

PSG Global Portfolio Fund

Audited Financial Statements for the year ended 29 February 2012



PSG FUND MANAGEMENT (CI) LTD

PSG GLOBAL PORTFOLIO

Annual Report and Audited Financial Statements for the year ended 29 February 2012

CONTENTS

	Page
Management and Administration	2
Report of the Manager	3 - 5
Report of the Trustee	6
Report of the Investment Advisor	7
Independent Auditors' Report	8
Statement of Total Return	9 - 11
Statement of Movement in Unitholders' Funds	9 - 11
Balance Sheet	12 - 14
Notes to the Financial Statements	15 - 19
Assets, Liabilities and Significant Acquisitions and Disposals	20 - 25

MANAGEMENT AND ADMINISTRATION***Manager*****PSG Fund Management (CI) Limited**

PO Box 91
Legis House
11 New Street
St Peter Port
Guernsey
GY1 3EG

Administration and Registrar**Active Fund Services Limited**

3rd Floor
NatWest House
Le Truchot
St Peter Port
Guernsey, GY1 1WD
Channel Islands

Legis Fund Services Limited

(appointed 1 March 2012)

11 New Street
St Peter Port
Guernsey
GY1 2PF

Legal Advisors**AO Hall**

12-14 New Street
St Peter Port
Guernsey
Channel Islands
GY1 2PF

Independent Auditors**PricewaterhouseCoopers CI LLP**

Royal Bank Place
1 Gategny Esplanade
St Peter Port
Guernsey
Channel Islands
GY1 4ND

Directors of the Manager

Michael Smith
Henry Burger (appointed 1 March 2011)
Stuart Platt-Ransom (appointed 1 March 2012)
Brian Horsepool (resigned 1 March 2012)
Annette Bichard (resigned 1 March 2012)

Trustee**BNP Paribas Trust Company (Guernsey) Limited**

BNP Paribas House
St Julian's Avenue
St Peter Port
Guernsey
GY1 1WA

Investment Advisor to:

PSG Global Flexible Fund (Dollar)

PSG Global Flexible Fund (Sterling)

PSG Asset Management (Pty) Limited

Alphen Park
PSG House 2nd Floor
Constantia Main Road
Constantia
7806
South Africa

Investment Advisor to:

PSG Konsult Global Fund of Funds

Plexus Global Asset Management (BVI)

Plexus House
9 Queen Street
Durbanville
7750
South Africa

REPORT OF THE MANAGER

PSG Fund Management (CI) Limited (the "Manager") has pleasure in submitting its report for the PSG Global Portfolio (the "Fund") for the year to 29 February 2012.

Statement of Manager's Responsibilities

The Manager is responsible for preparing financial statements for each financial year which give a true and fair view, in accordance with applicable Guernsey law and United Kingdom accounting standards, of the state of affairs of the Fund and of the statement of total return of the Fund for that year. In preparing these financial statements, the Manager is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Fund will continue in business.

The Manager confirms that they have complied with the above requirements in preparing the financial statements.

The Manager is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Fund and enable them to ensure that the financial statements comply with the Trust Instrument and The Protection of Investors (Bailiwick of Guernsey) Law, 1987. They are also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

So far as the Manager is aware there is no relevant audit information of which the Fund's auditors are unaware and the Manager has taken all steps that they ought to have taken as Managers in order to make themselves aware of any relevant audit information and to establish that the Fund's auditors are aware of that information.

Activities and Status

A Trust Instrument dated 5 November 2001, as amended on 17 May 2002 and 21 January 2005, between the Manager and the Trustee established the Fund as an exempt unit trust under the laws of the Island of Guernsey.

The Fund is authorised by the Guernsey Financial Services Commission as a Class B Scheme under the provisions of The Protection of Investors (Bailiwick of Guernsey) Law, 1987.

The Fund consists of the following three Classes:

PSG Global Flexible Fund (Dollar)

PSG Global Flexible Fund (Sterling)

PSG Konsult Global Fund of Funds (Dollar)

REPORT OF THE MANAGER (continued)***Directors of the Manager******Brian Horsepool*** (resigned 1 March 2012)

Mr Horsepool has extensive experience of international fiduciary services for both institutional and private clients. He is an Associate, Chartered Institute of Bankers (Trustee Diploma) and an Associate, Society of Trust & Estate Practitioners. Mr Horsepool is the Managing Director of Active Compliance Services Limited, which provides compliance and consultancy services to investment companies and he is a director of a number of investment companies in Guernsey.

Michael Ian Frain Smith

Michael is currently the Chief Executive Officer of PSG Asset Management Administration Services (Pty) Limited and has 18 years experience in the financial services industry. Having completed his B.Com. Honours in Accounting at WITS in 1989, he commenced his articles with Deloitte & Touche and was promoted to position of audit manager in 1993. In 1993, he applied for a transfer to Deloitte & Touche's Corporate Finance division during which period he was involved in a number of due diligence reviews, capital restructuring, financial modeling and valuation assignments. In 1997, he accepted a corporate finance position with Real Africa Durolink Investment Bank Limited ("RAD"), during the 4½ years that Michael spent working as an executive in RAD's corporate finance division, he was involved in negotiating and implementing a variety of corporate finance deals and transactions. In September 2001, he accepted a Group Financial Director position with Appleton Limited a company that was listed on the JSE. In 2003, when Appleton Limited, was acquired by PSG Group Limited he was promoted to the position of Chief Financial Officer of PSG Investment Services (Pty) Ltd and has during the past 8 years worked in various senior managerial positions and served on a number of company board's and committees within PSG Group Limited, a company listed on the JSE.

