BANQUE SAFDIÉ

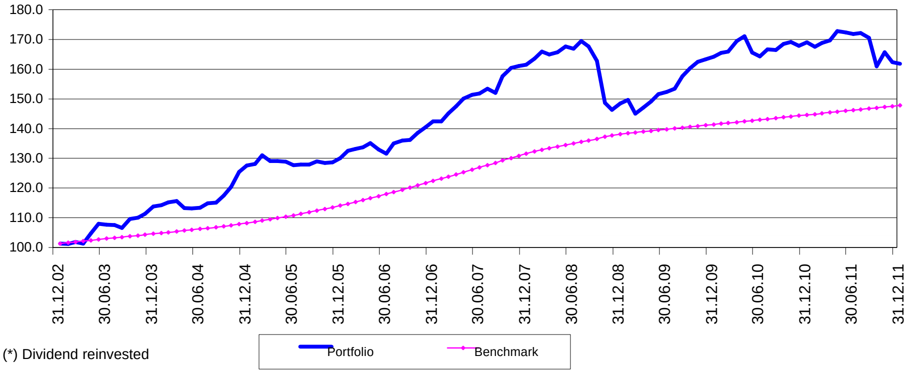
Tower Fund - Local Currency Emerging Markets Debt

December 30, 2011 **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)	9'902.80
Last dividend amount distributed 02.08.11	150.00
Total dividend amount distributed since inception	7'780.40
Total net assets in mil. USD	4.98
Inception date	17.02.98
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	95.3%
Annualized Return	7.9%

Monthly Performance in USD (dividends invested)*

		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
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%	**12.2%**
	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%	1.3%	0.4%	-0.8%	0.7%	**3.0%**
	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%	**2.3%**
2011	Portfolio	-0.9%	0.8%	0.5%	1.8%	-0.2%	-0.3%	0.2%	-0.9%	-5.6%	3.0%	-2.1%	-0.3%	**-4.3%**
	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%	**2.3%**

(*) Dividend reinvested

Statistics

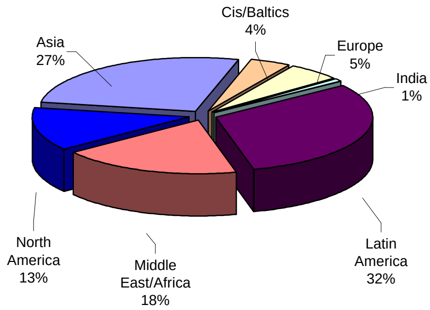
Volatility	6.09%
Benchmark volatilty	0.57%
Tracking-error	6.09%
Correlation to benchmark	5.1%
Yield	7.5%

Bonds by Maturity

Less than 3 Months	34.4%
Between 3 and 6 months	2.4%
Between 6 months and 1 yr	#REF!
Between 1 and 3 yrs	26.6%
Between 3 and 5 yrs	11.3%
More than 5 yrs	5.4%

Bonds by Rating

AAA	26.7%	BBB-	13.1%
AA-	2.0%		
A	17.7%		
A-	20.5%		



Currency Allocation [% of net assets]

EURO	22.3%	NEW GHANA CEDI	6.2%
CHILEAN PESO	15.5%	NEW TURKISH LIRA	6.0%
MEXICAN PESO	15.2%	KENYAN SHIllING	5.3%
MALAYSIAN RINGGIT	10.5%	RUSSIAN RUBLE	5.3%
UGANDAN SHILLING	10.3%	SINGAPORE DOLLAR	4.6%
JAPAN	10.3%	BRAZILIAN REAL	3.8%
NIGERIA NAIRA	6.9%	NEW ROMANIAN LEU	3.4%
PHILIPPINES PESO	6.3%	US DOLLAR	2.8%