

Prospectus





**If you are in any doubt about the contents of this Prospectus, you should consult your stockbroker, bank manager, solicitor, accountant or other financial adviser.**

The Directors, whose names appear within the section headed "Management and administration", are the persons responsible for the information contained in this Prospectus and accept responsibility accordingly. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this Prospectus is in accordance with the facts and does not omit anything likely to affect the import of such information.

## Man AHL Diversified plc

**An investment company with variable capital  
incorporated with limited liability in Ireland  
under registration number 239901**

**Offer of Participating Shares of no par value**

**Manager:**

**Man Fund Management Limited**

**Investment Adviser:**

**Man Investment Products Limited**

Under Swiss law, Man AHL Diversified plc is a foreign fund with special risks which invests (based on an alternative investment strategy) predominantly in derivatives of any kind which could, because of Man AHL Diversified plc's leverage, lead to substantial fluctuations in the price for Participating Shares. Applicants must be prepared to suffer the loss of a substantial portion or even all of the money they invest in the Company and are explicitly referred to the risk factors referred to on page 14 of this Prospectus. Swiss investors should also refer to page 46 for further information. Austrian investors should refer to page 47 for further information.

Investment in the Participating Shares issued by Man AHL Diversified plc should be viewed as a medium-term investment. Applicants should note that the costs of advertising the Participating Shares and certain marketing expenses are payable by the Marketing Adviser and are not borne by Man AHL Diversified plc. In case of Participating Shares being redeemed within six years after they have been in issue, Man AHL Diversified plc will deduct from the Redemption Price a sliding scale redemption fee, the highest of which is 3% of the Redemption Price. That fee will, in turn, be paid by Man AHL Diversified plc to the Marketing Adviser primarily to compensate it for the costs of marketing.

Application has been made to the Irish Stock Exchange for the Participating Shares to be admitted to the Official List of the Irish Stock Exchange. This Prospectus together with the audited financial statements of the Company for the period ended 28 June 2002 constitutes listing particulars for the purpose of the application to list the Participating Shares on the Irish Stock Exchange. It is expected that the Participating Shares will be admitted to the Official List of the Irish Stock Exchange on or about 2 April 2003. The Directors do not anticipate that an active secondary market will develop in the Participating Shares.

The date of this Prospectus is 28 March 2003.



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# Preliminary

This Prospectus comprises information relating to Man AHL Diversified public limited company, an open-ended investment company with variable capital organised under the laws of Ireland. It is authorised and supervised in Ireland by the Central Bank as a designated investment company pursuant to Part XIII of the Companies Act 1990. This Prospectus constitutes a prospectus for the purposes of the Irish Companies Acts 1963 to 2001. The Participating Shares have been accepted for clearance through Euroclear and Clearstream and the common code is 6165320 (ISIN IE 0000360275).

**The Central Bank shall not be liable, by virtue of its authorisation of the Company or by reason of its exercise of the functions conferred on it by legislation in relation to the Company, for any default of the Company.**

**Authorisation of the Company by the Central Bank does not constitute a warranty by the Central Bank as to the creditworthiness or financial standing of the Company. The authorisation of the Company by the Central Bank is not an endorsement or guarantee of the Company by the Central Bank and the Central Bank is not responsible for the contents of this Prospectus.**

The Company is authorised and supervised by the Central Bank of Ireland, whose address is PO Box 559, Dame Street, Dublin 2, Ireland with telephone number +353 1 434 4000. The Investment Adviser is regulated in the United Kingdom by the Financial Services Authority whose address is 25 The North Colonnade, Canary Wharf, London E14 5HS, United Kingdom with telephone number +44 20 7676 1000.

This Prospectus shall constitute listing particulars for the purpose of any application for listing of Participating Shares on the Irish Stock Exchange. Neither the admission of the Participating Shares to the Official List nor the approval of this Prospectus pursuant to the listing requirements of the Irish Stock Exchange shall constitute a warranty or representation by the Irish Stock Exchange as to (i) the competence of the service providers to, or any party connected with, the Company, (ii) the adequacy of the information contained in this Prospectus or (iii) the suitability of the Company for investment purposes. None of the Participating Shares are listed or proposed to be listed on any stock exchange other than the Irish Stock Exchange.

Statements made in this Prospectus are, except where otherwise stated, based on the law and practice currently in force in Ireland and are subject to change.