Stuart Platt-Ransom (appointed 1 March 2012)

Stuart Platt-Ransom is the Managing Director of the Legis Group, a role to which he was appointed in July 2007. Stuart spent the previous 12 years with State Street Corp in its South Africa, Luxembourg, Dublin, London and Guernsey offices in various management, operational, business development and relationship management roles. Prior to that, Stuart worked for GAM in the Isle of Man. Most recently, Stuart was the Managing Director of State Street's business in Guernsey and was responsible for its business in Africa from 2002 to 2006.

Stuart serves as a director on the Legis Group companies and in addition holds a number of external directorships on listed private equity & property company structures as well as a Guernsey based investment management company.

Stuart is a Chartered Fellow of the Chartered Institute for Securities & Investment, a Chartered Manager & Fellow of the Chartered Management Institute, a Fellow of the Institute of Leadership & Management and a Fellow of the Institute of Directors. He is a British and South African citizen and is a resident of Guernsey.

Annette Bichard (resigned 1 March 2012)

Annette Bichard is an Executive Director of the Administrator. Annette joined the Active Group in August 2002 from Butterfield Bank (Guernsey) Ltd where she worked for over 13 years and was appointed to the Board of the Administrator in 2010. Annette's role has included managing fund operations, management and oversight services and providing consultancy and project management services to the fund and investments industry in Guernsey.

Henry Burger (appointed 1 March 2011)

Henry Burger obtained a BLC. Law (1997) and ADR (Dip) from the University of Pretoria and also holds a LLB (1999) from the University of Stellenbosch. Admitted as an Attorney to the High Court of South Africa, 2002, he completed his articles with Couzyn, Hertzog & Horak in 2001. He joined PSG in South Africa as head of legal and compliance in 2005 and in 2009 he relocated to Jersey to work as a Lawyer for the offshore law firm Ozannes. In 2011 he was appointed as an executive director for PSG Group's management company in Guernsey.

REPORT OF THE MANAGER (continued)**Results**

As at 29 February 2012 the net asset values and units in issue in respect of each Class Fund were as follows:

	29 Feb 2012		
	Nav per unit	Number of Units in Issue	Net Asset Value
PSG Global Flexible Fund (Dollar)	1.07	7,739,061	\$8,272,261
PSG Global Flexible Fund (Sterling)	1.12	4,803,259	£5,389,458
PSG Konsult Global Fund of Funds (Dollar)	1.14	21,670,044	\$24,944,060

	NAV per Unit		Percentage Increase
	29 Feb 2012	28 Feb 2011	
PSG Global Flexible Fund (Dollar)	\$1.07	\$1.05	1.90
PSG Global Flexible Fund (Sterling)	£1.12	£1.11	0.90
PSG Konsult Global Fund of Funds (Dollar)	\$1.15	\$1.14	0.88

The price history for the period is as follows: -

Period ended 29 February 2012	Highest NAV per Unit	Lowest NAV per Unit
PSG Global Flexible Fund (Dollar)	\$1.0820	\$0.9551
PSG Global Flexible Fund (Sterling)	£1.1305	£1.0260
PSG Konsult Global Fund of Funds (Dollar)	\$1.2104	\$1.0094

Distribution Policy

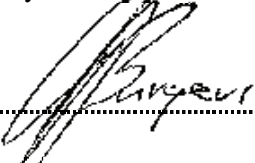
All, or substantially all, dividends, interest and other income of each Class Fund, net of all fees and other expenses of each Class Fund, will be distributed by the Trustee on the Distribution Date to Unitholders registered on the Register on the Dealing Day immediately prior to the Distribution Date.

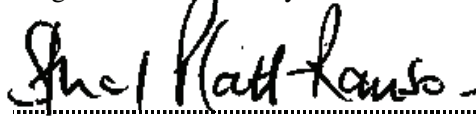
Scheme Particulars

Full details of the Fund can be found in its Scheme Particulars, copies of which can be obtained free of charge from the Manager.

The information contained in the Management and Administration page forms part of this report.

Approved by the Board of Directors of the Manager and signed on its behalf by: -

.....

 Director

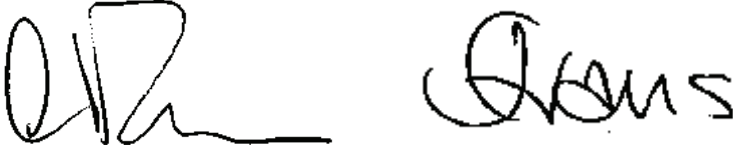
.....

 Director

Date: 16/08/2012

REPORT OF THE TRUSTEE

In respect of the year ended 29 February 2012, we state that in our opinion, PSG Fund Management (CI) Limited (the "Manager"), has managed the PSG Global Portfolio (the "Fund"):

- a) in accordance with the limitations imposed on the investment and borrowing powers of the Fund by the principal documents, by the scheme particulars and by The Protection of Investors (Bailiwick of Guernsey) Law, 1987; and
- b) in accordance with the provisions of the principal documents and The Collective Investment Schemes (Class B) Rules 1990.

**BNP Paribas Trust Company (Guernsey) Limited**

BNP Paribas House
St Julian's Avenue
St Peter Port
Guernsey
GY1 1WA

Date :

16/08/2012

REPORT OF THE INVESTMENT ADVISOR

The global economy entered another year of recovery in 2011 but grew more uneven as the disparate trends in developed and emerging markets that began in 2010 continued. While developed economies were generally working through a longer term debt-reduction cycle that constrained growth, many higher growth emerging-market economies were well-positioned based on their sizable foreign currency reserves and current account balances, as well as relatively low government debt loads.

