

# Elite Bloxham Global Equity Income Fund

(a Sub-fund of the Elite Fitzwilliam OEIC)

Authorised Corporate Director's Annual Short Report  
for the year ended 31 December 2009



# Investment Adviser's Report

for the year ended 31 December 2009

## INVESTMENT OBJECTIVE & POLICY

The investment objective of the Sub-fund is to provide a high and growing level of income together with medium to long term capital growth by primarily investing in a diversified portfolio of transferable securities traded on investment exchanges worldwide.

The Fund will be globally diversified with exposure primarily to the following regions: North America, Europe, Asia, and Australasia. There will, however, be no restrictions on the underlying content of the investments held in terms of geographical or economic sector meaning that the investment adviser has the absolute discretion to weight the portfolio towards any investment sector at any time.

Subject to the Sub-fund's investment objective and policy as set out above, the additional asset classes in which the Sub-fund is permitted to invest include units and/or shares in collective investment schemes, money market instruments and deposits as permitted for non-UCITS retail schemes under COLL and in accordance with the Company's investment powers as summarised in Schedule I of this Prospectus. Not more than 10% of the value of the Fund shall consist of units and/or shares in collective investment schemes. The Sub-fund may invest in derivative instruments and forward transactions for limited purposes as explained in Schedule I of the Prospectus of the Company (a copy of which is available free of charge from the ACD on request).

## PERFORMANCE OF THE SUB-FUND

The Elite Bloxham Global Equity Income Fund finished the year 12% higher. As at the year end the Fund was down 3% since inception in April 2008. Despite improved performance in the second half of the year the Fund underperformed on a relative basis over the last 12 months primarily as a result of its sectoral exposure. The key market dynamic last year was a 'dash for trash' in the March to May period in which more highly leveraged, cyclically exposed, smaller capitalisation, stocks outperformed the broader market. In addition emerging markets, which the Fund is underweight, outperformed developed markets, also impacting relative performance. However, over the last 6 months the Sub-fund has delivered improved relative performance as stock markets have become less volatile and investors have focused more on large cap, quality stocks, both cyclical and defensive in which the Fund is heavily weighted.

	<b>6 months</b>	<b>1 year</b>	<b>Since launch*</b>
Elite Bloxham Global Equity Income Fund	23.86%	12.03%	-2.99%
IMA Global Growth Sector Average	23.55%	22.95%	-1.20%
<b>Discrete Performance</b>		<b>2008*</b>	<b>2009</b>
Elite Bloxham Global Equity Income Fund		-13.41%	12.03%

Source: Financial Express. Total Return Basis. Net Revenue Reinvested.

14 April 2008.

## Investment Adviser's Report (continued)

### INVESTMENT REVIEW

Global equity markets enjoyed solid upward momentum in quarter 3 and quarter 4 2009. Investor risk appetite continued to improve on the back of tentative signs of economic recovery. Importantly, post the beta rally of March to May, market leadership broadened in the later stages of the year which contributed to improved relative performance for the Sub-fund in the fourth quarter. Equity exposure was increased over the period with a resultant reduction in the Sub-fund's cash balances.

Although we continued to actively increase the Sub-fund's cyclical exposure in quarter 3 and quarter 4 2009 to increase beta, we also opportunistically added to high quality stocks which had lagged the market advance. Stocks added to the Sub-fund in this regard included US pharmaceutical company Merck & Co, US tobacco company Reynolds American and healthcare company Abbott Laboratories.

On a geographic basis we continued to increase the Sub-fund's US and Asian exposure with a view to further increasing diversification. Japanese stocks added to the Sub-fund in the second half of the year included Shiseido and Seven & I Holdings.

The Sub-fund retains a majority core holding in large cap, stable growth, quality dividend paying stocks. Examples of such stocks include Swiss food group Nestle, US Health Professions Council company Proctor & Gamble and UK beverages group Diageo. These core holdings are supplemented by holdings in high quality cyclical companies which provide exposure to improving economic developments. Examples of such stocks include global mining giant BHP Billiton and US home improvement company Home Depot. Across the Sub-fund the focus remains on stocks with strong cash generation, solid balance sheets and the ability to sustain and grow attractive dividend payouts. The Sub-fund is currently trading on a prospective dividend yield of circa 3.9%.

### OUTLOOK

We approach 2010 with cautious optimism that both the global economic recovery and stability in markets can be sustained, although individual stock volatility will remain in place.

The speed and underlying strength of the global economic recovery is varying from region to region, reflecting different policy stances, underlying growth potential and the general health of the financial system. However, the broad trend of an unfolding recovery seems clear. That said we expect volatility in both growth and inflation to be a key theme going forward. The key issue for economic growth in 2010 remains the timing of policy re-entry globally.

