

## **EP Global Opportunities Trust plc**

Half Yearly Report

30 June 2011



## FINANCIAL SUMMARY

	30 June 2011	31 December 2010	Change
Shareholders' funds	<b>£109,917,000</b>	£51,620,000	112.9%
Net asset value per ordinary share ("NAV")	<b>183.5p</b>	188.2p	(2.5)%
Share price per ordinary share	<b>173.0p</b>	186.8p	(7.4)%
Share price discount to NAV	<b>5.7%</b>	0.7%	

## OBJECTIVE

The investment objective of the Company is to provide Shareholders with an attractive real long-term total return by investing globally in undervalued securities. The portfolio is managed without reference to the composition of any stock market index.

## INVESTMENT POLICY

The Company invests in a focused portfolio of approximately 30 to 40 securities of issuers throughout the world, predominantly in quoted equities. The Company may also invest in unquoted securities, which are not anticipated to exceed 10 per cent of the Company's total assets at the time of investment (excluding shares held in Edinburgh Partners Limited). No investment in the Company's portfolio may exceed 15 per cent of the Company's total assets at the time of investment (being the maximum amount permitted for an investment trust company in terms of Chapter 4 of Part 24 of the Corporation Tax Act 2010).

The Company has no present intention to invest in other investment companies or funds but retains the ability to invest no more than 15 per cent of its gross assets in other listed investment companies (including investment trusts).

The Company may also invest a substantial portion of its assets in debt instruments, cash or cash equivalents when the Investment Manager believes market or economic conditions make equity investment unattractive or while seeking appropriate investment opportunities for the portfolio or to maintain liquidity. In addition, the Company may purchase derivatives for the purposes of efficient portfolio management.

It is intended that, from time to time, when deemed appropriate, the Company will borrow for investment purposes up to the equivalent of 25 per cent of its total assets. By contrast, the Company's portfolio may from time to time have substantial holdings of debt instruments, cash or short-term deposits.

The investment objective and policy are intended to distinguish the Company from other investment vehicles which have relatively narrow investment objectives and which are thus constrained in their decision making and asset allocation. The objective and policy allow the Company to be constrained in its investment selection only by valuation and to be pragmatic in portfolio construction by only investing in securities which the Investment Manager considers to be undervalued on an absolute basis.

## **CHAIRMAN'S STATEMENT**

### **Results**

Our net asset value per share at the end of June 2011 was 183.5p and the total return for the six months since the end of 2010 was -1.1 per cent. This compares with a total return for the FTSE All-World Index of +2.3 per cent, while the FTSE All-Share Index total return was +3.0 per cent.

The share price declined by 7.4 per cent to 173p, and the discount to the net asset value per share widened from 0.7 per cent at the year end to 5.7 per cent at the end of June. The last few days in June saw a sharp rally in share prices and our own share price was left behind. It is our policy to buy in shares, when necessary, to maintain the share price at close to the net asset value per share. This we will continue to do. In the first six months of 2011, we bought back 1.05 million shares at a small discount to the net asset value per share.

In March, we merged with the investment trust Anglo & Overseas, which was also managed by Edinburgh Partners. Shareholders holding over 70% of Anglo & Overseas shares transferred their investment into our Company and we are very pleased with this outcome. This increased our net assets to over £100 million and resulted in our shares being added to the FTSE SmallCap Index and the FTSE All-Share Index in early June. A number of investment funds that shadow these indices became buyers of our shares, enabling us to issue 1.65 million shares from treasury at a small premium to net asset value during the period.

### **Stock market and investment performance**

After a strong rally in the second half of 2010, world stock markets began to struggle early in 2011. In general, markets traded between their peak levels in February and their lows in mid-March. Share prices were volatile but the main regional market indices ended the period little changed from their levels at the start of the year. The indecision in stock markets was mirrored in currency markets, although the strength of the euro, particularly versus the US dollar and sterling, was somewhat surprising given the developing crisis in the Eurozone.