Global stocks as a whole also entered 2011 with positive momentum as considerable government support in the developed world helped buttress global economic growth, and corporate earnings there generally remained strong. In emerging markets, rising inflationary pressures prompted the tightening of monetary policy and lending standards. European leaders also initially focused on inflation despite gathering pressures from high sovereign debt levels and numerous headwinds to growth. U.S. policymakers, however, prioritized economic growth, responding aggressively to signs of an economic slowdown through stimulus programs, unconventional central bank actions and the extension of tax cuts.

During 2011's second half, however, global stock market volatility seemed primarily driven by events in Europe as political brinkmanship hindered plans to secure a comprehensive European debt rescue package. The region's sovereign debt burdens and weakening economic growth emerged as leading sources of investor concern. Over the course of the year, Greece, Portugal and Ireland accepted bailouts, several countries' credit ratings were downgraded or placed on warnings, and many European governments imposed painful austerity measures, seeking to shrink fiscal deficits. Toward year-end, policymakers agreed to increase the size of the European Financial Stability Facility—intended to support the region's financial system—to one trillion euros and provide financing and capital to stressed regional lenders. European Union members, with the notable exception of the U.K., also backed a tax and budget agreement designed to promote closer fiscal coordination. These greater policy commitments helped stocks generally rebound sharply in October and early December, aided further by benign economic data, resilient corporate profits and a general sense among investors that equities appeared to have become oversold. However, for 2011 as a whole, global stocks, as measured by the MSCI All Country (AC) World Index, declined as investors repeatedly favored asset classes like gold, reserve currencies and higher-quality fixed income securities.

While 2011 proved to be a challenging year in the markets, we also saw reasons for optimism throughout it, including strong growth for corporate profits and cash flow, generally manageable stock market valuations, and slow improvements in the U.S. economy.

PSG Global Flexible Fund (Dollar and Sterling)

The objective of the Portfolio is long term capital appreciation through active asset allocation management of a diversified portfolio of collective investment schemes established, recognised or regulated in any Approved Country, and assets in liquid form. The emphasis of the Manager's investment approach will be on equities but subject to the Principal Particulars there will be no limit on the asset classes in which the Manager may invest and if the Manager considers that circumstances warrant it, the Portfolio may be invested predominantly or entirely in bond funds, cash funds or cash.

PSG Konsult Global Fund of Funds

The objective of the Portfolio is to maximize capital and income returns through active asset allocation management of a diversified portfolio of collective investment schemes established, recognised or regulated in any Approved Country and assets in liquid form. The emphasis of the Manager's investment approach will be on equities but subject to the Principal Particulars there will be no limit on the asset classes in which the Manager may invest and if the Manager considers that circumstances warrant it, the Portfolio may be invested predominantly or entirely in bond funds or cash.

INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF THE PSG GLOBAL PORTFOLIO**Report on the financial statements**

We have audited the accompanying financial statements of PSG Global Portfolio ("the Fund") which comprise the Balance Sheet as of 29 February 2012 and the Statement of Total Return and the Statement of Movement of Unit holders funds for the year then ended and a summary of significant accounting policies and other explanatory information.

Manager's Responsibility for the Financial Statements

The Manager is responsible for the preparation of financial statements that give a true and fair view in accordance with United Kingdom Accounting Standards and with the requirements of Guernsey law. The Manager is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Manager, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

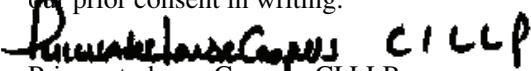
In our opinion, the financial statements give a true and fair view of the financial position of the Fund as 29 February 2012, and of its financial performance for the year then ended in accordance with United Kingdom Accounting Standards and have been properly prepared in accordance with the Trust Instrument and The Collective Investment Schemes (Class B) Rules, 1990.

Report on other legal and regulatory requirements

We read the other information contained in the Annual Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. The other information comprises the Report of the Manager, Report of the Trustee and Investment Advisor Report.

In our opinion the information given in the Report of the Manager, Report of the Trustee and Investment Advisor Report is consistent with the financial statements.

This report, including the opinion, has been prepared for and only for the Fund's unit holders as a body and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.


PricewaterhouseCoopers C1 LLP

Chartered Accountants

Guernsey, Channel Islands

17/08/2012

STATEMENT OF TOTAL RETURN*For the year ended 29 February 2012*

**PSG
Global Flexible
Fund (Dollar)
USD**

Income Statement:	Notes	29-Feb-12	28-Feb-11
Income	1 (a) & (b)	125,441	54,821
Management Fees	5	(135,129)	(227,940)
Trustee Fees	4	(15,050)	(21,734)
Administration Fees	3	(22,521)	(37,990)
Other Expenses		(17,860)	(12,109)
		(65,119)	(244,952)
Realised Currency Gain/(Loss)		-	- *
		(65,119)	(244,952)
Gains / (Losses) on Investments			
Realised Gain/(Loss)		-	- *
Unrealised Gain/(Loss)		-	- *
		-	-
Total Return for the year		(65,119)	(244,952)
Total Return per Unit for the year		(\$0.01)	(\$0.03) *

STATEMENT OF MOVEMENT IN UNITHOLDERS' FUNDS*For the year ended 29 February 2012*

**PSG
Global Flexible
Fund (Dollar)
USD**

	29-Feb-12	28-Feb-11
Unitholders' Funds at 1 March	9,747,985	14,854,782
Total Return for the year	(65,119)	(244,952)
Cash received for units created	2,870,604	1,555,340
Cash paid for units liquidated	(4,563,025)	(7,599,035)
Realised Currency (Loss)	(137)	(104,044) *
Realised Gain/(Loss)	737,200	(186,641) *
Unrealised (Loss)/Gain	(455,247)	1,472,535 *
Unitholders' Funds at 29 February	8,272,261	9,747,985

The notes on pages 15 to 19 form part of these financial statements.

