



Ethical
Managed Funds

Hunter Hall Investment Management Limited
ABN 69 063 081 612 AFSL 219462

Hunter Hall Global Ethical Trust

Hunter Hall Global Ethical Trust - Hedged

Monthly Performance Report

December 2011

Date - 31.12.2011	Entry Price	Unit Price	Exit Price
GET	0.9690	0.9661	0.9632
GEH	0.8507	0.8481	0.8456

Absolute and Relative Performance (after fees)

To 31 December 2011 (%)	1 month	6 months	1 year	Compound Annual Return				Value of \$10,000 invested at inception
				3 years	5 years	7 years	Since inception	
Global Ethical Trust (GET)								
Absolute Performance - GET	-2.6	-12.7	-13.2	-0.4	-7.7	+0.4	+2.3	\$12,621
Benchmark - MSCI	+0.1	-6.3	-5.6	-2.3	-7.4	-1.6	-3.1	\$7,287
Relative Performance	-2.7	-6.4	-7.6	+1.9	-0.3	+2.0	+5.4	\$5,333
Global Ethical Trust - Hedged (GEH)								
Absolute Performance - GEH	-1.3	-11.7	-	-	-	-	-12.8	\$8,722
Benchmark - MSCI Hedged	+0.9	-7.0	-	-	-	-	-7.5	\$9,248
Relative Performance	-2.2	-4.7	-	-	-	-	-5.3	-\$525

Inception date for the GET: 29.11.2001. Inception date for the GEH: 28.02.2011. MSCI refers to the MSCI World Total Return Index, Net Dividends Reinvested, in A\$. MSCI - Hedged refers to the MSCI World Total Return Index, Net Dividends Reinvested, Hedged in A\$. Source: Hunter Hall. Past performance is no guarantee of future performance and no guarantee of future return is implied.

GET: Top 10 Holdings

The GEH is invested almost entirely in GET units, with the balance of its assets held in cash

Company	Main Business	Country	Net Assets (%)
BTG	medical devices	UK	5.3
Gold Bullion	gold	n/a	5.2
Lexmark	printing and imaging solutions	USA	4.1
Proto Corp	publishing	Japan	3.6
Comcast	communication services	USA	3.1
Danieli	machinery manufacturer	Italy	3.0
Woongjin Thinkbig	education services	Korea	2.9
Computer Sciences	IT services	USA	2.8
Daiichikoshi	karaoke machinery	Japan	2.6
Virgin Media	broadband communications	UK	2.6

Commentary

December offered some relief for international investors after global share markets tumbled in November. The S&P 500 and London's FTSE Index both gained 1% while our benchmark, the MSCI World in A\$, rose 0.1% as the Australian dollar maintained its US\$1.02 level over December. Disappointingly, the Global Ethical Trust fell 2.6%, underperforming its benchmark by 2.7%.

The Fund's underperformance was largely due to our **Gold Bullion** holding which fell 10% to A\$1536/oz, and was the largest detractor to the portfolio.

Pleasingly, after adding **Hyundai Home Shopping Network** to the portfolio last month, the company rose 20% during December. Hyundai Home Shopping Network is Korea's third-largest television home shopping business. The domestic TV home shopping market has been expanding, and despite global economic uncertainty, the company is well

placed with a healthy cash position of KRW875b (US\$750m), helping it to avoid any possible liquidity concerns.

India's **Allahabad Bank** fell 24% as the Indian Rupee continued to decline against the world's major currencies. Our other Indian holdings also suffered as the Indian stock exchange fell 25% during 2011. The 16% decline in the Indian Rupee/US\$ exchange rate saw the Indian market decline by 38% in US\$ terms, making it one of the world's worst performing markets in 2011. This reversed a lot of the gains from 2009 and 2010 when it was up by over 120% in US\$ terms. **Tulip Telecom** (-21%), tea manufacturer **McLeod Russel** (-15%) and jewellery manufacturer **Shree Ganesh** (-25%) all fell in December as concerns over India's thirteen separate increases in monetary policy since March 2010 were starting to bite.