We do not have a formal benchmark but monitor the performance of the major market indices as an indication of performance. The FTSE All-World European ex-UK Index was relatively flat over the six month period but, adjusted for the firmer euro, was up 5.7 per cent in sterling terms. By contrast, a 5.0 per cent rise in the S&P Composite Index in the USA was reduced to a gain of 2.4 per cent in sterling terms. The poorest performing major equity market was Japan, where the tragedy of the tsunami and the nuclear accident at the Fukushima plant caused a sharp downward spike in share prices. The Topix Index in Japan dropped briefly to about 15 per cent below its year-end level before recovering to end the period down 5.5 per cent, equivalent to a 7.5 per cent decline when converted into sterling. The FTSE All-World Asia ex-Japan Index was down 2.0 per cent in sterling terms. (All index figures stated are capital returns.)

## **CHAIRMAN'S STATEMENT – continued**

Our own performance was held back primarily by our Japanese investments. We have steadily increased our exposure to Japanese equities over the last eighteen months and, by the end of 2010, Japan had become our largest geographical area of investment, fractionally larger than our investment in Europe ex UK.

The distribution of the portfolio was only marginally altered by the merger with Anglo & Overseas. Compared to the year end, our exposure to Europe ex UK, Japan and Asia is slightly higher, with the Company's largest exposure now in Europe ex UK. This is balanced by a small reduction in the percentages invested in the UK and USA.

### **Revenue account**

The income statement, on page 6, shows revenue per share for the first half of 2011 of 3.3p, an increase of 22.2 per cent over the same period last year. In line with accounting practices, this figure is based on the weighted average number of shares in issue during the period and is therefore significantly affected by the large number of shares which were issued as a result of the merger with Anglo & Overseas. However, we do also expect a healthy increase in the revenue account for the full year.

### **Gearing**

In January we borrowed £5 million from Scotiabank, introducing potential gearing of approximately 10 per cent. The merger with Anglo & Overseas reduced the effective level of gearing to under 5 per cent of net assets. We have negotiated an additional £5 million loan to take the potential gearing back up to nearer 10 per cent. At the end of June we had not drawn down this second tranche. We also held cash equivalent to the amount of the first tranche, making your Company fully invested in equities but ungeared.

### **Outlook**

It is not surprising that financial markets made little headway in the first half of 2011. Corporate profit growth has, in general, been good but this has been balanced by a plethora of disturbing developments, such as rising inflation, the so called "Arab awakening" and the Eurozone crisis. Since mid-year, share prices have fallen sharply as fears have grown that economies will fall back into recession. Much will depend on how governments and central bankers react to this risk. However, we are encouraged by the level of valuation of the shares we hold, not least in Japan, and believe patience will be rewarded. Meanwhile, we have the opportunity to make use of the gearing in place as sensible opportunities arise.