* Refer to note 11 for the restatement of prior period

STATEMENT OF TOTAL RETURN*for the year ended 29 February 2012*

**PSG
Global Flexible
Fund (Sterling)
GBP**

Income Statement:	Notes	29-Feb-12	28-Feb-11
Income	1 (a) & (b)	199,952	20,984
Management Fees	5	(98,115)	(129,693)
Trustee Fees	4	(9,867)	(6,195)
Administration Fees	3	(16,352)	(21,615)
Other Expenses		(13,186)	(99,621)
		62,432	(236,140)
Realised Currency Gain/(Loss)		-	- *
		62,432	(236,140)
Gains / (Losses) on Investments			
Realised Gain/(Loss)		-	- *
Unrealised Gain /(Loss)		-	- *
		-	-
Total return for the year		62,432	(236,140)
Total Return per Unit for the year		£0.01	(£0.05) *

STATEMENT OF MOVEMENT IN UNITHOLDERS' FUNDS*for the year ended 29 February 2012*

**PSG
Global Flexible
Fund (Sterling)
GBP**

	29-Feb-12	28-Feb-11
Unitholders' Funds at 1 March	8,807,452	8,287,413
Total return for the year	62,432	(236,140)
Cash received for units created	251,137	1,035,839
Cash paid for units liquidated	(3,862,486)	(491,458)
Realised Currency (Loss) / Gain	(51,064)	373,255 *
Realised Gain / (Loss)	544,065	(446,507) *
Unrealised (Loss) / Gain	(362,078)	285,050 *
Unitholders' Funds at 29 February	5,389,458	8,807,452

The notes on pages 15 to 19 form part of these financial statements.

* Refer to note 11 for the restatement of prior period

STATEMENT OF TOTAL RETURN*For the year ended 29 February 2012*

**PSG Konsult
Global Fund of Funds
USD**

Income Statement:	Notes	<u>29-Feb-12</u>	<u>28-Feb-11</u>
Income	1 (a) & (b)	58,954	43,655
Management Fees	5	(367,321)	(235,174)
Trustee Fees	4	(31,760)	(23,322)
Administration Fees	3	(61,221)	(39,196)
Other Expenses		(51,960)	(16,505)
		(453,308)	(270,542)
Realised Currency Gain /(Loss)		-	- *
		(453,308)	(270,542)
Gains / (Losses) on Investments			
Realised Gain /(Loss)		-	- *
Unrealised Gain /(Loss)		-	- *
		-	-
Total Return for the year		<u>(453,308)</u>	<u>(270,542)</u>
Total Return per Unit for the year		(\$0.02)	(\$0.01) *

STATEMENT OF MOVEMENT IN UNITHOLDERS' FUNDS*For the year ended 29 February 2012*

**PSG Konsult
Global Fund of Funds
USD**

	<u>29-Feb-12</u>	<u>28-Feb-11</u>
Unitholders' Funds at 1 March	23,623,852	11,311,514
Total Return for the year	(453,308)	(270,542)
Cash received for units created	3,571,922	11,933,511
Cash paid for units liquidated	(2,215,067)	(1,481,953)
Realised Currency Loss	(225)	(358,585) *
Realised Gain	41,718	596,630 *
Unrealised Gain	375,168	1,893,277 *
Unitholders' Funds at 29 February	<u>24,944,060</u>	<u>23,623,852</u>

The notes on pages 15 to 19 form part of these financial statements.

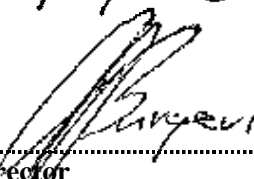
* Refer to note 11 for the restatement of prior period

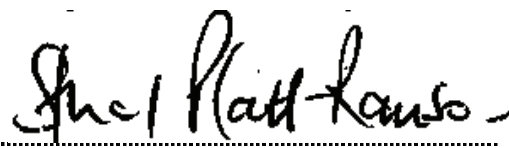
BALANCE SHEET*As at 29 February 2012*

		PSG Global Flexible Fund (Dollar)	
	Notes	29-Feb-12 USD	28-Feb-11 USD
Fixed Assets			
Investments	1(a) & 6	8,244,707	9,581,800
Current Assets and Accrued Income			
Cash at Bank and on Deposit		40,712	186,250
Accrued Income		2,307	-
Prepaid Expense		1104	2,012
		44,123	188,262
Creditors: Amounts due within one year			
Accrued Expenses		(16,569)	(22,077)
		(16,569)	(22,077)
Net Current Assets		27,554	166,185
Net Assets / Unitholders Funds		8,272,261	9,747,985

The notes on pages 15 to 19 form part of these financial statements.