Reasonable valuations and an expected re-allocation of institutional funds to equities should help the equity markets rise again, but we believe upside is capped at around 10% - 12%, given that the global monetary authorities 'exit strategy' from Quantitative Easing and record low interest rates will come into play in quarter 3 and quarter 4 2010. The markets have been range bound since early October, and are finely balanced. A 10% rally would see us raise cash significantly, while a 10% correction would see us adopt a more aggressive strategy; patience is required.

Bloxham Wealth Management as sub advisor to the  
Elite Bloxham Global Equity Income Fund.

28 January 2010

## Fund Facts

<b>LAUNCH DATE</b>	<b>ACCOUNTING END DATES</b>	<b>DISTRIBUTION DATES</b>
14 April 2008	30 June (Interim) 31 December (Final)	31 August (Interim) 30 April (Final)

### FUND EXPENSES

	<b>31 December 2009</b>	
	%	
	Institutional Class (%)	Retail Class (%)
ACD's periodic charge	0.75	1.50
Other expenses	0.97	0.95
Total expense ratio (see below)	1.72	2.43
	<b>31 December 2008</b>	
	%	
	Institutional Class (%)	Retail Class (%)
ACD's periodic charge	0.75	1.50
Other expenses	1.01	0.97
Total expense ratio (see below)	1.76	2.45

### TOTAL EXPENSE RATIO (TER)

This is a measure of the total costs associated with managing the Sub-fund. Apart from the initial charge and bank interest, all other expenses are included in the TER. The TER is an internationally accepted standard for the comparison of costs for authorised funds. The TER for 2008 is not for a complete year.

### DISTRIBUTION INFORMATION

#### Retail Income

The distribution payable on 30 April 2010 is 0.8397p net per share.

#### Retail Accumulation

The distribution payable on 30 April 2010 is 0.8831p net per share.

#### Institutional Income

The distribution payable on 30 April 2010 is 0.8836p net per share.

#### Institutional Accumulation

The distribution payable on 30 April 2010 is 0.9943p net per share.

### PORTFOLIO INFORMATION

	<b>Year to</b>	<b>Year to</b>
	<b>31 December 2009</b>	<b>31 December 2008</b>
Total purchases for the year	£10,188,723	£3,728,739
Total sales for the year	£6,679,218	£1,698,819
Portfolio Turnover Rate	432.83%	162.05%

The Portfolio Turnover Rate (PTR) gives an indication of how much the Sub-fund's investments have changed during the year, as the Sub-fund pays for any charges involved with buying and selling investments.

## Performance Record

### NET ASSET VALUE

This table shows the value of the Sub-fund and its share.

Accounting Date	Total Net Asset Value	Net Assets per Share	Shares in Issue
<b>31/12/2008</b>			
Retail Income	£31,797	83.65p	38,014
Retail Accumulation	£23,155	86.48p	26,776
Institutional Income	£168	84.00p	200
Institutional Accumulation	£2,000,766	86.73p	2,306,900
<b>31/12/2009</b>			
Retail Income	£2,090,306	90.93p	2,298,907
Retail Accumulation	£1,105,900	96.88p	1,141,512
Institutional Income	£403,995	92.12p	438,553
Institutional Accumulation	£2,375,830	97.83p	2,428,481

### PRICE HISTORY

Calendar Year	Highest Share Price	Lowest Share Price	Net Revenue per Share
<b>Retail Income</b>			
2008 <sup>(1)</sup>	103.22p	74.81p	–
2009	93.01p	67.36p	4.3184p
2010 <sup>(2)</sup>	–	–	0.8397p
<b>Retail Accumulation</b>			
2008 <sup>(1)</sup>	103.27p	74.87p	–
2009	98.20p	69.58p	6.9267p
2010 <sup>(2)</sup>	–	–	0.8831p
<b>Institutional Income</b>			
2008 <sup>(1)</sup>	103.21p	75.12p	–
2009	94.28p	67.71p	4.1962p
2010 <sup>(2)</sup>	–	–	0.8836p
<b>Institutional Accumulation</b>			
2008 <sup>(1)</sup>	103.26p	75.01p	–
2009	99.07p	69.90p	4.2857p
2010 <sup>(2)</sup>	–	–	0.9943p

<sup>(1)</sup> From 14 April 2008 to 31 December 2008.

<sup>(2)</sup> The above tables show the net revenue to 30 April 2010.