Distribution of this Prospectus is not authorised unless it is accompanied by a copy of (i) the latest audited accounts and/or annual report of the Company and (ii) if published after such report a copy of the latest half-yearly report and unaudited accounts of the Company. These reports will form part of this Prospectus.

No person has been authorised to give any information or to make any representation in connection with the offering or placing of Participating Shares other than those contained in

this Prospectus and the reports referred to above and, if given or made, such information or representation must not be relied upon as having been authorised by the Company and/or the Directors (or any of them). The delivery of this Prospectus (whether or not accompanied by the reports) or any issue of Participating Shares shall not, under any circumstances, create any implication that the affairs of the Company have not changed since the date of this Prospectus.

The distribution of this Prospectus, and the offering and placing of Participating Shares, in certain jurisdictions may be restricted and, accordingly, persons into whose possession this Prospectus comes are required by the Company to make themselves aware of, and to observe, such restrictions.

This Prospectus does not constitute an offer or solicitation to anyone in any jurisdiction (i) in which such offer or solicitation is not authorised; or (ii) in which the person making the offer or solicitation is not qualified to do so; or (iii) to any person to whom it is unlawful to make such offer or solicitation.

Participating Shares may not be purchased or held by or on behalf of Irish Residents or Irish Ordinary Residents unless they are Exempted Irish Investors. For further information see the section headed "Irish taxation" on page 26.

To the extent that this Prospectus is being distributed in the United Kingdom, it is intended to be distributed only to those persons in the United Kingdom who fall within the categories of persons set out in Article 19 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2001 and may not be distributed or re-distributed to any person in the United Kingdom who falls outside those categories of persons.

Potential investors in the United Kingdom are advised that all, or most, of the protections afforded by the United Kingdom regulatory system will not apply to an investment in the Company and that compensation will not be available in the United Kingdom under the rules of the Financial Services Compensation Scheme.

The Company has not been registered with the Central Bank of Uruguay and has not been constituted under the regime of Uruguay's Investment Funds Act (Law No. 16.774 of 27 September 1996). It is offered to Uruguayan residents only on a private basis.

Participating Shares may not at any time be directly or indirectly offered or sold in the United States of America to or for the benefit of any US person. None of the Participating Shares has been or will be registered under the 1933 Act.

This Prospectus has been translated into German and may be translated into other languages. Any such translation shall only contain the same information and have the same meaning as the English language version of this Prospectus. To the extent that there is any inconsistency between the English language version of this Prospectus and any version of this Prospectus in a language other than English, the English language version of this Prospectus will prevail, except, to the extent (but only to the extent) required by the laws in force in any jurisdiction where the

Participating Shares are sold, that in an action based upon disclosure in a Prospectus in a language other than English, the language of the Prospectus on which such action is based shall prevail.

**Because of the associated risks, investment in the Company is only suitable for investors who are able to bear the loss of a substantial portion or even all of the money they invest in the Company and who understand the above-average risks involved. The Directors recommend that no more than 5 to 10% of any investor's portfolio be invested in the Company.**

#### **For the attention of potential investors in Singapore**

This Prospectus has not been registered as a prospectus with the Monetary Authority of Singapore. Accordingly, this Prospectus and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of Participating Shares may not be circulated or distributed, nor may Participating Shares be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to the public or any member of the public in Singapore other than (i) to an institutional investor or other person, and in accordance with the conditions, specified in Section 304 of the Securities and Futures Act 2001 of Singapore (the "SFA"), (ii) to a sophisticated investor, and in accordance with the conditions, specified in Section 305 of the SFA or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA. Participating Shares subscribed or purchased by any such person in Singapore shall not be transferable except by operation of law.

The offer or invitation which is the subject of this information memorandum is only allowed to be made to sophisticated investors and not the retail public. Moreover, this information memorandum is not a prospectus as defined in the SFA. Accordingly, statutory liability under that Act in relation to the content of prospectuses would not apply. Potential Applicants should consider carefully whether the investment is suitable for them.

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# Definitions

**“the Act”**, **“Act”** means the Companies Act 1990 as amended from time to time.

**“Administration Agreement”** means the agreement dated 15 May 2001 between the Company, J.P. Morgan Administration Services (Ireland) Limited, the Manager and the Investment Adviser as novated by a Novation Agreement dated 24 January 2003 between the Company, J.P. Morgan Administration Services (Ireland) Limited, the Manager, the Investment Adviser and the Administrator.