**Teddy Tulloch**

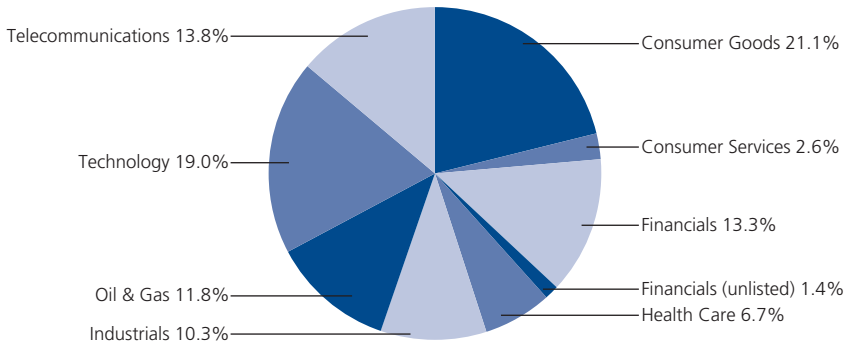
Chairman

24 August 2011

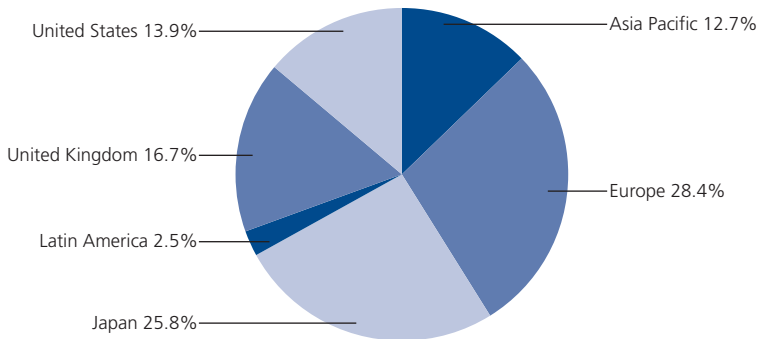
## DISTRIBUTION OF INVESTMENTS

as at 30 June 2011 (% of net assets)

### Sector distribution



### Geographical distribution



The figures detailed in the geographical distribution pie chart represent the Company's equity exposure to these countries or regional areas.

The geographical distribution is based on each investment's principal stock exchange listing, except in instances where this would not give a proper indication of where its activities predominate.

Cash and other net assets equate to £12,000 (0.0%).

## PORTFOLIO OF INVESTMENTS

as at 30 June 2011

Company	Sector	Country	Valuation £'000	% of Net Assets
<b>Equity investments</b>				
Sanofi-aventis	Health Care	France	4,056	3.7
Gazprom	Oil & Gas	Russia	3,917	3.5
Singapore Telecommunications	Telecommunications	Singapore	3,711	3.4
ENI	Oil & Gas	Italy	3,366	3.1
Heineken	Consumer Goods	Netherlands	3,312	3.0
GlaxoSmithKline	Health Care	UK	3,280	3.0
Yamaha Motor Company	Consumer Goods	Japan	3,261	3.0
Vodafone	Telecommunications	UK	3,149	2.9
Bridgestone	Consumer Goods	Japan	3,142	2.9
Deutsche Post	Industrials	Germany	3,075	2.8
Unilever	Consumer Goods	Netherlands	3,021	2.7
Cisco Systems	Technology	USA	3,020	2.7
Intesa Sanpaolo	Financials	Italy	3,008	2.7
Intel	Technology	USA	2,954	2.7
Royal Dutch Shell	Oil & Gas	UK	2,931	2.7
Canon	Technology	Japan	2,920	2.7
China Mobile	Telecommunications	China	2,903	2.6
Tesco	Consumer Services	UK	2,867	2.6
Omron	Industrials	Japan	2,822	2.6
Panasonic	Consumer Goods	Japan	2,810	2.5
<b>Total – 20 largest equity investments</b>			<b>63,525</b>	<b>57.8</b>
Other equity investments			46,380	42.2
<b>Total equity investments</b>			<b>109,905</b>	<b>100.0</b>
<b>Cash and other net assets</b>			<b>12</b>	<b>–</b>
<b>Net assets</b>			<b>109,917</b>	<b>100.0</b>

# INTERIM MANAGEMENT REPORT AND RESPONSIBILITY STATEMENT

## Interim Management Report

The important events that have occurred during the period under review are set out in the Chairman's Statement. The key factors influencing the financial statements are also set out in the Chairman's Statement.

The principal risks and uncertainties for the remaining six months of the financial year are reviewed in the Outlook section of the Chairman's Statement on page 2 and in the Risk Factors on page 16.

The principal risks facing the Company are substantially unchanged since the date of the Annual Report for the year ended 31 December 2010 and continue to be as set out in that report on pages 41 to 44.

Risks faced by the Company include, but are not limited to, investment and strategy, discount volatility, market risk, liquidity risk, credit risk, interest rate risk, foreign currency risk, gearing, regulatory risk, operational risk and other financial risk.

There were no related party transactions during the period. Under the AIC SORP issued in January 2009 the Investment Manager is not considered to be a related party of the Company.