### RISK WARNING

It is important to remember that past performance should not be seen as an indication to future performance. The value of shares and the revenue from them may go down as well as up and an investor may get back less than their original investment. Exchange rate changes may cause the value of overseas investments to rise or fall.

# Portfolio Statement

as at 31 December 2009

Holding	Investment	Market Value £	% of Net Assets
	<b>UNITED KINGDOM – 18.90% (14.52%)</b>		
	<b>Oil &amp; Gas Producers – 2.85% (1.87%)</b>		
9,400	Royal Dutch Shell (B)	170,187	2.85
	<b>Mining – 3.28% (0.51%)</b>		
9,850	BHP Billiton	196,015	3.28
	<b>Beverages – 1.65% (0.00%)</b>		
9,100	Diageo	98,462	1.65
	<b>Food Producers – 1.53% (1.84%)</b>		
4,600	Unilever	91,218	1.53
	<b>Tobacco – 0.71% (2.10%)</b>		
2,100	British American Tobacco	42,231	0.71
	<b>Pharmaceuticals &amp; Biotechnology – 0.73% (2.00%)</b>		
3,300	GlaxoSmithKline	43,494	0.73
	<b>Food &amp; Drug Retailers – 0.00% (1.98%)</b>		
	<b>Media – 1.82% (0.00%)</b>		
21,600	Reed Elsevier	108,648	1.82
	<b>Mobile Telecommunications – 2.43% (1.78%)</b>		
101,550	Vodafone Group	145,318	2.43
	<b>Banks – 2.05% (2.44%)</b>		
17,175	HSBC Holdings	122,767	2.05
	<b>Nonlife Insurance – 1.85% (0.00%)</b>		
92,200	Royal & SunAlliance Insurance Group	110,640	1.85
	<b>Total United Kingdom</b>	<b>1,128,980</b>	<b>18.90</b>
	<b>UNITED STATES – 29.20% (32.39%)</b>		
	<b>Oil &amp; Gas Producers – 2.92% (1.47%)</b>		
2,150	Chevron	103,055	1.72
3,700	Marathon Oil	71,877	1.20
	<b>Chemicals – 2.22% (0.00%)</b>		
6,300	Du Pont de Nemours	132,503	2.22
	<b>Construction &amp; Materials – 1.10% (0.00%)</b>		
1,720	Sherwin-Williams	65,881	1.10
	<b>Aerospace &amp; Defence – 1.40% (3.09%)</b>		
1,780	Lockheed Martin	83,627	1.40
	<b>Industrial Engineering – 0.00% (1.17%)</b>		
	<b>Beverages – 3.70% (2.75%)</b>		
2,800	Coca-Cola	99,690	1.67
3,200	PepsiCo	121,086	2.03
	<b>Food Producers – 0.00% (2.09%)</b>		
	<b>Personal Goods – 0.00% (1.99%)</b>		

## Portfolio Statement (continued)

Holding	Investment	Market Value £	% of Net Assets
	<b>UNITED STATES – continued</b>		
	<b>Household Goods &amp; Home Construction – 2.57% (0.00%)</b>		
4,050	Procter & Gamble	153,400	2.57
	<b>Tobacco – 3.64% (3.92%)</b>		
6,200	Altria Group	75,789	1.27
4,300	Reynolds American	141,913	2.37
	<b>Health Care Equipment &amp; Services – 1.13% (0.00%)</b>		
2,000	Abbott Laboratories	67,328	1.13
	<b>Pharmaceuticals &amp; Biotechnology – 3.51% (3.59%)</b>		
3,920	Johnson & Johnson	157,096	2.63
2,300	Merck & Co	52,593	0.88
	<b>Fixed Line Telecommunications – 0.00% (3.48%)</b>		
	<b>General Retailers – 2.47% (0.00%)</b>		
8,220	Home Depot	147,853	2.47
	<b>Travel &amp; Leisure – 1.49% (0.00%)</b>		
2,300	McDonald's	89,304	1.49
	<b>Banks – 0.86% (2.07%)</b>		
2,000	JPMorgan Chase & Co	51,305	0.86
	<b>Software &amp; Computer Services – 0.00% (4.66%)</b>		
	<b>Technology Hardware &amp; Equipment – 2.19% (2.11%)</b>		
10,300	Intel	130,997	2.19
	<b>Total United States</b>	<b>1,745,297</b>	<b>29.20</b>
	<b>BRAZIL – 2.52% (0.00%)</b>		
	<b>Beverages – 2.52% (0.00%)</b>		
2,400	Companhia De Bebidas Das Amersambev (Pref ADR)	150,720	2.52
	<b>FINLAND – 1.95% (0.98%)</b>		
	<b>Technology Hardware &amp; Equipment – 1.95% (0.98%)</b>		
14,700	Nokia	116,625	1.95
	<b>FRANCE – 13.34% (14.85%)</b>		
	<b>Oil &amp; Gas Producers – 1.78% (2.68%)</b>		
2,650	Total	106,476	1.78
	<b>Chemicals – 1.11% (1.85%)</b>		
890	Air Liquide	66,145	1.11
	<b>Construction &amp; Materials – 0.83% (1.94%)</b>		
1,400	Vinci	49,565	0.83
	<b>Aerospace &amp; Defence – 0.54% (0.00%)</b>		
1,020	Thales	32,383	0.54

