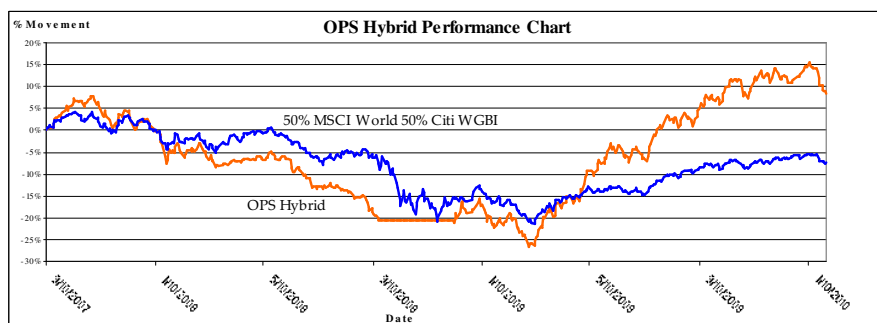


### Portfolio Objectives

The OPS Hybrid is a medium-risk portfolio permitted to hold a maximum of 50% in equities and 70% in bonds, with no restrictions in holding cash. No leverage is used.

### Performance Chart



### Investment Manager's Comment

After witnessing a bright start to the year, equity markets across the globe fell sharply in the last 2 weeks of January after credit spreads widened in Greece, Spain and Portugal. The widening of the spreads back to levels not seen since last February caused investors to retreat from riskier assets on fears that these countries may default on their debt obligations or be required to restructure their repayment schedule similar to what happened in Dubai late last year. Adding to the fears have been China's attempts to slowdown economic growth with particular focus on their property sector which has surged in the last 12 months. Both of these factors meant that there was a flight back into Government bonds although corporate, emerging market and high yield bonds also faced heavy selling pressure due to them being perceived as riskier assets. The sell-off in these riskier assets resulted in the OPS Hybrid portfolio posting a decline of 3.7%<sup>1</sup> for the month whilst its benchmark shed 1.1%.

The sell-off has come amidst a backdrop of some very solid fundamentals. Economic growth has generally been strong across the board, with only the UK showing anemic growth amongst the developed markets. The housing markets in the US and UK are starting to show some signs of bottoming, whilst unemployment also seems to have seen the worst. On the corporate side, earnings have been extremely strong so far with a number of companies even upping this year's guidance. All of these factors should see the downside limited in the market sell-off with our belief that the European debt issue hanging over the markets only for the short-term. We do not envisage the debt problems having a lasting effect on the markets and would expect both the equity and high yielding bond markets to bounce once these issues start to clear up. We will monitor the market for signs that there could be further sell-offs, in which case we will switch back to money funds for protection, although we believe it is unlikely to happen.

<sup>1</sup> This figure is a representative of all portfolios in the service in US or Hong Kong dollar terms prior to December 31st who have not topped-up their portfolios. Your portfolio may vary from this figure depending on when your portfolio began or when you topped-up the portfolio or if your base currency is not either US or Hong Kong dollars.

### Monthly Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
OPS Hybrid 2007									4.25%	3.38%	-3.68%	-0.89%	2.89%
50% MSCI World 50% Citi WGBI 2007									2.75%	1.38%	-1.69%	-0.44%	1.97%
OPS Hybrid 2008	-7.51%	2.01%	-4.73%	1.17%	0.85%	-5.37%	-1.79%	-2.50%	-6.80%	-0.10%	-0.02%	3.36%	-20.04%
50% MSCI World 50% Citi WGBI 2008	-3.36%	-0.57%	-1.08%	2.08%	-0.03%	-4.06%	-0.22%	1.09%	-4.80%	-6.71%	-0.49%	1.76%	-15.58%
OPS Hybrid 2009	-3.40%	-4.69%	6.35%	7.68%	9.95%	0.72%	6.37%	0.55%	5.00%	1.07%	2.97%	0.70%	37.46%
50% MSCI World 50% Citi WGBI 2009	-3.57%	-2.94%	2.65%	3.03%	1.25%	0.41%	3.09%	1.83%	1.42%	-0.97%	1.67%	0.78%	8.73%
OPS Hybrid 2010													-3.74%
50% MSCI World 50% Citi WGBI 2010													-1.10%

**Disclaimer:** The material is for general information only and any opinions contained herein are for reference only. It does not constitute an invitation or offer to buy or sell any investment products. Investment involves risk including a possible loss to the principal amount invested. Foreign exchange volatility constitutes an additional exchange rate risk. Professional advice should be obtained before acting on any information herein. For complete details of investment products, please refer to the prospectus.

### Information

Launch Date	September 10, 2007
Minimum Investment	HK\$ 250,000

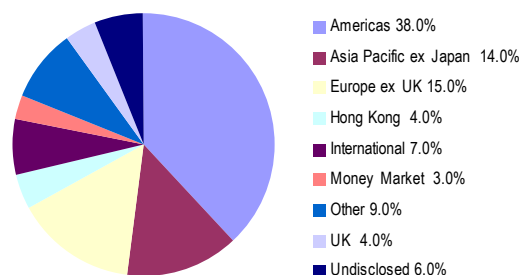
### Cumulative Performance

	OPS Hybrid	Benchmark (50% MSCI World 50% Citi WGBI)
YTD	-3.74%	-1.10%
Since Launch	8.50%	-7.40%

### Portfolio Analysis

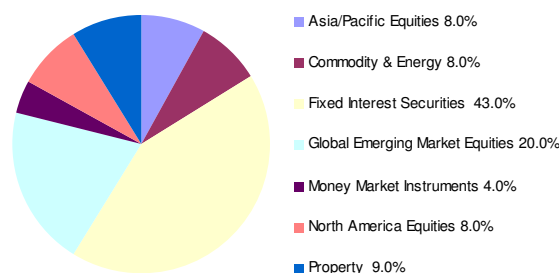
@ Data provided by  
financial  
express

#### Region Allocations



@ Data provided by Financial Express 2009

#### Asset Allocations



@ Data provided by Financial Express 2009