The financial statements on pages 9 to 25 were approved by the Board of Directors of the Manager and signed on 16/08/2012 by:


.....
Director

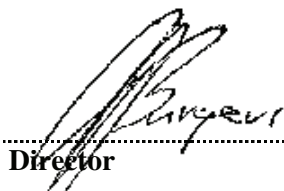

.....
Director

BALANCE SHEET*As at 29 February 2012*


		PSG	
		Global Flexible	
		Fund (Sterling)	
	Notes	29-Feb-12	28-Feb-11
		GBP	GBP
Fixed Assets			
Investments	1(a) & 6	5,260,291	8,023,028
Current Assets and Accrued Income			
Cash at Bank and on Deposit		137,013	796,791
Accrued Income		2,092	-
Prepaid Expense		815	3,566
		139,920	800,357
Creditors: Amounts due within one year			
Accrued Expenses		(10,753)	(15,933)
		(10,753)	(15,933)
Net Current Assets		129,167	784,424
Net Assets / Unitholders Funds		5,389,458	8,807,452

The notes on pages 15 to 19 form part of these financial statements.

The financial statements on pages 9 to 25 were approved by the Board of Directors of the Manager and signed on 16/08/2012 by:



 Director



 Director

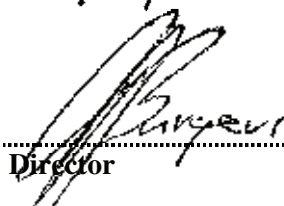
BALANCE SHEET*As at 29 February 2012*


**PSG Konsult
Global
Fund of Funds**

	Notes	29-Feb-12 USD	28-Feb-11 USD
Fixed Assets			
Investments	1(a) & 6	24,682,959	23,514,843
Current Assets and Accrued Income			
Cash at Bank and on Deposit		298,854	149,128
Accrued Income		6,158	-
Prepaid Expense		2,996	2,184
		<u>308,008</u>	<u>151,312</u>
Creditors: Amounts due within one year			
Accrued Expenses		(46,907)	(42,303)
		<u>(46,907)</u>	<u>(42,303)</u>
Net Current Assets		<u>261,101</u>	<u>109,009</u>
Net Assets / Unitholders Funds		<u><u>24,944,060</u></u>	<u><u>23,623,852</u></u>

The notes on pages 15 to 19 form part of these financial statements.

The financial statements on pages 9 to 25 were approved by the Board of Directors of the Manager and signed on 16/03/2012 by:


.....
Director


.....
Director

NOTES TO THE FINANCIAL STATEMENTS**1. Accounting Policies**

The financial statements are prepared under the historical cost convention as modified by the revaluation of investments and in accordance with United Kingdom accounting standards. The reporting currency of the Fund as a whole is US dollars however each cell is presented in its relevant currency. The particular accounting policies adopted are described below:

- (a) Quoted investments have been valued at middle market prices on 29 February 2012. The Fund has not adopted the optional parts of the "fair value" package of standards - FRS 23 to 26. Income arising on those investments that bear interest are accrued on a day-to-day basis. On acquisition of interest bearing investments the interest element is segregated from capital, being charged to the Income Account. On disposal, the Income Account is credited with that part of the proceeds attributable to accrued interest before the capital profit or loss is determined.
- (b) Income comprises of investment income which is accounted for on an ex-dividend basis, bank deposit and, if appropriate, loan interest which are accrued on a day-to-day basis. Where applicable, withholding taxes are deducted at source on investment income and the gross amounts recognised in the Statement of Total Returns.
- (c) Expenses are accounted for on an accrual basis.
- (d) The functional and presentational currency of PSG Global Flexible Fund (Dollar) and PSG Konsult Global Fund of Funds is U.S. Dollars and that of PSG Global Flexible Fund (Sterling) Pound Sterling. Monetary assets and liabilities (including investments) denominated in currencies other than the respective functional and presentational currencies are translated at the following rates of exchange which were current as at last valuation:

Euro to United States Dollar	1.3354 to \$1
Euro to Sterling	1.1932 to £1
United States Dollar to Sterling	1.5937 to £1

The translation differences are taken through the Statement of Total Return.

- (e) All, or substantially all, dividends, interest and other income of each Class Fund, net of all fees and other expenses of each Class Fund, will be distributed by the Trustee on the Distribution Date to Unitholders registered on the Register on the Dealing Day immediately prior to the Distribution Date.
- (f) Under Financial Reporting Standard No. 1 the Fund is exempt from the requirement to prepare a cash flow statement on the grounds that it qualifies as a small entity.

2. Units in Issue

As at the close of business on 29 February 2012 the total number of Units in issue in respect of each Class Fund was as follows:

Portfolio	<u>Units in Issue</u>
PSG Global Flexible Fund (Dollar)	7,739,061
PSG Global Flexible Fund (Sterling)	4,803,259
PSG Konsult Global Fund of Funds (Dollar)	21,670,044

3. Administration Fee

The Administrator is entitled to a fee of 0.25% per annum of the net asset value of the Fund, such fee accruing at each weekly valuation point.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**4. Trustee Fee**

The Trustee is entitled to a fee of 0.075% per annum of the Net Asset Value of the Fund, such fee accruing at each weekly valuation point. A transaction fee of not more than £75 is also payable on each purchase or sale of investments.

5. Fees of the Manager and the Investment Manager

Under the terms of the Trust Instrument, the Manager is entitled to a periodic fee in respect of each Class Fund calculated on the first dealing day of each month for the period up to and including the day preceding the last dealing day in each month up to a maximum of one twelfth of 1.5% of the Net Asset Value at the Valuation Point for the first dealing day of the month and payable monthly in arrears on the last dealing day in each month. This fee may only be increased with the approval of an Extraordinary Resolution. The periodic fee currently being charged by the Manager for each Class Fund is set out in the relevant Supplemental Particulars. The Manager will pay the fees of the Investment Manager out of its periodic fee. The Manager is also entitled to a performance fee at the end of each quarterly performance period (being the last business day of March, June, September and December of each year). At the end of the relative Performance Period, the Fund will pay the Manager an amount by which the Net Asset Value of the Fund as at the last business day in such performance period exceeds the highest Net Asset Value per Share of the Fund by reference to which a performance fee has previously been paid in respect of any previous performance period. However, the performance fee may only be charged to the extent it does not reduce the rate of return achieved by such Fund for such period below the Cumulative Hurdle Rate of 3 Month Sterling LIBOR plus 2%. The three Class Funds receive a rebate on a monthly basis for the investments in the various underlying funds, this rebate is used to reduce the management fees paid.