## Responsibility Statement

The Directors confirm that to the best of their knowledge:

- the condensed set of financial statements, prepared in accordance with the Statement on Half Yearly Financial Reports issued by the UK Accounting Standards Board, give a true and fair view of the assets, liabilities, financial position and loss of the Company; and
- the interim management report includes a fair review of the information required by:
  - (a) 4.2.7R of the Disclosure and Transparency Rules, being an indication of important events that have occurred during the first six months of the financial year and their impact on the condensed set of financial statements; and a description of the principal risks and uncertainties for the remaining six months of the year; and
  - (b) 4.2.8R of the Disclosure and Transparency Rules, being related party transactions that have taken place in the first six months of the current financial year and that have materially affected the financial position or performance of the Company during that period; and any changes in the related party transactions described in the last Annual Report that could do so.

This Half Yearly Report was approved by the Board of Directors on 24 August 2011 and the above responsibility statement was signed on its behalf by Teddy Tulloch, Chairman.

## INCOME STATEMENT (UNAUDITED)

for the six months to 30 June 2011

		Six months to 30 June 2011		
	Note	Revenue £'000	Capital £'000	Total £'000
(Losses)/gains on investments at fair value through profit or loss	3	–	(2,864)	(2,864)
Foreign exchange losses on capital items		–	(27)	(27)
Income	2	1,966	–	1,966
Investment management fee*		(128)	–	(128)
Other expenses		(127)	–	(127)
<b>Net return before finance costs and taxation</b>		<b>1,711</b>	<b>(2,891)</b>	<b>(1,180)</b>
<b>Finance costs</b>				
Interest payable and similar charges		(52)	–	(52)
<b>Net return before taxation</b>		<b>1,659</b>	<b>(2,891)</b>	<b>(1,232)</b>
Taxation	4	(92)	–	(92)
<b>Net return after taxation</b>		<b>1,567</b>	<b>(2,891)</b>	<b>(1,324)</b>
		pence	pence	pence
<b>Return per ordinary share</b>	5	<b>3.3</b>	<b>(6.1)</b>	<b>(2.8)</b>

\* Following the merger with Anglo & Overseas Plc on 10 March 2011, the Company is entitled to a reduction of £236,000 in the Investment Management fees payable to Edinburgh Partners Limited from 1 April 2011. The Investment Management fee has been reduced by £193,000 in the six months to 30 June 2011, leaving a balance of £43,000 to be deducted subsequently.

All revenue and capital items in the above statement derive from continuing operations.

The total column of this statement is the profit and loss account of the Company. The revenue and capital return columns are prepared in accordance with guidance issued by the Association of Investment Companies ("AIC").

A separate Statement of Total Recognised Gains and Losses has not been prepared as all such gains and losses are included in the Income Statement.



Six months to 30 June 2010			Year to 31 December 2010		
Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
–	(3,292)	(3,292)	–	3,149	3,149
–	(21)	(21)	–	(35)	(35)
1,163	–	1,163	1,635	–	1,635
(183)	–	(183)	(365)	–	(365)
(127)	–	(127)	(276)	–	(276)
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853	(3,313)	(2,460)	994	3,114	4,108
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–	–	–	–	–	–
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853	(3,313)	(2,460)	994	3,114	4,108
(86)	–	(86)	(100)	–	(100)
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767	(3,313)	(2,546)	894	3,114	4,008
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pence	pence	pence	pence	pence	pence
2.7	(11.7)	(9.0)	3.2	11.0	14.2
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## BALANCE SHEET (UNAUDITED)