**“Administrator”** means Man Corporate Services (Ireland) Limited.

**“Agency”** means any state, country or government or any governmental, quasi-governmental or judicial entity or authority.

**“Applicant”** means any person in whose name an Application is made, and **“Applicants”** shall be construed accordingly.

**“Application”** means a valid application to subscribe for Participating Shares made by submitting a duly completed and signed Application Form to the Registrar and by remitting (or causing to be remitted) cleared funds into the Subscription Account in the amount stated in part one of the Application Form.

**“Application Closing Date”** means the date falling four Business Days prior to the Dealing Day on which the Applicant wishes the subscription for the Participating Shares, in respect of which its Application is being made, to be effected.

**“Application Form”** means the application form for the Participating Shares, one of which can be obtained from the Company or any of Man Investment Products’ offices or authorised sales agents, to be completed and executed by an Applicant in order to apply for Participating Shares.

**“Articles”** means the articles of association of the Company as amended from time to time.

**“Auditors”** means KPMG Dublin, Chartered Accountants.

**“Austrian Paying Agent and Representative”** means Bank Austria Creditanstalt AG, Obere Donaustrasse 19, 1020 Wien, Austria (formerly Bank Austria Aktiengesellschaft).

**“Austrian Paying Agent and Representative Agreement”** means the legal representative agreement dated 15 September 1999 between the Company and the Austrian Paying Agent and Representative.

**“Beneficial Shareholder”** means a person who (i) does not have an account with Euroclear or Clearstream and (ii) holds Participating Shares in the Paying Agent’s Clearstream account.

**“Broker”** means Man Financial Limited, a limited liability company incorporated under the laws in force in England and Wales.

**“Brokerage Account”** means the customer segregated account(s) with the Broker in the name of the Company.

**“Broker Agreements”** means the agreement dated 15 November 1995 between the Broker, the Introducing Broker and the Company including the Broker’s new account documentation duly executed on behalf of the Company.

**“Business Day”** means any day (other than Saturday or Sunday) on which banks and foreign exchange markets are open for business in Dublin, the Isle of Man, New York and London, unless otherwise stated, and **“Business Days”** shall be construed accordingly.

**“Central Bank”** means the Central Bank of Ireland.

**“Clearing System”** means Euroclear and/or Clearstream, as the case may be.

**“Clearstream”** means Clearstream Banking, société anonyme (formerly known as Cedelbank and Cedel Bank société anonyme) incorporated in 1970 as a limited liability company under the laws in force in Luxembourg.

**“Client Money Rules”** means the client money rules contained in chapter 9, paragraph 9.3, of the Conduct of Business Sourcebook contained in the FSA Handbook of rules and guidance, or the corresponding rules in any replacement rulebook issued by the FSA.

**“Company”** means Man AHL Diversified public limited company, an investment company with variable capital incorporated in Ireland pursuant to Part XIII of the Act.

**“Custodian”** means BNP Paribas Securities Services Dublin Branch.

**“Custodian Agreement”** means the agreement dated 24 October 1997 made between the Company and J.P. Morgan Bank (Ireland) plc as novated by a Novation Agreement dated 24 January 2003 between the Company, J.P. Morgan Bank (Ireland) plc and the Custodian.

**“Dealing Day”** means the first Business Day after the day on which a Valuation Point occurs or such other Business Day as the Directors shall from time to time determine provided that (i) a Dealing Day shall never occur more than three Business Days after the Valuation Point to which it relates; and (ii) no more than one Dealing Day shall relate to any one Valuation Point.

**“Directors”** means the directors (or any alternate directors) of the Company or any duly authorised committee thereof.

**“Direct Shareholder”** means a person holding Participating Shares in its own account with Euroclear or Clearstream.

**“EFTA”** means the European Free Trade Association.

**“Euro”** or **“EUR”** means the single currency of participating states of the EU as referenced in Council Regulation (EC) No. 974/98 on the introduction of the euro.