6. Investments

	PSG	2012	
	Global Flexible	PSG	PSG Konsult
	Fund (Dollar)	Global Flexible	Global
	USD	Fund (Sterling)	Fund of Funds
		GBP	USD
Opening Market Value	9,581,800	8,023,028	23,514,843
Purchases at Cost	10,345,514	5,097,794	2,241,457
Sales Proceeds	(11,964,422)	(8,083,193)	(1,490,000)
Realised Gain	737,200	631,290	41,718
Currency Loss	(137)	(51,064)	(225)
Unrealised (Loss)/ Gain	(455,248)	(357,564)	375,166
Closing Market Value	8,244,707	5,260,291	24,682,959
Closing Book Cost	7,733,312	4,954,634	23,013,603
Closing Unrealised Gain	511,395	305,657	1,669,356
Closing Market Value	8,244,707	5,260,291	24,682,959

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**6. Investments (continued)**

	PSG Global Flexible Fund (Dollar) USD	2011 PSG Global Flexible Fund (Sterling) GBP	PSG Konsult Global Fund of Funds USD
Opening Market Value	14,302,787	7,837,083	11,235,062
Purchases at Cost	6,888,676	3,785,993	26,287,832
Sales Proceeds	(12,791,513)	(3,811,846)	(16,139,373)
Realised (Loss)/ Gain	(186,641)	(446,507)	596,630
Currency (Loss)/ Gain	(104,044)	373,255	(358,585)
Unrealised Gain	1,472,535	285,050	1,893,277
Closing Market Value	9,581,800	8,023,028	23,514,843
Closing Book Cost	8,615,085	7,359,270	22,220,505
Closing Unrealised Gain	966,715	663,758	1,294,338
Closing Market Value	9,581,800	8,023,028	23,514,843

7. Taxation

The Director of Income Tax in Guernsey has confirmed that the Fund is exempt from Guernsey Income Tax under the Income Tax (Exempt Bodies) (Guernsey) Ordinance 1989. It should be noted, however, that dividend income arising on the Fund's investments will be subject, as appropriate, to any withholding taxes in the country of origin. Pursuant to the exemption granted under the above mentioned Ordinance, the Fund is subject to an annual fee, currently £600, payable to the Guernsey Authorities.

8. Related Party Transactions

Fees paid to the Manager, Trustee and Administrator are shown separately on the face of the Statement of Total Return. Details of the calculation of these fees are given in notes 3, 4 and 5.

	Management Fee Feb 2012	Administration Fee Feb 2012	Trustee Fee Feb 2012
PSG Global Flexible Fund (Dollar)	135,129	22,521	15,050
PSG Global Flexible Fund (Sterling)	98,115	16,352	9,867
PSG Konsult Global Fund of Funds (Dollar)	367,321	61,221	31,760

9. Financial Instrument Exposure

In pursuing its respective objectives, each Fund may hold a number of financial instruments which may comprise:

- Fund of funds, fixed income securities and floating rate securities. These are held in accordance with each Fund's investment objective and policies; and
- Cash, liquid resources and short-term debtors that arise directly from its operations.

The main risks arising from financial instruments are market price, foreign currency, interest rate, liquidity and credit risks. The Funds are limited to an overdraft facility value of no more than 10% of the current Net Asset Value of the Fund. The manager reviews policies for managing each of these risks, and the main policies are summarised below. These policies have remained unchanged since the beginning of the current period to which these Financial Statements relate.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**9. Financial Instrument Exposure (continued)*****Market Price Risk***

The Funds' investments are exposed to market price fluctuations which are monitored by the Investment Manager in pursuance of the investment objectives and policies applicable to the Funds.

Credit Risk

Credit risk is the risk of loss in the value of financial assets due to counterparties failing to meet all or part of their obligation. The financial assets consists of cash, prepaid expenses, investment related accrued income and securities sold receivables.

Interest Rate Risk

Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates.

The Fund has the following material bank assets which are subject to such risks.

	Balance	Interest Rate Type	Period end Interest Rate
PSG Global Flexible Fund (Dollar)	\$40,712	Variable	5.11%
PSG Global Flexible Fund (Sterling)	£137,013	Variable	5.43%
PSG Konsult Global Fund of Funds (Dollar)	\$298,854	Variable	5.11%

Liquidity Risk

The Funds' assets comprise mainly liquid securities which can be readily realised. The Funds' main liability is the redemption of any shares that investors wish to sell. Assets from a Fund may need to be sold if insufficient cash is available to finance such redemptions.

Foreign Currency Risk

The substantial portion of the net assets of each sub-fund are denominated in the currencies of the sub-funds, being U.S. Dollars and Sterling. The following table sets out the exposure of each sub-fund to foreign currency risk as at the year end. Interest receivable or expenses payable in currencies other than the base currency are converted to or from the base currency on or near the date of the transaction. Gains and losses on currency are included in the Statement of Total Return.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**9. Financial Instrument Exposure (continued)***Foreign Currency Risk (continued)*

At 29 February 2012 the value of the Funds' assets and liabilities denominated in various currencies were as follows:

Analysis in base currency of the respective Fund.

