

MONEYWATCH

ADVISORS

S p e c i a l E d i t i o n

Gold! Gold! Gold! Bright and yellow, hard and cold.

-Thomas Hood

1799-1845, British Poet and Humorist

Fund of the Month Highlights

First Eagle Gold Fund

- Symbol: SGGDX
- Objective: Growth
- Fund Type: Precious Metals & Stocks
- Risk: Non-diversified



What You Own & Why

Over the next several months we will include this 'special edition' along with our usual monthly newsletter. Our goal is to make you a more informed investor; detailing the assets you own, their investment objectives and why we have chosen them for your portfolio. We invite you to offer feedback and ask us any additional questions you may have.

First Eagle Gold Fund

The First Eagle Gold Fund invests primarily in gold, gold related securities and companies who are principally involved in the gold industry. The investment objective is to provide exposure to the investment advantages of gold. The fund currently owns 36 companies, with the majority engaged in gold mining. 71% of these companies are located outside the United States. The fund has the freedom to purchase stock and debt of a company of any size; large, medium and small companies with exposure to gold. Approximately 18% of the fund is invested directly in Gold Bullion.

The managers of the fund view gold as a necessary 'insurance policy' for investment portfolios, insurance 'against any unforeseen breakdown' in the monetary system. We saw the fragile nature of the global economy during the past few years, as a result the price of gold has gone up, and you have profited. Furthermore, exposure to gold or gold-related investments can balance the impact of political and economic disruptions while also reducing inflationary and deflationary pressures.

Moneywatch believes gold plays a vital role in your investment portfolio and we have chosen SGGDX because of its stellar track record and qualified managers. While an investment in this type of fund alone would be considered non-diversified; it makes sense to incorporate it into an overall investment strategy. Thus we look at each client's portfolio individually and determine how much exposure to gold is appropriate; we then allocate a specific percentage to the First Eagle Gold Fund.