as at 30 June 2011

	30 June 2011	30 June 2010	31 December 2010
Note	£'000	£'000	£'000
<b>Fixed asset investments</b>			
Investments at fair value through profit or loss	<b>109,905</b>	45,080	51,312
<b>Current assets</b>			
Debtors	<b>2,447</b>	209	193
Cash at bank and short-term deposits	<b>2,239</b>	1,018	350
	<b>4,686</b>	1,227	543
<b>Current liabilities</b>			
Creditors	<b>130</b>	152	235
Loan	<b>4,544</b>	–	–
	<b>4,674</b>	152	235
<b>Net current assets</b>	<b>12</b>	1,075	308
<b>Net assets</b>	<b>109,917</b>	46,155	51,620
<b>Capital and reserves</b>			
Called-up share capital	<b>645</b>	327	327
Capital redemption reserve	<b>14</b>	14	14
Share premium account	<b>77,307</b>	17,991	17,991
Special reserve	<b>11,234</b>	11,575	10,486
Capital reserve	<b>18,315</b>	14,778	21,205
Revenue reserve	<b>2,402</b>	1,470	1,597
<b>Total Shareholders' funds</b>	<b>109,917</b>	46,155	51,620
<b>Net asset value per ordinary share</b>	<b>183.5</b>	164.5	188.2

## STATEMENT OF CASH FLOW (UNAUDITED)

for the six months to 30 June 2011

	Six months to 30 June 2011	Six months to 30 June 2010	Year to 31 December 2010
Note	£'000	£'000	£'000
<b>Operating activities</b>			
Investment income received	<b>1,810</b>	1,109	1,601
Bank deposit interest received	–	12	–
Investment management fees paid	<b>(221)</b>	(182)	(361)
VAT and interest on investment management fees recovered	–	138	138
Secretarial fees paid	<b>(39)</b>	(35)	(71)
Other cash payments	<b>(134)</b>	(126)	(125)
	<u>7</u>	<u>916</u>	<u>1,182</u>
<b>Net cash inflow from operating activities</b>	<b>1,416</b>	916	1,182
<b>Servicing of finance</b>	<b>(42)</b>	–	–
<b>Taxation</b>			
Taxation paid	<b>(45)</b>	(30)	(70)
<b>Capital expenditure and financial investment</b>			
Purchases of investments	<b>(67,327)</b>	(6,571)	(12,957)
Sales of investments	<b>5,869</b>	7,531	14,126
Exchange gains/(losses) on settlement	<b>8</b>	(27)	(40)
	<u>(61,450)</u>	<u>933</u>	<u>1,129</u>
<b>Net cash (outflow)/inflow from investing activities</b>	<b>(61,450)</b>	933	1,129
<b>Net cash (outflow)/inflow before equity dividend paid and financing</b>	<b>(60,121)</b>	1,819	2,241
<b>Equity dividend paid</b>	<b>(761)</b>	(681)	(681)
<b>Financing</b>			
Ordinary shares purchased and held in treasury	<b>(1,888)</b>	(1,330)	(2,419)
Ordinary shares sold from treasury	<b>805</b>	–	–
Share issue	<b>59,344</b>	–	–
	<u>58,261</u>	<u>(1,330)</u>	<u>(2,419)</u>
<b>Net cash inflow/(outflow) from financing</b>	<b>58,261</b>	(1,330)	(2,419)
<b>Decrease in cash</b>	<b>(2,621)</b>	(192)	(859)

## RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS (UNAUDITED)

for the six months to 30 June 2011

	<b>Six months to 30 June 2011</b>	Six months to 30 June 2010	Year to 31 December 2010
	£'000	£'000	£'000
Opening Shareholders' funds	<b>51,620</b>	50,712	50,712
Net return after taxation	<b>(1,324)</b>	(2,546)	4,008
Dividends paid	<b>(761)</b>	(681)	(681)
Proceeds from share issue*	<b>59,344</b>	–	–
Proceeds of shares sold from treasury	<b>2,926</b>	–	–
Share purchases for treasury	<b>(1,888)</b>	(1,330)	(2,419)
<b>Closing Shareholders' funds</b>	<b><u>109,917</u></b>	<u>46,155</u>	<u>51,620</u>

\* During the period the Company issued a total of 31,855,462 new shares to shareholders in Anglo & Overseas Plc following the merger of the two companies.

## **NOTES TO THE FINANCIAL STATEMENTS**

for the six months to 30 June 2011

### **1 Accounting policies**

#### **a) Accounting convention**

The financial statements are prepared in accordance with the Accounting Standard Board's ("ASB") Statement on Half Yearly Financial Reports, UK Generally Accepted Accounting Practice ("UK GAAP") and with the AIC Statement of Recommended Practice issued in January 2009 relating to the Financial Statements of Investment Trust Companies and Venture Capital Trusts.

