

In February, two distinct moods prevailed as markets experienced a large swing in risk appetite during the period. At the start of the month supportive economic data and a calming of unrest in Egypt boosted confidence in the global recovery and drove markets forward. However, in the second half of the month an escalation in North African unrest led to a reversal in risk appetite and a flight to 'safe haven' assets.

Long exposure to both base and precious metals were the main drivers of returns. The price of silver rose by 20.8% and generated the largest gains. Gold further added to returns as geopolitical tensions resulted in a flight to quality and general inflation worries pushed prices higher. Early on in the month, strong economic data and corporate earnings lifted global equities. Long positions in the Topix generated the largest individual gain as positive corporate earnings allowed the Japanese market to outperform

other regions, additionally long exposure to the Hang Seng and broadly long holdings of European indices further contributed to positive performance. However, midmonth, the escalation of political turmoil in Egypt and Libya led to increased demand for 'safe haven' assets. Precious metals and bonds rallied, benefiting long holdings of gold and silver but negatively impacting short bond positions. The main detractors were Japanese and Australian bonds, US Treasuries and UK Gilts. Additionally, both long and short positioning in the interest rate sector dented returns.

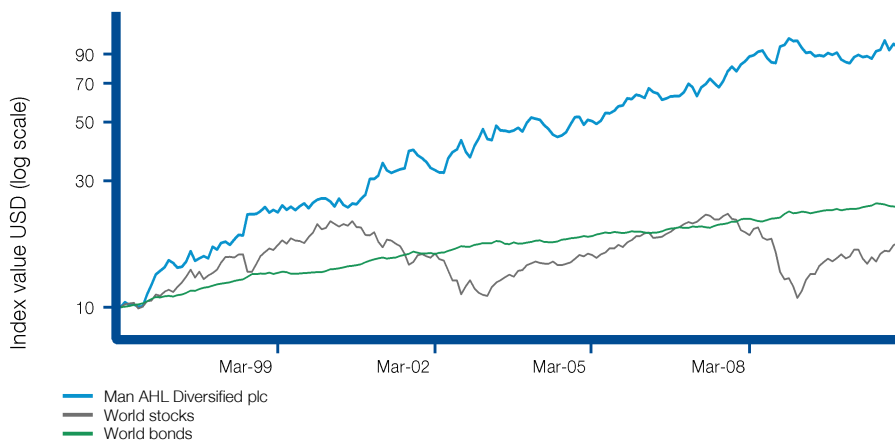
Energy profits were driven by short positions in natural gas as prices fell -8.7% following forecasts of warmer-than-expected US weather, which lowered expectations for demand. Crude oil was a focus for investors and prices increased by 5.2% over the period on fears that oil supplies would be disrupted. Returns from oil holdings were flat as gains from long

oil derivatives offset losses from short crude itself.

Further returns were generated by currency trading, where an appreciation in the Australian dollar supplied the bulk of performance following hawkish rhetoric from the Reserve Bank of Australia. Gains in the sector were dampened by losses on both long and short JPY/USD trades as positions were whipsawed. Elsewhere, long positions in a variety of agricultural contracts also proved positive as rising demand and falling supplies continued to boost prices.

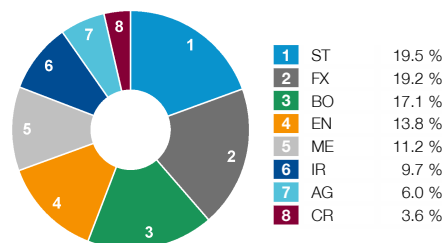
## Performance chart

26 March 1996 to 28 February 2011



## Sector allocations

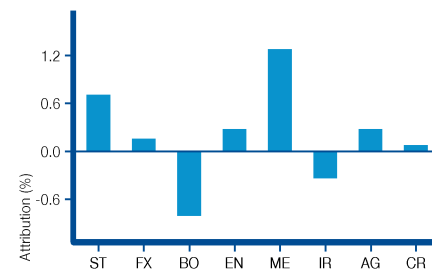
As at 28 February 2011



ST: Stocks, FX: Currencies, BO: Bonds, EN: Energies, ME: Metals, IR: Interest rates, AG: Agriculturals, CR: Credit.

