

# Monthly Report

## NOVEMBER 2010

Labrusca Global rose 2,6 percent in November during which some our holdings reported outstanding earnings, while the overall portfolio only experienced modest negative news. The general market environment was also quite positive in both the equity and foreign exchange terms. The same economic issues, real or perceived, are still with us on both side of the Atlantic. Our trips to Asia in the period indicate a different development, where due to both demand and capital flows the signs of monetary inflation are quite visible.

Our research continues to identify interesting global return opportunities; three new positions where added on three different continents. Our profitable position in Vivendi was sold. We now hold 38 equity positions comprising a substantial rise in equity exposure to 77 percent. Our insured part of our equity portfolio versus risks we do not want to take has also risen to 27 percent of capital.

We have increased our positions in several holdings during the period both as a consequence of more informational insights as well as prices paid; Activision, Amdocs, Dell, Hellenic Exchanges, Niscayah, Omega Protein, Tyco and Wilhemsen were the increased positions.

Mostly based on performance, our Industrial exposure to Basic Materials and Energy increased while Consumer Cyclical and Technology exposures decreased. Geographical exposure was stable. In terms of exposure factors, the part of our portfolio related to Corporate

Spending has increased to just over 10 percent. The best performing equity positions in the period were all resource related; Coeur d'Alene Mines, KazMunaiGas, and Forest Oil – all three reported solid earnings as well substantial exploratory success or indications thereof. The three worst performers were Amdocs, Eniro and Opap.

Our little 0,20 percent position problem child position Eniro was increased slightly. The company announced its widely expected plan of a guaranteed SEK 2,5 billion rights issue and refinancing of its bank loan on October 28th. When entering the position, we believed that the market had stopped pricing Eniro as a going concern, meaning that the shares were actually priced as options on company's survival. The valuation is now lower, despite the company's secured financing needs.

We have bought Korean Shinhan Financial Group, the first privately established financial holding company in that country. Since inception SFG has developed and introduced a wide range of financial products and services in Korea and currently serve over 16 million customers through 1.400 branches. Considered one of the most conservative and well managed banks in Korea, the stock has suffered due to a scandal involving the former CEO of the company, Ra Eung Chan, who stepped down formally on Oct 30. The bank entered a difficult period in 2008-9 and net profits fell 25% and 34% respectively during these years, yet generating a KRW 1,8 billion pre-

tax profit in 2009. 2010 is a recovery year, with expectation of profits growing to KRW 3,2 billion. The company should generate returns of about 14% in 2010 and we expect higher profitability going forward yielding an upside potential for the stock of 50 percent versus current equity valuation. The bank's largest shareholder is the increasingly Asian focused BNP Paribas with a 6% stake. This, in combination with local Korean consolidation, could yield an upside surprise to that valuation as well.

During the month we also initiated a new position in the turnaround Headwaters Incorporated. The company provides products, technologies and services to the construction materials and energy industries in the United States. Products include architectural stone, siding accessory products and concrete blocks as well as managing and marketing coal combustion products and reclaiming of waste coal. Headwaters is the national leader in coal bi-products. The current market cap of this heavy industry conglomerate is USD 235 million and debt is USD 469 million, while current run rate cash flow (EBITDA) is about USD 100 million. The company got major tax shielding loss carry forwards and no refinancing issues. Headwaters is currently selling an ethanol plant and five coal cleaning facilities and intellectual property which could fetch up to USD 100 million. If recent company divestures as well as the new met coal contracts are any guide, the company is worth at least double its current market price.