#### **b) Financial information**

The financial information contained in this report does not constitute full statutory accounts as defined in Section 434 of the Companies Act 2006. The financial information for the six months to 30 June 2011 and 30 June 2010 has not been audited or reviewed by the Company's Auditors pursuant to the Auditing Practices Board guidance on such reviews.

The information for the year ended 31 December 2010 has been extracted from the latest published audited Annual Report and Financial Statements, which have been filed with the Registrar of Companies. The report of the Auditors on those financial statements contained no qualification or statement under Sections 498(2) or (3) of the Companies Act 2006.

The financial statements are prepared on the basis of the accounting policies set out in note 1 of the audited Annual Report and Financial Statements for the year ended 31 December 2010.

The Company has considerable financial resources and as a consequence, the Directors believe that the Company is well placed to manage its business risks successfully. After making enquiries, the Directors have a reasonable expectation that the Company will have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the Half Yearly Financial Report.

## NOTES TO THE FINANCIAL STATEMENTS – continued

for the six months to 30 June 2011

<b>2 Income</b>	<b>Six months to 30 June 2011</b>	Six months to 30 June 2010	Year to 31 December 2010
	£'000	£'000	£'000
<b>Income from investments:</b>			
UK net dividend income	<b>428</b>	341	486
Overseas dividend income	<b>1,537</b>	821	1,147
Deposit funds income	<b>1</b>	1	2
	<b><u>1,966</u></b>	<u>1,163</u>	<u>1,635</u>
<b>Income comprises:</b>			
Dividends	<b><u>1,966</u></b>	<u>1,163</u>	<u>1,635</u>
<b>3 (Losses)/gains on investments</b>	<b>Six months to 30 June 2011</b>	Six months to 30 June 2010	Year to 31 December 2010
	£'000	£'000	£'000
Realised gains on sales	<b>1,970</b>	1,764	2,805
Changes in fair value of investments	<b>(4,834)</b>	(5,056)	344
	<b><u>(2,864)</u></b>	<u>(3,292)</u>	<u>3,149</u>

## 4 Taxation

The taxation charge for the six months to 30 June 2011 is £92,000 (six months to 30 June 2010: £86,000; year to 31 December 2010: £100,000).

The taxation charge comprises a corporation tax charge for the six months to 30 June 2011 of £nil (six months to 30 June 2010: £nil; year to 31 December 2010: £nil) and irrecoverable withholding tax suffered of £92,000 (six months to 30 June 2010: £86,000; year to 31 December 2010: £100,000).

## NOTES TO THE FINANCIAL STATEMENTS – continued

for the six months to 30 June 2011

5 Return per ordinary share	Six months to 30 June 2011		Six months to 30 June 2010		Year to 31 December 2010	
	Net return £'000	Per share pence	Net return £'000	Per share pence	Net return £'000	Per share pence
Revenue return after taxation	<b>1,567</b>	<b>3.3</b>	767	2.7	894	3.2
Capital return after taxation	<b>(2,891)</b>	<b>(6.1)</b>	(3,313)	(11.7)	3,114	11.0
Total return	<b>(1,324)</b>	<b>(2.8)</b>	(2,546)	(9.0)	4,008	14.2

The returns per share for the six months to 30 June 2011 are based on 47,203,313 shares (six months to 30 June 2010: 28,397,152 shares; year to 31 December 2010: 28,149,994 shares) being the weighted average number of ordinary shares, excluding shares held in treasury, in issue during the period.

### 6 Net asset value per ordinary share and share capital

The net asset value per ordinary share is based on net assets at 30 June 2011 of £109,917,000 (30 June 2010: £46,155,000; 31 December 2010: £51,620,000) and on 59,886,942 ordinary shares (30 June 2010: 28,056,480; 31 December 2010: 27,430,480) being the number of ordinary shares, excluding shares held in treasury, at the period end. Net asset values calculated include current period revenue.