**“EU”** means the European Union

**“Euroclear”** means Euroclear Bank S.A., as operator of the Euroclear clearing system.

**“Exempted Irish Investor”** means (i) a pension scheme which is an exempt approved scheme within the meaning of Section 774 of the Taxes Act or a retirement annuity contract or a trust scheme to which Section 784 or 785 of the Taxes Act applies; (ii) a company carrying on life business within the meaning of Section 706 of the Taxes Act; (iii) an investment undertaking within the meaning of Section 739(B)(1) of the Taxes Act;



(iv) a special investment scheme within the meaning of Section 737 of the Taxes Act; (v) a unit trust to which Section 731(5)(a) of the Taxes Act applies; (vi) a charity being a person referred to in Section 739D(6)(f) of the Taxes Act; (vii) a qualifying management company within the meaning of Section 734(1) of the Taxes Act; (viii) a specified company within the meaning of Section 734(1) of the Taxes Act; (ix) a person who is entitled to exemption from income tax and capital gains tax by virtue of Section 787I of the Taxes Act and the Participating Shares are assets of a Personal Retirement Savings Account (within the meaning of Chapter 2A of Part 30 of the Taxes Acts) and the Personal Retirement Savings Account administrator (within the meaning of that Chapter 2A) has made a declaration to the investment undertaking in accordance with paragraph 9A of Schedule 2B of the Taxes Acts; (x) a person who is entitled to exemption from income tax and capital gains tax under Section 784A(2) of the Taxes Act where the Participating Shares held are assets of an approved retirement fund or an approved minimum retirement fund; (xi) a person who is entitled to exemption from income tax and capital gains tax by virtue of Section 848E of the Taxes Act where the shares held are assets of a special savings incentive account within the meaning of Section 848C of the Taxes Act; or (xii) any other Irish Resident or Irish Ordinary Resident who may be permitted to own Participating Shares under taxation legislation or by written practice or concession of the Revenue Commissioners without giving rise to a charge to tax in the Company or jeopardising tax exemptions associated with the Company provided that they have completed the Relevant Declaration.

**“FSA”** means the Financial Services Authority, a company limited by guarantee established and authorised to carry out its regulatory functions under the FSMA (and any successor regulatory organisation).

**“FSMA”** means the Financial Services and Markets Act 2000 of the United Kingdom, as the same may be amended from time to time.

**“Futures and Options Contracts”** means contracts (including contracts which are traded Off-Exchange) on and for currencies, mortgage-backed securities, money market instruments, obligations of the governments of sovereign nations, obligations guaranteed by the governments of sovereign nations and any other financial instruments, securities, stock, financial, and economic indices and items which are (whether now or in the future) the subject of futures contract trading, futures contracts, options on futures contracts and physical commodities, cash and forward contracts, foreign exchange commitments, deferred delivery contracts, leverage contracts and other commodity related contracts, agreements and transactions (including contingent liability transactions).

**“Intermediary”** means a person who (i) carries on a business which consists of, or includes, the receipt of payments from an investment undertaking on behalf of other persons; or (ii) holds shares/units in an investment undertaking on behalf of other persons, and **“Intermediaries”** shall be construed accordingly.

**“Introducing Broker”** means Man Management AG, a limited liability company incorporated in Switzerland.

**“Investment”** means any investment in Futures and Options Contracts which is authorised by the memorandum of association of the Company from time to time and which is permitted by Part XIII of the Act, the Irish Companies Acts 1963 to 2001 and the Articles.

**“Investment Adviser”** means Man Investment Products Limited, a limited liability company incorporated under the laws in force in England and Wales and regulated in the conduct of regulated activities in the United Kingdom by the FSA.

**“Investment Adviser Agreement”** means the agreement dated 15 November 1995 between the Company, the Manager, the Investment Adviser and the Marketing Adviser and amended by a Supplemental Investment Management Agreement dated 25 February 2003.

**“Ireland”** means the Republic of Ireland.

**“Irish Ordinary Resident”** means (i) in the case of an individual, means an individual who is ordinarily resident in Ireland for tax purposes; and (ii) in the case of a trust, means a trust that is ordinarily resident in Ireland for tax purposes. Ordinarily resident, for the purposes of this definition, shall have the meaning ascribed to it from time to time by the Irish Revenue. For further information see the section headed “Irish taxation” on page 26.

**“Irish Resident”** means (i) in the case of an individual, means an individual who is resident in Ireland for tax purposes; (ii) in the case of a trust, means a trust that is resident in Ireland for tax purposes; and (iii) in the case of a company, means a company that is resident in Ireland for tax purposes. Residency, for the purposes of this definition, shall have the meaning ascribed to it from time to time (both for individuals and companies) by the Irish Revenue. For further information see the section headed “Irish taxation” on page 26.

**“Irish Stock Exchange”** means The Irish Stock Exchange Limited.

**“Liquidity Reserves”** means monies and any other assets of the Company which are not immediately required for trading purposes (i.e. margin and net realised profits on the trading activities required for margin purposes), including all accrued interest thereon.