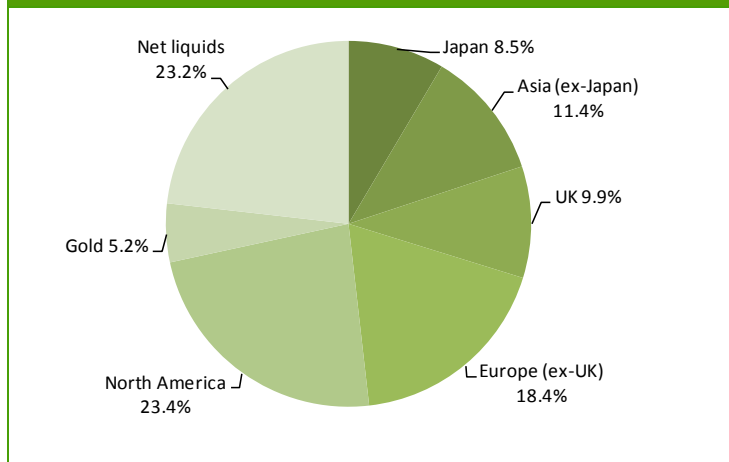
Commentary - continued

Norway-based cancer and dermatology pharmaceutical company **Photocure** rose 16% after announcing its intention to buy back 250,000 shares commencing on 5 December 2011.

At month end the GET's net assets were \$210.4m with 23.2% net liquids. The international equities component was 71.6% and 5.2% gold. The GEH's net assets were \$1.1m, with 100% of the foreign currency exposure hedged back to Australian Dollars.

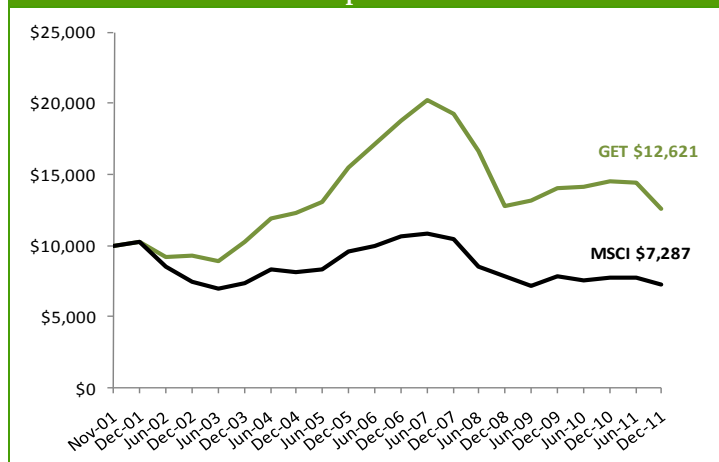
Looking forward, we are maintaining our combined cash and gold bullion weightings at over 20% in order to take advantage of opportunities which we believe will present themselves in 2012. Panic selling by mainstream investors is throwing up the kind of opportunities Hunter Hall's investment process relishes - especially in international share markets.

GET: Country Allocation Breakdown



GET: Value of \$10,000

invested at inception vs benchmark



Hunter Hall Investment Management Limited - Contact Details

Street address: Level 2, 60 Castlereagh St, Sydney, Australia
Postal address: Reply Paid 3955, Sydney NSW 2001
Website: www.hunterhall.com.au

Telephone: 1800 651 674
 0800 448 305 (New Zealand callers)
 +61 2 8224 0300
Email: invest@hunterhall.com.au

Initial applications for units can only be made on an Application Form found in the current Product Disclosure Statement for the Hunter Hall Funds. Investment returns have been calculated in accordance with normal industry practice utilising movements in the unit price and assuming the reinvestment of all distributions of income and realised profits. Hunter Hall Investment Management Limited (AFSL: 219462) or any related entity does not guarantee the repayment of capital or any particular rate of return from the Fund. Past performance is no guarantee of future performance. This document does not take into account a reader's investment objectives, particular needs or financial situation. It is general information only and should not be considered investment advice and should not be relied on as an investment recommendation.