# Portfolio

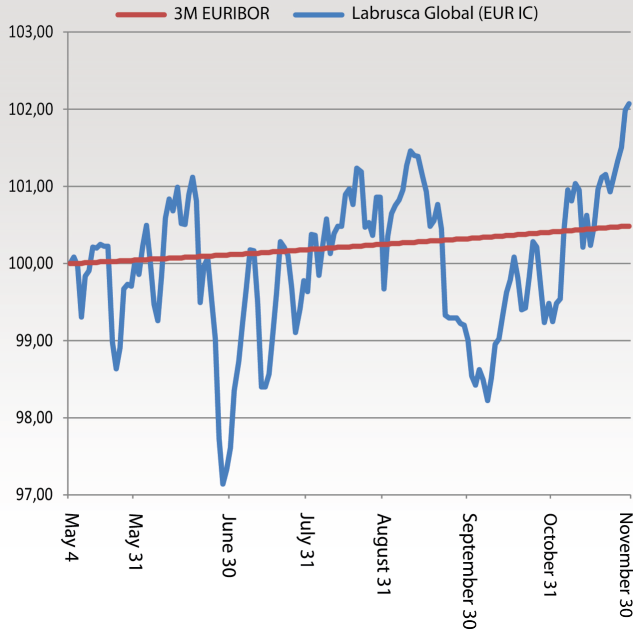
As of 30.11.2010

Security	Sector	Country	Currency	Market Value EUR	Portfolio weight
Parmalat	Consumer, Non-cyclical	Italy	EUR	11 601 466,22	6,01%
Kaz Munai Gas GDR	Energy	Kazakhstan	USD	8 640 729,87	4,48%
Tyco Intl	Industrial	USA	USD	8 359 864,07	4,34%
Dell	Technology	USA	USD	8 063 788,83	4,18%
Amdocs	Communications	USA	USD	7 129 229,35	3,70%
Coeur d'Alene Mines	Basic Materials	USA	USD	6 531 855,01	3,39%
Toyota Industries	Consumer, Cyclical	Japan	JPY	6 291 818,01	3,26%
VimpelCom ADR	Communications	Russia	USD	6 139 862,57	3,19%
OPAP	Consumer, Cyclical	Greece	EUR	5 985 442,80	3,11%
Vestel Elektronik Sanayi	Consumer, Cyclical	Turkey	TRY	5 995 602,92	3,11%
KCC	Basic Materials	South Korea	KRW	5 634 376,06	2,92%
Forest Oil	Energy	USA	USD	5 124 524,82	2,66%
Activision Blizzard	Technology	USA	USD	4 930 772,95	2,56%
Bank of New York Mellon	Financial	USA	USD	4 435 633,38	2,30%
Noble	Energy	USA	USD	3 959 482,39	2,05%
Hellenic Exchange	Financial	Greece	EUR	3 748 990,00	1,94%
Pan American Silver	Basic Materials	USA	USD	3 595 015,94	1,87%
Niscayah B	Consumer, Non-cyclical	Sweden	SEK	3 298 555,66	1,71%
LG Corp Pref	Industrial	South Korea	KRW	3 209 310,34	1,66%
Martek Biosciences	Consumer, Non-cyclical	USA	USD	3 169 527,32	1,64%
Wilh Wilhelmsen Holding B	Industrial	Norway	NOK	3 039 270,89	1,58%
Rhoen Klinikum	Consumer, Non-cyclical	Germany	EUR	2 756 817,01	1,43%
Vestas Wind Systems	Industrial	Denmark	DKK	2 754 018,25	1,43%
OMV	Energy	Austria	EUR	2 718 450,00	1,41%
Haci Omer Sabanci Holding	Financial	Turkey	TRY	2 646 313,13	1,37%
Omega Protein	Consumer, Non-cyclical	USA	USD	2 423 378,38	1,26%
Bunge	Industrial	USA	USD	2 335 368,43	1,21%
Headwaters	Energy	USA	USD	2 127 262,25	1,10%
Shinhan Financial Group	Financial	South Korea	KRW	2 087 294,13	1,08%
PT Bakrie Sumatera Plantations	Industrial	Indonesia	IDR	1 887 174,75	0,98%
Imarex	Financial	Norway	NOK	1 687 323,49	0,88%
Fourlis Holding	Consumer, Cyclical	Greece	EUR	1 655 348,00	0,86%
Titan Cement	Industrial	Greece	EUR	1 501 500,00	0,78%
Wilh Wilhelmsen Holding A	Industrial	Norway	NOK	1 051 591,59	0,55%
Daekyo Co Pref	Communications	South Korea	KRW	474 033,51	0,25%
Daekyo Co	Communications	South Korea	KRW	467 661,38	0,24%
Eniro	Communications	Sweden	SEK	429 092,36	0,23%
Brazil Fast Food	Consumer, Cyclical	Brazil	USD	366 702,65	0,19%
Other Positions (0)				0,00	0,00%
<b>Total Long Equities</b>				147 894 142,15	76,91%
<b>Total Bonds (4)</b>				3 373 187,45	1,76%
<b>Total Short Positions (6)</b>				-52 738 179,00	-27,36%
Total Cash				41 090 595,22	21,33%
<b>TOTAL PORTFOLIO</b>				<b>192 718 231,38</b>	<b>100,00%</b>

# Fund Pricing

As of 30.11.2010

Labrusca Global (EUR IC) vs 3M EURIBOR



Fund Pricing 30.11.2010

**Institutional Class (IC):**

EUR: 102,07  
 SEK: 97,22  
 NOK: 105,26  
 USD: 109,88  
 GBP: 101,69

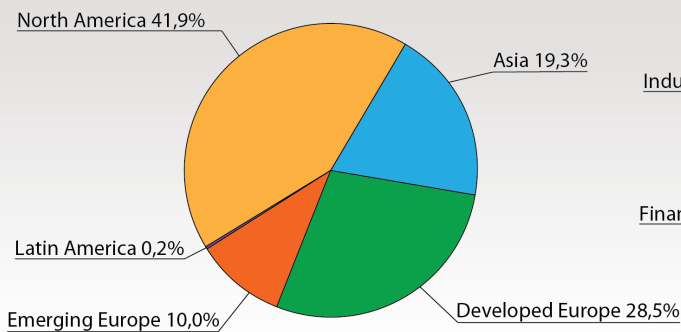
**Retail Class (RC):**

EUR: 101,71  
 SEK: 97,05  
 NOK: 104,95

# Portfolio Structure

Invested Portfolio as of 30.11.2010

Geographical Distribution



Sector Distribution