PSG Global Flexible Fund (Dollar)	GBP	USD	Total USD
Investments	-	8,244,707	8,244,707
Other Net Assets/(Liabilities)	(3,508)	31,062	27,554
Total	(3,508)	8,275,769	8,272,261

PSG Global Flexible Fund (Sterling)	GBP	USD	Total GBP
Investments	-	5,260,291	5,260,291
Other Net Assets/(Liabilities)	(9,938)	139,105	129,167
Total	(9,938)	5,399,396	5,389,458

PSG Konsult Global Fund of Funds (Dollar)	GBP	USD	Total USD
Investments	-	24,682,959	24,682,959
Other Net Assets/(Liabilities)	(8,295)	269,396	261,101
Total	(8,295)	24,952,355	24,944,060

10. Controlling party

There is no immediate controlling party nor is there an ultimate controlling party.

11. Restatement

During the year it was established that the prior year financial statements have been prepared on an incorrect basis.

On the 17 July 2006 the Trust instrument was amended to allow for distributions in the fund. The result of this amendment was the exclusion of non-distributable income in the Statement of Total Returns. The comparative figures has been amended by excluding realised and unrealised gains and losses in the Statement of Total Returns and directly including these balances in the Statement of Movement in Unitholder Funds.

12. Subsequent events

The Manager of the Fund replaced Active Fund Services Limited (“AFS”) with Legis Fund Services Limited (“Legis”) as Administrator and Designated Manager effective 1st March 2012. As a result, the two representatives of AFS on the Board of the Management company resigned and Stuart Platt-Ransom from Legis was appointed on the effective date. The Fund’s registered address also changed to that of the new administrator.

ASSETS, LIABILITIES AND SIGNIFICANT ACQUISITIONS AND DISPOSALS**PSG GLOBAL FLEXIBLE FUND (DOLLAR)****PORTFOLIO STATEMENT*****Investment Objective***

The objective of the Portfolio is long term capital appreciation through active asset allocation management of a diversified portfolio of collective investment schemes established, recognised or regulated in any Approved Country, and assets in liquid form. The emphasis of the Manager's investment approach will be on equities but subject to the Principal Particulars there will be no limit on the asset classes in which the Manager may invest and if the Manager considers that circumstances warrant it, the Portfolio may be invested predominantly or entirely in bond funds, cash funds or cash.

Assets and Liabilities as at 29 February 2012

Nominal	Description	Market Value USD	Percentage of the Portfolio
57,328.98	Foord International Trust	1,640,595	19.83
113,471.30	RE:CM Global Fund	1,614,356	19.52
1,086,391.92	Nedgroup Global Equity Fund -A	1,262,170	15.26
73,076.68	Coronation Global Managed USD Fund	844,284	10.21
13.32	Sarasin Equisar Global Them	275	0.00
30.97	Investec GSF Global Franchise Fund	922	0.01
63,067.51	Investec Global Strategic Income -A-Acc	1,606,960	19.43
1,214,655.41	PSG Global Equity Fund	1,275,145	15.41
	Value of Investments	8,244,707	99.67
	Cash at Bank	40,712	0.49
	Net Sundry Liabilities	(13,158)	(0.16)
	Value of the Portfolio	8,272,261	100.00

ASSETS, LIABILITIES AND SIGNIFICANT ACQUISITIONS AND DISPOSALS (CONTINUED)**PSG GLOBAL FLEXIBLE FUND (DOLLAR)****PORTFOLIO STATEMENT (CONTINUED)***Investments acquired and disposed of during the year ended 29 February 2012*

Acquisitions	Nominal	Cost USD
Coronation Global Managed USD Fund	135,296.98	1,400,000
Foord International Trust	97,763.58	2,775,000
Investec GSF Global Franchise Fund	5,851.29	155,560
Investec Global Gold- A Acc	58.79	1,596
Investec Global Strategic Income -A-Acc	48,316.25	1,240,002
Investec Management Currency- A Acc	10.49	1,477
Investec USD Money - A Acc	0.22	15
Nedgroup Global Equity Fund -A	1,130,929.37	1,142,976
PSG Global Equity Fund	623,604.69	609,131
RE:CM Global Fund	213,075.95	2,865,000
Sarasin Equisar Global Them	7,134.19	154,757
Total Acquisitions		10,345,514
		Proceeds USD
Disposals	Nominal	USD
Coronation Global Managed USD Fund	62,220.30	660,000
Foord International Trust	40,434.61	1,100,000
Investec GSF Global Franchise Fund	71,814.52	2,002,185
Investec Global Gold- A Acc	23,385.27	601,027
Investec Global Strategic Equity A- Acc	0.01	1
Investec Global Strategic Income -A-Acc	22,631.48	580,000
Investec Management Currency- A Acc	12,719.39	1,764,111
Investec USD Money - A Acc	359.97	23,580
Nedgroup Global Equity Fund -A	44,537.46	50,000
Orbis Optimal USD Fund	12,051.81	886,531
PSG Global Equity Fund	1,065,610.92	1,155,000
RE:CM Global Fund	99,604.65	1,290,000
Sarasin Equisar Global Them	85,307.80	1,851,987
Total Disposals		11,964,422

ASSETS, LIABILITIES AND SIGNIFICANT ACQUISITIONS AND DISPOSALS (CONTINUED)**PSG GLOBAL FLEXIBLE FUND (STERLING)****PORTFOLIO STATEMENT*****Investment Objective***

The objective of the Portfolio is long term capital appreciation through active asset allocation management of a diversified portfolio of collective investment schemes established, recognised or regulated in any Approved Country, and assets in liquid form. The emphasis of the Manager's investment approach will be on equities but subject to the Principal Particulars there will be no limit on the asset classes in which the Manager may invest and if the Manager considers that circumstances warrant it, the Portfolio may be invested predominantly or entirely in bond funds, cash funds or cash.

