

Ethical Global Equity

Information is correct as at the 30th June 2010

Volatility/Risk



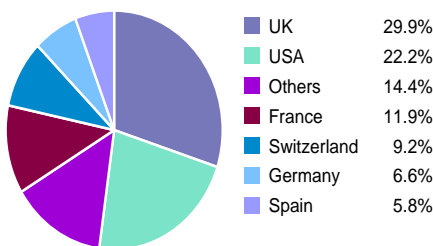
How the Fund Works

The aim of indexed funds is to consistently perform in line with the agreed benchmark index. We achieved this by either investing in the same assets as that of the index or holding assets that perform in line with the index. In this case, the fund's benchmark is split 50/50 between the **FTSE4Good Europe 50 Equities Index** and the **FTSE4Good Global 100 Equities Index**.

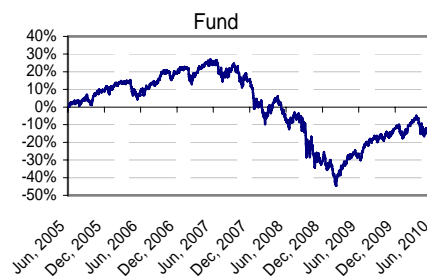
This fund is suitable for investors who want access to socially responsible investment companies working towards protecting the environment, developing positive relationships with stakeholders and up-holding and supporting human rights throughout the world.

The return of this fund since launch (22nd July 2004) is -0.27%p.a.

Country Distribution



Performance



Period	Return
YTD	-3.66%
1 Year	16.67% p.a.
3 Year	-12.19% p.a.
5 Year	-3.29% p.a.

The figures quoted are before tax and after management charges. Source: Irish Life.

Market Commentary

Markets continued to come under pressure in June, as the risks to the global recovery continued to weigh on sentiment. Equity markets added to the losses made since the start of the year while gold, the safe haven continued to trade close to its all time high. However other asset classes indicated some of the risk aversion had eased slightly in June as Eurozone bonds gave back some of the gains made since the start of the year and traded lower. The fall-off in the Euro against the Dollar also levelled off somewhat in June and finished the month unchanged. Corporate bonds and commodities were also broadly unchanged. Concerns that the austerity measure to be taken by governments will result in a double dip in the global economy, particularly if too many countries take large austerity measures together. There is a conflict of opinion with this regard as Germany and the European Union are in favour for budget deficits to be address quickly. The US, however, favours slower and longer period of fiscal adjustment, despite the spiralling levels of government debt. The G20 urged countries with serious fiscal challenges to accelerate the pace of consolidation.

Despite these concerns there has been little evidence that global activity has slowed. Business confidence in both the US and the EU continue to point to robust growth. Worries continued that the outlook for the Chinese economy may be stalling despite expectations that emerging economies will drive global growth. There are substantial indications that the recovery is becoming more broad based, with business demand, domestic demand and the labour markets all reiterating a positive trend. The European Union's decision to publish the results of individual tests for the 30 European banks, eased concerns and is hoped to provide transparency in the regions banking system. Germany and Spain have also said that they will publish results from stress tests of a broader set of domestic banks. This measure comes after stress tests were taken out on 22 institutions, last year, although the results were never published.

Warning: The value of your investment may go down as well as up. This fund may be affected by changes in currency exchange rates. Past performance is not a reliable guide to future performance.



Irish Life
Investment Managers