During the six month period to 30 June 2011, the Company issued 31,855,462 ordinary shares as a result of the merger with Anglo & Overseas Plc, raising proceeds of £59,344,000.

In addition, 1,650,000 ordinary shares were issued from treasury at a premium to net asset value, raising proceeds of £2,926,000, during the six months to 30 June 2011.

A total of 1,049,000 ordinary shares were repurchased for treasury at a cost of £1,888,000 during the six months to 30 June 2011.

As a result of the transactions detailed above, there were 64,509,642 ordinary shares in issue as at 30 June 2011, of which 4,622,700 ordinary shares were held in treasury.

## NOTES TO THE FINANCIAL STATEMENTS – continued

for the six months to 30 June 2011

### 7 Reconciliation of net return before finance costs and taxation to net cash inflow from operating activities

	Six months to 30 June 2011 £'000	Six months to 30 June 2010 £'000	Year to 31 December 2010 £'000
Net return before finance costs and taxation	<b>(1,180)</b>	(2,460)	4,108
Net losses/(gains) on capital items	<b>2,891</b>	3,313	(3,114)
(Decrease)/increase in creditors	<b>(115)</b>	(15)	83
(Increase)/decrease in debtors and accrued income	<b>(180)</b>	78	105
	<u>          </u>	<u>          </u>	<u>          </u>
Net cash inflow from operating activities	<b>1,416</b>	916	1,182

### 8 Reconciliation of net cash flow to movement in net funds

	Six months to 30 June 2011 £'000	Six months to 30 June 2010 £'000	Year to 31 December 2010 £'000
Decrease in cash	<b>(2,621)</b>	(192)	(859)
Realised exchange (losses)/gains	<b>(34)</b>	24	23
	<u>          </u>	<u>          </u>	<u>          </u>
	<b>(2,655)</b>	(168)	(836)
Net funds at start of period	<b>350</b>	1,186	1,186
	<u>          </u>	<u>          </u>	<u>          </u>
Net funds at end of period	<b>(2,305)</b>	1,018	350

### 9 Post balance sheet event

Subsequent to the half year end, on 19 August 2011, the Court of Session approved the Company's application to cancel its share premium account and an amount of £77,307,420 has been transferred from the Company's share premium account to its special reserve account.



## SHAREHOLDER INFORMATION

### Investing in the Company

The Company's ordinary shares are traded on the London Stock Exchange. You can buy or sell shares through your stockbroker, bank or other professional investment adviser. Shares in the Company may also be bought and held in a Share Plan or ISA through the BNP Paribas – Edinburgh Partners Savings Scheme and ISA. Further information is available on the Company's website: [www.epgot.com](http://www.epgot.com) or on the Edinburgh Partners' website: [www.edinburghpartners.com](http://www.edinburghpartners.com) or by telephone on 0845 358 1100.

### Frequency of net asset value ("NAV") publication

The Company's ordinary share net asset value is released daily to the London Stock Exchange and published on the Company's website: [www.epgot.com](http://www.epgot.com) and the Edinburgh Partners' website: [www.edinburghpartners.com](http://www.edinburghpartners.com).

### Share price and sources of other information

The Company's ordinary share price is quoted daily in the Financial Times and the Daily Telegraph. Previous day closing price, daily net asset value and other portfolio information is published on the Company's website: [www.epgot.com](http://www.epgot.com) and on Edinburgh Partners' website: [www.edinburghpartners.com](http://www.edinburghpartners.com). Other useful information on investment trusts, such as prices, net asset values and company announcements, can be found on the websites of the London Stock Exchange: [www.londonstockexchange.com](http://www.londonstockexchange.com) and the Association of Investment Companies ("AIC"): [www.theaic.co.uk](http://www.theaic.co.uk).

### Share register enquiries

The register for the ordinary shares is maintained by Computershare Investor Services PLC. In the event of queries regarding your holding, please contact the Registrar on 0870 889 4069 or email [web.queries@computershare.co.uk](mailto:web.queries@computershare.co.uk). Changes of name and/or address must be notified in writing to the Registrar, at the address shown on the inside back cover.

