

SGAM FUND EQUITIES GOLD MINES

- A

December 2010

Management guidance

This Sub-Fund (denominated in USD) seeks long-term capital growth through investment of at least 67% of its total assets in shares of companies specialised in the gold mining industry and shares of gold mines, located in countries such as Australia, North America and South Africa, and in other precious metals or mineral stocks (such as silver and platinum group metals), provided that such investment does not exceed one-third of the Net Assets of the Sub-Fund.

Benchmark index

100% FT GOLD MINES TOTAL

AUM (million)

USD 150,34

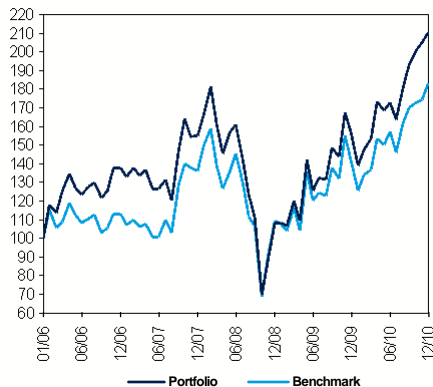
Net asset value

USD 40,66

Characteristics

Class	A
Fund launch date	27/12/93
Class Launch date	27/12/93
Reference currency	USD
Other dealing Currency	EUR - USD
Minimum investment	1 share(s)
Share Class	C
ISIN Code	LU0006229875
Subscription fees	5,00 % max
Redemption fees	None
Out-performance fees	None
Switching fees	1,50 % Maximum
Annual management fees	2,00 % IAT
NAV Frequency	Daily
Subscription / Redemption	
- Orders received each day D before 1 p.m	
- Orders executed on :	Forward pricing
Reuters Code	60006298
Bloomberg Code	SOGEGLM LX

NAV EVOLUTION (BASIS 100)



RISK INDICATORS

sliding year(s)	1 year	3 years
Portfolio Volatility	11,29 %	39,89 %
Benchmark Volatility	11,09 %	41,17 %

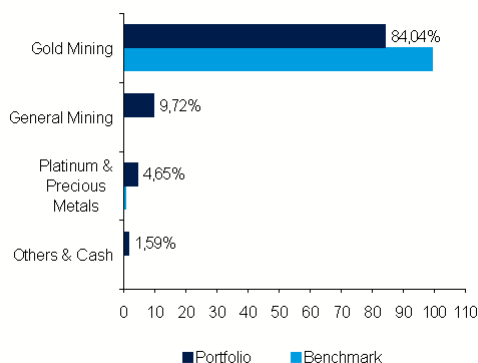
PERFORMANCE

Since	1 month	3 months	YTD	1 year	3 years	5 years
	30/11/10	30/09/10	31/12/09	31/12/09	31/12/07	30/12/05
Portfolio	2,71 %	8,76 %	34,19 %	34,19 %	35,67 %	107,54 %
Benchmark	4,66 %	7,44 %	29,03 %	29,03 %	34,02 %	80,83 %

MAIN HOLDINGS (% assets)

	Portfolio		Portfolio
KINROSS GOLD CORPORATION	9,93 %	YAMANA GOLD INC / TORONTO	4,97 %
GOLDCORP INC.	9,19 %	NEWMONT MINING CP	4,82 %
BARRICK GOLD CORP COM NPV	8,87 %	SILVER WHEATON CORP	4,65 %
NEWCREST MINING	6,73 %	BUENAVENTURA-SP ADR	4,08 %
ELDORADO GOLD CORP.	4,98 %	AGNICO EAGLE MINES-CAD	3,69 %

SECTOR BREAKDOWN



MANAGEMENT COMMENT

Precious metals continued to see strong demand in December as the IMF announced the completion of its sale of 403 tonnes. Gold, which reached a new high of 1431.25 \$ oz 7 December, ended the month +2.5% in USD while Silver moved above 30\$ oz, a level last seen in 1980 and the Gold/Silver ratio fell to 46 versus 49.3 end November. Sovereign debt fears in Europe, in particular in Spain, continued to support positive sentiment for Precious Metals. Defensive currencies such as the Swiss franc also benefited and reached record highs against the Euro and the USD as European sovereign spreads moved above 200 bp and concerns regarding the rapidly expanding US debt increased.

Despite this environment, world equity markets ended the year strong, the MSCI World appreciated 7% (USD) while the US Dollar lost on average 2.7% (Dollar Index).

The Gold mine market saw a rebound in December, +4.7% (FT Gold Mines Index). During the course of 2010 Gold and Gold Mines were closely correlated with very similar performances, +29.5% (\$) and +29.9% (\$) respectively.

The Fund Manager reduced the weighting of the majors in favour of the intermediary producers who offer better growth prospects. Exposure to exploration was also increased with the addition of some new companies.

GEOGRAPHICAL BREAKDOWN