Assets and Liabilities as at 29 February 2012

Nominal	Description	Market Value GBP	Percentage of the Portfolio
58,366.60	Foord International Trust	1,048,057	19.45
116,752.56	RE:CM Global Fund	1,042,253	19.34
1,145,480.55	Nedgroup Global Equity Fund -A	835,050	15.49
73,403.00	Coronation Global Managed USD Fund	532,129	9.87
61,367.78	Investec Global Strategic Income -A-Acc	981,145	18.20
1,247,356.16	PSG Global Equity Fund	821,657	15.25
	Value of Investments	5,260,291	97.60
	Cash at Bank	137,013	2.55
	Net Sundry Liabilities	(7,846)	(0.15)
	Value of the Portfolio	5,389,458	100.00

ASSETS, LIABILITIES AND SIGNIFICANT ACQUISITIONS AND DISPOSALS (CONTINUED)**PSG GLOBAL FLEXIBLE FUND (STERLING)****PORTFOLIO STATEMENT (CONTINUED)***Investments acquired and disposed of during the year ended 29 February 2012*

Acquisitions	Nominal	Cost GBP
Coronation Global Managed USD Fund	78,218.56	514,719
Foord International Trust	95,804.38	1,684,067
Investec Global Gold- A Acc	82.10	1,358
Investec Global Strategic Income -A-Acc	27,216.17	438,322
Investec Management Currency- A Acc	11.84	1,015
Investec Sterling Money - A Acc	0.03	2
Nedgroup Global Equity Fund -A	1,172,830.35	762,531
PSG Global Equity Fund	11,509.34	7,610
RE:CM Global Fund	200,926.75	1,684,067
Sarasin Equisar Global Them	309.61	4,103
Total Acquisitions		5,097,794
Disposals	Nominal	Proceeds GBP
Coronation Global Managed USD Fund	4,815.56	31,987
Foord International Trust	37,437.78	614,686
Investec GSF Global Franchise Fund	97,348.42	1,679,089
Investec Global Gold- A Acc	34,540.73	553,622
Investec Global Strategic Income -A-Acc	-	319,086
Investec Management Currency- A Acc	11,494.62	988,635
Investec Sterling Money - A Acc	54.01	3,042
Nedgroup Global Equity Fund -A	27,349.80	19,245
Orbis Optimal USD Fund	17,653.60	806,183
PSG Global Equity Fund	1,130,010.12	749,963
RE:CM Global Fund	84,174.20	669,661
Sarasin Equisar Global Them	121,817.02	1,647,994
Total Disposals		8,083,193

ASSETS, LIABILITIES AND SIGNIFICANT ACQUISITIONS AND DISPOSALS (CONTINUED)**PSG KONSULT GLOBAL FUND OF FUNDS**
PORTFOLIO STATEMENT*Investment Objective*

The objective of the Portfolio is to maximize capital and income returns through active asset allocation management of a diversified portfolio of collective investment schemes established, recognised or regulated in any Approved Country and assets in liquid form. The emphasis of the Manager's investment approach will be on equities but subject to the Principal Particulars there will be no limit on the asset classes in which the Manager may invest and if the Manager considers that circumstances warrant it, the Portfolio may be invested predominantly or entirely in bond funds or cash.

Assets and Liabilities as at 29 February 2012

<u>Nominal</u>	<u>Description</u>	<u>Market Value USD</u>	<u>Percentage of the Portfolio</u>
168,559.96	Foord International Trust	4,823,714	19.34
353,628.25	RE:CM Global Fund	5,031,069	20.17
3,652,812.50	Nedgroup Global Balanced Fund Class A	4,832,671	19.37
442,174.24	Coronation Global Managed USD Fund	5,108,616	20.48
51,016.69	Investec Global Strategic Managed - A	4,886,889	19.59
	Value of Investments	24,682,959	98.95
	Cash at Bank	298,854	1.20
	Net Sundry Liabilities	(37,753)	(0.15)
	Value of the Portfolio	24,944,060	100.00

Investments acquired and disposed of during the year ended 29 February 2012

<u>Acquisitions</u>	<u>Nominal</u>	<u>Cost USD</u>
Coronation Global Managed USD Fund	44,548.46	470,000
Foord International Trust	13,870.54	380,000
Investec Global Strategic Managed - A	7,357.55	703,447
Nedgroup Global Balanced Fund Class A	411,194.85	508,010
RE:CM Global Fund	14,316.28	180,000
Total Acquisitions		2,241,457

ASSETS, LIABILITIES AND SIGNIFICANT ACQUISITIONS AND DISPOSALS (CONTINUED)**PSG KONSULT GLOBAL FUND OF FUNDS**
PORTFOLIO STATEMENT (CONTINUED)*Investments acquired and disposed of during the year ended 29 February 2012 (continued)*

Disposals	Nominal	Proceeds USD
Coronation Global Managed USD Fund	27,237.28	290,000
Foord International Trust	8,666.80	240,000
Investec Global Strategic Managed - A	4,051.73	390,000
Nedgroup Global Balanced Fund Class A	238,421.71	300,000
RE:CM Global Fund	20,283.51	270,000
Total Disposals		1,490,000

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