## Portfolio Statement (continued)

Holding	Investment	Market Value £	% of Net Assets
	<b>FRANCE – continued</b>		
	<b>Electronic &amp; Electrical Equipment – 1.83% (1.75%)</b>		
1,505	Schneider Electric	109,309	1.83
	<b>Travel &amp; Leisure – 2.01% (0.00%)</b>		
3,525	Accor	119,844	2.01
	<b>Fixed Line Telecommunications – 0.94% (0.00%)</b>		
3,650	France Telecom	56,585	0.94
	<b>Gas, Water &amp; Multiutilities – 0.61% (2.25%)</b>		
1,365	Gaz de France	36,440	0.61
	<b>Banks – 1.35% (1.25%)</b>		
1,624	BNP Paribas	80,787	1.35
	<b>Nonlife Insurance – 2.34% (3.13%)</b>		
9,460	AXA	139,672	2.34
	<b>Total France</b>	<b>797,206</b>	<b>13.34</b>
	<b>GERMANY – 4.70% (6.61%)</b>		
	<b>Chemicals – 2.67% (2.70%)</b>		
1,300	BASF	50,447	0.84
2,190	Bayer	109,176	1.83
	<b>Gas, Water &amp; Multiutilities – 0.00% (1.47%)</b>		
	<b>Nonlife Insurance – 2.03% (2.44%)</b>		
1,560	Allianz	121,212	2.03
	<b>Total Germany</b>	<b>280,835</b>	<b>4.70</b>
	<b>IRELAND – 7.18% (1.77%)</b>		
	<b>Construction &amp; Materials – 0.39% (1.77%)</b>		
1,400	CRH	23,596	0.39
	<b>Food Producers – 1.39% (0.00%)</b>		
265,600	Total Produce	82,867	1.39
	<b>Nonequity Investment Instruments – 5.40% (0.00%)</b>		
£322,614	Universal Sterling Fund	322,614	5.40
	<b>Total Ireland</b>	<b>429,077</b>	<b>7.18</b>
	<b>NETHERLANDS – 0.00% (0.59%)</b>		
	<b>Industrial Transportation – 0.00% (0.59%)</b>		
	<b>SPAIN – 0.00% (2.14%)</b>		
	<b>Electricity – 0.00% (2.14%)</b>		

## Portfolio Statement (continued)

Holding	Investment	Market Value £	% of Net Assets
	<b>SWEDEN – 2.82% (0.00%)</b>		
	<b>Technology Hardware &amp; Equipment – 2.82% (0.00%)</b>		
29,500	Ericsson (B)	168,551	2.82
	<b>SWITZERLAND – 7.11% (4.91%)</b>		
	<b>Food Producers – 1.61% (2.36%)</b>		
3,200	Nestlé	96,194	1.61
	<b>Pharmaceuticals &amp; Biotechnology – 2.93% (2.55%)</b>		
1,450	Novartis	49,063	0.82
1,200	Roche Holding	126,380	2.11
	<b>Nonlife Insurance – 2.57% (0.00%)</b>		
1,130	Zurich Financial Services	153,417	2.57
	<b>Total Switzerland</b>	<b>425,054</b>	<b>7.11</b>
	<b>CHINA – 2.07% (0.00%)</b>		
	<b>Banks – 2.07% (0.00%)</b>		
371,000	Bank of China	123,821	2.07
	<b>HONG KONG – 4.60% (1.95%)</b>		
	<b>General Industrials – 2.24% (1.95%)</b>		
31,400	Hutchison Whampoa	133,685	2.24
	<b>Mobile Telecommunications – 2.36% (0.00%)</b>		
24,325	China Mobile	141,055	2.36
	<b>Total Hong Kong</b>	<b>274,740</b>	<b>4.60</b>
	<b>JAPAN – 2.69% (2.95%)</b>		
	<b>Personal Goods – 1.12% (0.00%)</b>		
5,600	Shiseido	66,671	1.12
	<b>Food &amp; Drug Retailers – 0.83% (0.00%)</b>		
3,900	Seven & I Holdings	49,456	0.83
	<b>Software &amp; Computer Services – 0.00% (0.91%)</b>		
	<b>Technology Hardware &amp; Equipment – 0.74% (2.04%)</b>		
1,700	Canon	44,433	0.74
	<b>Total Japan</b>	<b>160,560</b>	<b>2.69</b>