## Performance attribution

February 2011



## Performance statistics

26 March 1996 to 28 February 2011

	Product	World stocks	World bonds
Last month	1.2 %	2.7 %	0.0 %
Last quarter	3.2 %	10.5 %	-0.9 %
Year to date	-2.4 %	4.7 %	-0.5 %
Last 12 months	15.6 %	15.6 %	1.7 %
Last calendar year	14.8 %	8.3 %	3.4 %
Total return	864.8 %	79.5 %	138.8 %
Annualised return	16.4 %	4.0 %	6.0 %
Annualised volatility	17.7 %	15.4 %	3.0 %
Sharpe ratio	0.75	0.10	0.80
Worst drawdown	-19.4 %	-51.9 %	-3.1 %
Correlation		-0.18	0.32

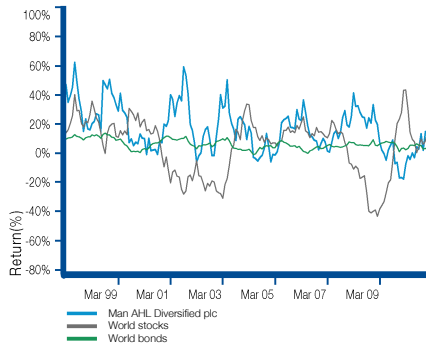
## Key market attribution

February 2011

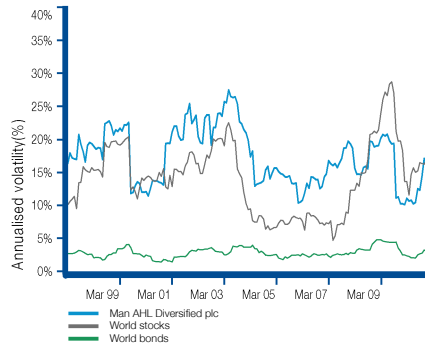
Highest performing markets	Direction	Attribution
Silver	Long	0.62 %
Gold	Long	0.35 %
Natural Gas	Short	0.31 %

Lowest performing markets	Direction	Attribution
Eurodollar	Short	-0.23 %
Euro/UK Sterling	Short	-0.28 %
Japanese Yen/US Dollar	Long	-0.43 %

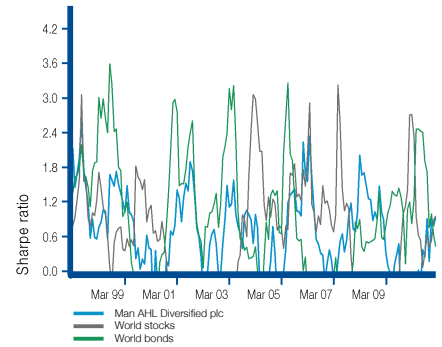
### 12 month rolling return



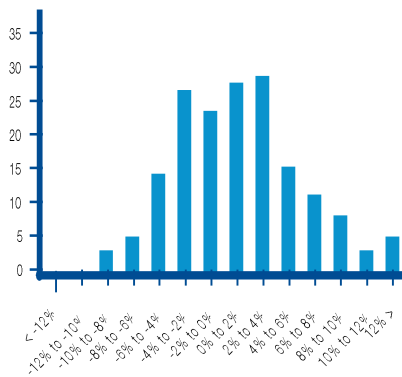
### 12 month rolling annualised volatility