### Key dates

Company's year end	31 December
Annual results announced	March
Annual General Meeting	April
Annual dividend paid	May
Company's half year end	30 June
Half yearly results announced	August

In accordance with the Disclosure and Transparency Rules, the Company will be releasing Interim Management Statements ("IMS") for the quarters ending 31 March and 30 September. These will be released to the London Stock Exchange and may be viewed on the Company's website.

This document is not a recommendation, offer or invitation to buy, sell or hold ordinary shares of the Company. If you wish to deal in the ordinary shares of the Company, you may wish to contact an authorised professional investment adviser.

## SHAREHOLDER INFORMATION – continued

### RISK FACTORS

An investment in the Company should be regarded as long term and is only suitable for investors who are capable of evaluating the risks and merits of such investment and who have sufficient resources to bear any loss which might result from such investment.

The market value of, and the income derived from, the ordinary shares can fluctuate. The Company's share price may go down as well as up. Past performance is not a guide to future performance. There is no guarantee that the market price of the ordinary shares will fully reflect their underlying net asset value. Fluctuations in exchange rates will affect the value of overseas investments held by the Company. Investors may not get back the full value of their investment. There can be no guarantee that the investment objective of the Company will be met. The levels of, and reliefs from, taxation may change.

The principal risks facing the Company relating to its investment activities were set out in detail in the Annual Report for the year ended 31 December 2010, with an explanation of the risks and how they are managed detailed in note 18, and continue to be as set out in that report. These risks are investment and strategy, discount volatility, market price risk, liquidity risk, credit risk, interest rate risk, foreign currency risk, gearing, regulatory risk, operational risk and other financial risk. In particular, it should be noted that the Company does not have any benchmark. The Investment Manager is free to invest in securities on a global basis which it considers to be undervalued on an absolute basis. This policy is designed to permit the Investment Manager a large degree of freedom in share selection and as such investment results are dependent on the success or failure of the Investment Manager in correctly identifying undervalued securities.

This Half Yearly Report contains “forward looking statements” with respect to the Company's plans and its current goals and expectations relating to its future financial condition, performance and results. By their nature, all forward looking statements involve risk and uncertainty because they relate to future events that are beyond the Company's control. As a result, the Company's actual future financial condition, performance and results may differ materially from the plans, goals and expectations set forth in the Company's forward looking statements. The Company undertakes no obligation to update the forward looking statements contained within this Half Yearly Report or any other forward looking statements it makes.

The Company is a public company. It is registered in Scotland and its shares are listed on the London Stock Exchange. The Company is not regulated or authorised by the Financial Services Authority.

Employees of Edinburgh Partners Limited may (subject to applicable laws and regulations) hold shares in the Company and may buy, sell or offer to deal in the Company's shares from time to time.

## **DIRECTORS AND ADVISERS**

### **Directors (all non-executive)**

Teddy Tulloch (Chairman)  
Richard Burns  
David Hough  
Ian McBean  
Giles Weaver

### **Secretary and Registered Office**

Kenneth J Greig  
12 Charlotte Square  
Edinburgh EH2 4DJ

### **Investment Manager**

Edinburgh Partners Limited  
12 Charlotte Square  
Edinburgh EH2 4DJ

### **Auditors**

Ernst & Young LLP  
Ten George Street  
Edinburgh EH2 2DZ

### **Registrar and Transfer Office**

Computershare Investor Services PLC  
The Pavilions  
Bridgwater Road  
Bristol BS99 6ZY

### **Solicitor and Sponsor**

Dickson Minto W.S.  
16 Charlotte Square  
Edinburgh EH2 4DF

### **Bankers and Custodian**

The Bank of New York Mellon  
One Canada Square  
Canary Wharf  
London E14 5AL

*Registered in Scotland No. 259207*

*An investment company as defined under Section 833 of the  
Companies Act 2006*

*The Company is a member of the  
Association of Investment Companies ("AIC")*

