	-1.7%
Yield	7.5%

Bonds by Maturity

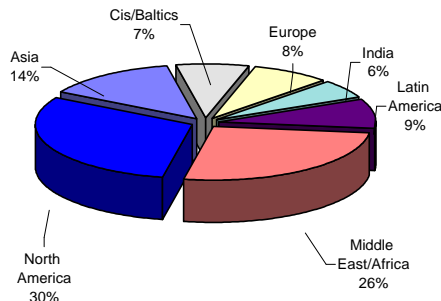
Less than 3 Months	52.2%
Between 3 and 6 months	0.4%
Between 6 months and 1 yr	4.8%
Between 1 and 3 yrs	26.6%
Between 3 and 5 yrs	6.1%
More than 5 yrs	6.8%

Bonds by Rating

AAA	62.1%	BB+	8.8%
A	10.7%		
A-	12.2%		
A+	3.3%		

Currency Allocation [% of net assets]

US DOLLAR	36.2%	MEXICAN PESO	4.9%
EGYPTIAN POUND	7.4%	POLISH ZLOTY	4.6%
INDIAN RUPEE	6.8%	NEW GHANA CEDI	4.3%
SOUTH KOREAN WON	6.2%	MALAYSIAN RINGGIT	4.1%
PHILIPPINES PESO	6.0%	UGANDAN SHILLING	3.9%
KAZAKHSTAN TENGE	5.9%	NEW TURKISH LIRA	3.9%
ISRAELI SHEKEL	5.7%	ZAMBIAN KWACHA	3.6%
CHINESE YUAN	5.1%	NEW ROMANIAN LEU	3.0%



* Performances before May 1st, 2008 are not systematically representative to the later as the investment policy has been modified on May 1st, 2008. Past performance is not necessarily a guide to future returns. Price of Units may fall as well as rise and is not guaranteed. Investors may not get back the amount originally invested. The performance data takes no account of the commissions and fees charged for the issuance of Units. This document is for information purposes only and shall not be construed as an offer, invitation or solicitation to enter in any particular transaction or trading strategy. This document does not take into account the investment objectives, financial situation or particular needs of any particular investor. Investors should obtain individual financial advice based on their own particular circumstances before making an investment decision on the basis of the recommendations in this document.

Banque Safdié SA, 1, rue de la Tour-de-l'Île, 1211 Geneva 11, has been authorized by the Swiss Federal Banking Commission as Swiss representative agent for the Fund to offer and distribute the Fund's Units in Switzerland or from Switzerland according to Article 120 of the Swiss Federal Act on Collective Investment Schemes of June 23, 2006.

The prospectus, the simplified prospectus, the Management Regulations and the annual and semi-annual reports are made available, free of charge, at the registered office of the Swiss Representative Agent.

Subscriptions may only be based on the current Prospectus of the relevant Fund.