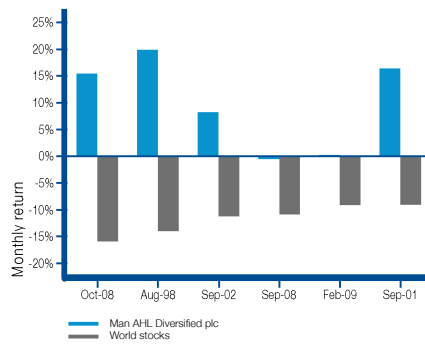
### 12 month rolling sharpe ratio



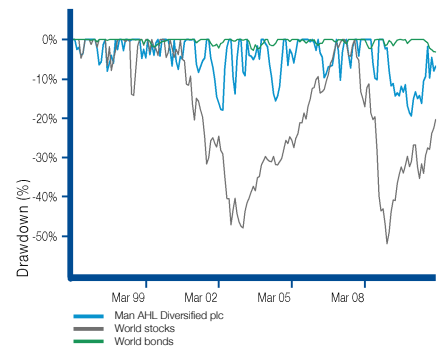
### Distribution of monthly returns



### Performance when World stocks down in %



### Drawdown analysis



### Historical performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual return
1996				4.4 %	-2.5 %	0.5 %	-2.1 %	0.6 %	10.6 %	8.7 %	9.8 %	3.2 %	N/A
1997	3.1 %	6.4 %	-2.3 %	-4.1 %	0.8 %	4.6 %	9.4 %	-8.0 %	2.1 %	2.1 %	-2.0 %	10.8 %	23.5 %
1998	-2.5 %	5.8 %	1.2 %	-2.8 %	4.9 %	3.9 %	-0.4 %	19.9 %	0.4 %	0.0 %	2.4 %	3.8 %	41.1 %
1999	-4.7 %	2.3 %	-2.1 %	6.4 %	-3.8 %	2.7 %	-2.8 %	3.3 %	2.6 %	-4.2 %	4.8 %	2.7 %	6.5 %
2000	1.1 %	-0.2 %	-2.5 %	-4.2 %	7.0 %	-5.3 %	-2.2 %	3.4 %	-0.6 %	4.6 %	3.8 %	14.9 %	19.9 %
2001	-0.1 %	2.9 %	11.8 %	-6.3 %	-2.1 %	1.5 %	1.6 %	0.8 %	16.4 %	0.9 %	-4.7 %	-2.5 %	19.7 %
2002	-3.5 %	-4.7 %	-2.0 %	-1.9 %	-0.2 %	13.0 %	5.7 %	2.5 %	8.3 %	-9.6 %	-4.6 %	10.4 %	11.4 %
2003	6.9 %	8.1 %	-8.3 %	-1.0 %	13.5 %	-4.0 %	-0.2 %	-0.9 %	1.1 %	2.5 %	-3.4 %	8.0 %	22.3 %
2004	4.5 %	-1.0 %	-0.9 %	-4.4 %	-3.4 %	-4.9 %	-2.0 %	1.5 %	2.8 %	7.1 %	6.4 %	0.2 %	5.1 %
2005	-6.6 %	4.3 %	-1.2 %	-2.3 %	2.8 %	7.0 %	-0.3 %	2.3 %	4.0 %	0.7 %	6.3 %	-0.6 %	16.8 %
2006	3.9 %	-0.8 %	-2.0 %	8.8 %	-3.3 %	-1.1 %	-5.4 %	1.1 %	1.8 %	0.2 %	0.3 %	3.4 %	6.4 %
2007	7.5 %	-2.9 %	-7.5 %	8.0 %	2.9 %	4.6 %	-3.9 %	-3.5 %	5.6 %	9.0 %	4.3 %	-4.2 %	19.6 %
2008	6.1 %	2.8 %	4.5 %	1.0 %	3.2 %	1.0 %	-6.1 %	-3.9 %	-0.5 %	15.5 %	1.3 %	5.8 %	33.2 %
2009	-2.3 %	0.2 %	-5.9 %	-4.1 %	0.5 %	-3.5 %	0.9 %	-0.8 %	2.7 %	-1.6 %	2.1 %	-6.1 %	-16.9 %
2010	-2.1 %	-0.9 %	5.4 %	2.0 %	-1.9 %	0.8 %	-2.3 %	6.8 %	1.3 %	8.4 %	-8.1 %	5.7 %	14.8 %
2011	-3.5 %	1.2 %											-2.4 %