## Portfolio Statement (continued)

<b>Holding</b>	<b>Investment</b>	<b>Market Value £</b>	<b>% of Net Assets</b>
	<b>AUSTRALIA – 0.74% (0.00%)</b>		
	<b>Health Care Equipment &amp; Services - 0.74% (0.00%)</b>		
5,200	Sonic Healthcare	44,391	0.74
	Portfolio of investments	5,845,857	97.82
	Net other assets	130,174	2.18
	<b>Net assets</b>	<b>£5,976,031</b>	<b>100.00%</b>

All investments are in ordinary shares unless otherwise stated.

## OTHER INFORMATION ABOUT THE COMPANY DURING THE YEAR

The information in this report is designed to enable Shareholders to make an informed judgment on the activities of the Company during the period it covers and the result of those activities at the end of the year. The full Report and Accounts are available free of charge on request from the ACD. For more information about the activities and performance of the Sub-funds during the year and previous periods, please contact the ACD at the address as noted on the back cover.

The price of shares in the Sub-funds are currently quoted on the web pages of Financial Express, which can be accessed at [www.fundlistings.com](http://www.fundlistings.com).

With effect from 6 April 2009 the Fitzwilliam OEIC changed its name to Elite Fitzwilliam OEIC.

## RISK PROFILE

The following are important warnings:

- Investors should appreciate that there are inherent risks in all types of investments. Stock market prices can move erratically and be unpredictably affected by many diverse factors, including political and economic events but also rumours and sentiment. Investment in the Sub-funds should be regarded as a long-term investment. There can be no guarantee that the objectives of the Sub-fund will be achieved.
- The capital value and the revenue from shares in the Sub-fund can fluctuate and the price of shares and the revenue from them can go down as well as up and are not guaranteed. On encashment, particularly in the short term, investors may receive less than the original amount invested. The ACD's initial charge is deducted from an investment at the outset and an equivalent rise in the value of the shares is required before the original investment can be recovered.
- Defensive investment in cash and money market instruments, at times when relevant stockmarket indices are rising, may constrain the growth of capital invested in the Sub-funds.
- Investments may be made in assets denominated in various currencies and the movement of exchange rates may have a separate effect, unfavourable as well as favourable, on the gains and losses otherwise experienced on such investments.
- It must be emphasised that past performance is not necessarily a guide to future growth or rates of return.
- Exemptions, thresholds and rates of tax may change in future tax years.
- Some or all of any other charges and expenses may be treated as a capital expense in accordance with the Regulations, which may have the effect of eroding capital or constraining capital growth.
- As a Non-UCITS Retail Scheme, the Sub-funds can invest up to 20% of their assets, in aggregate, into unregulated funds and unapproved securities which may, from time to time, prove to be less liquid than their regulated and approved equivalents.

## Directory/Company Information

### THE OPEN-ENDED INVESTMENT COMPANY

Elite Fitzwilliam OEIC  
C/O WAY Fund Managers Limited  
Cedar House  
3 Cedar Park  
Cobham Road  
Wimborne  
Dorset BH21 7SB  
(authorised and regulated by the Financial Services Authority)

### REGISTERED IN ENGLAND

IC000427 and authorised and regulated by the Financial Services Authority

### THE AUTHORISED CORPORATE DIRECTOR (ACD)

WAY Fund Managers Limited  
Cedar House  
3 Cedar Park  
Cobham Road  
Wimborne  
Dorset BH21 7SB  
(authorised and regulated by the Financial Services Authority)

### BOARD OF DIRECTORS OF THE ACD

Chairman: Paul Wilcox  
Directors: Peter Legg  
Vincent Hoare  
Andrew Stevens

### DEPOSITARY

The Bank of New York Mellon  
Trust & Depositary (UK) Limited.  
The Bank of New York Mellon Centre  
160 Queen Victoria Street  
London EC4V 4LA  
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### INVESTMENT ADVISERS

Bloxham Wealth Management  
International Financial Services Centre  
2/3 Exchange Place  
Dublin 1  
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(authorised and regulated by the Irish Financial Services Regulatory Authority)

### THE INDEPENDENT AUDITOR

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London EC2P 2YU

### ADMINISTRATORS AND REGISTRARS

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