



Regular Investment Account Manager Comments

The Regular Investment Account sold 50% of its position in Tesco at 203.14 on the 9th of October as I felt that this stock would see further down side. The reduction in exposure was proven correct as this stock indeed ended the month back down at 183.30.

With the accurate safety trade (selling 50% of Tesco) correctly positioned the Regular Investment Account still lost a little ground, this mainly due to the fact that the Tesco stock is denominated in Sterling and we have seen short term USD strength this month.

As for the Regular Investment Account's other main holding, Baker Hughes produced a positive month gaining 1.23%. Investors may remember that a reduction in the exposure to Baker Hughes stock was completed during July, this combined with the subsequent repositioning in August has our average cost of this holding at \$48.26 a share which is below its value today of \$52.68.

William Gray
Account Manager