## Performance statistics

	Product	World stocks	World bonds
Last month	1.2 %	2.7 %	0.0 %
Last 6 months	4.1 %	20.7 %	-3.1 %
Last quarter	3.2 %	10.5 %	-0.9 %
Year to date	-2.4 %	4.7 %	-0.5 %
Last 12 months	15.6 %	15.6 %	1.7 %
Last calendar year	14.8 %	8.3 %	3.4 %
Total return	864.8 %	79.5 %	138.8 %
Annualised return	16.4 %	4.0 %	6.0 %
Best month	19.9 %	10.1 %	3.0 %
Worst month	-9.6 %	-15.9 %	-1.8 %
Av. pos. months	4.7 %	3.4 %	0.9 %
Av. neg. months	-3.1 %	-3.7 %	-0.6 %
No. pos. months	104	104	129
No. neg. months	75	75	50
Annualised volatility	17.7 %	15.4 %	3.0 %
Gain deviation	13.7 %	7.4 %	1.9 %
Loss deviation	7.5 %	12.0 %	1.6 %
Sharpe ratio	0.75	0.10	0.80
Sortino ratio	1.46	0.13	1.35
Worst drawdown	-19.4 %	-51.9 %	-3.1 %
Peak date	29-Dec-2008	31-Oct-2007	31-Aug-2010
Valley date	22-Feb-2010	28-Feb-2009	28-Feb-2011
Length	14 months	16 months	6 months
Recovery period	N/A	N/A	N/A
Correlation		-0.18	0.32
Alpha		13.5 %	8.9 %
Beta		-0.21	1.87

## Key facts summary

Investment manager	Man Investments Limited
Dealing frequency	Weekly
Launch date	26-Mar-1996
Minimum subscription	(USD) 30,000
ISIN	IE0000360275
Valoren	454220
Reuters page	MAN01
Bloomberg ticker	EDFDGLI
WKN Number	357956
Administrator	Citco Fund Services (Ireland) Limited
Common code	006165320
Valuation agent	Citco Fund Services (Ireland) Limited
Custodian	BNP Paribas Securities Services, Dublin Branch

## Important notes

Source: Man database.

World stocks: MSCI World Index hedged to USD (price return). World bonds: Citigroup World Government Bond Index hedged to USD (Total return). These indices are not benchmarks as they are not representative of the fund's investment strategy. They should therefore be seen as comparisons of asset classes.

NAV is net of fees. Commissions and costs for subscriptions and redemptions of shares are not considered in the performance presented.

Sharpe ratios are calculated using the risk-free rate in the appropriate currency over the period analysed. Where an investment has underperformed the risk-free rate, the Sharpe ratio will be negative. As the Sharpe ratio is an absolute measure of risk-adjusted return, negative Sharpe ratios are shown as N/A, as they can be misleading.

The risk-free rate used for sharpe ratio calculation is the 3 month USD Libor.

The range of strategies and the allocations to each are regularly refined by the investment manager based on continuing research.

The market sector and key market attributions above are to be used as indications only. The figures are estimated and generated from the underlying AHL Programme system and do not take into account the fees/interest/commission charges on any particular account. Differences may also occur due to slippage variation, portfolio changes, FX movements and post execution adjustments. Therefore the sum total of these sector indications will not necessarily equate to the reported performance for the month in question.

Product performance is net of all manager and performance fees.

With the introduction of Markets in Financial Instruments Directive ('MIFID'), performance returns need to be shown on a 12 month rolling basis. As such the MIFID compliant returns within the Historical Returns table are highlighted. From 24 February 1997 to 28 February 2011 Man AHL Diversified plc has a total return of 541.1 %.

**Access the latest performance and other information on the Man Investments website: <http://www.maninvestments.com>.**