**“Man-AHL Diversified Programme”** means the trading programme used by the Investment Adviser, details of which are set out herein.

**“Man Group”** means Man Group plc and all or any of its subsidiaries from time to time, as the context so requires.

**“Management Agreement”** means the agreement dated 15 November 1995 made between the Company and the Manager and amended by a Supplemental Management Agreement dated 25 February 2003.

**“Manager”** means Man Fund Management Limited, a limited liability company incorporated in Ireland.

**“Man Investment Products”** means the asset management division of the Man Group comprising, among others, the Marketing Adviser and the Investment Adviser.

**“Marketing Adviser”** means Man Management AG acting in its capacity as marketing adviser pursuant to the Investment Adviser Agreement.

**“Member State”** means a member of the EU, the members at the date of this Prospectus being Austria, Belgium, Denmark, Finland, France, Germany, Greece, Ireland, Italy, Luxembourg, Portugal, Spain, Sweden, the Netherlands and the United Kingdom.

**“Minimum Holding”** means the minimum holding of Participating Shares which a Shareholder must maintain being 400 Participating Shares (or such lesser number as the Directors may determine from time to time).

**“Minimum Redemption”** means the minimum amount of Participating Shares which a Shareholder may redeem pursuant to any single Redemption Notice, amounting to 400 Participating Shares (or such lesser number as the Directors may determine from time to time).

**“Minimum Subscription”** means a minimum subscription of (i) USD 30,000 if the Applicant is not a Shareholder at the time of making the Application or (ii) USD 10,000 if the Applicant is a Shareholder at the time of making the Application (or such lesser amounts as the Directors may determine from time to time).

**“Net Asset Value”** means the aggregate net asset value of the Participating Shares determined in accordance with the Articles.

**“Net Asset Value per Share”** means the Net Asset Value divided by the number of Participating Shares in issue.

**“OECD”** means the Organisation for Economic Co-operation and Development whose members are, at the date of this Prospectus, Australia, Hungary, Norway, Austria, Iceland, Poland, Belgium, Ireland, Portugal, Canada, Italy, Spain, Czech Republic, Slovak Republic, Japan, Sweden, Denmark, Korea, Switzerland, Finland, Luxembourg, Turkey, France, Mexico, the United Kingdom, Germany, the Netherlands, the United States, Greece and New Zealand.

**“Off-Exchange”** means on an exchange market or clearing house that is not a Recognised Exchange or Recognised Market.

**“Paying Agency Agreement”** means the agreement dated 15 November 1995 made between the Company, the Manager and the Paying Agent.

**“Paying Agent”** means JPMorgan Chase Bank.

**“Qualified Holder”** means any person, corporation or entity other than (i) a US Person which is not a Qualified US Person; (ii) an Irish Resident or Irish Ordinary Resident unless they are an Exempted Irish Investor; (iii) a person, corporation or entity which cannot acquire or hold Participating Shares without violating laws or regulations applicable to it; (iv) a person, corporation or entity in circumstances (whether directly or

indirectly affecting such person, corporation or entity and whether taken alone or in conjunction with any other person, corporation or entity connected or not, or any other circumstances appearing to the Directors to be relevant) which, in the opinion of the Directors, might result in the Company incurring any liability to taxation or suffering any other pecuniary or commercial disadvantage that the Company might not otherwise have incurred or suffered; or (v) a custodian, nominee or trustee for any person, corporation or entity described in (i), (ii) or (iii) above.

**“Qualified US Person”** means a US Person who has acquired Participating Shares with the consent of the Directors provided that the number of Qualified US Persons shall not exceed such number as the Directors shall determine from time to time with a view to precluding the Company from being required to register as an investment company under the 1940 Act, and, in the absence of any such determination, fifty.

**“Recognised Exchange”** or **“Recognised Market”** means an investment exchange, market or clearing house that meets the regulatory criteria prescribed in Regulation 45 of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 1989. A list of such current recognised exchanges and markets is set out on page 36 of the Prospectus;

**“Redemption Notice”** means a notice from a Shareholder to the Registrar, in a form acceptable to the Registrar, which includes, amongst other things (i) the name and address of the Shareholder; (ii) the number of Participating Shares the Shareholder wishes to redeem; and (iii) in the case of the Shareholder requiring the redemption to occur on a Dealing Day which is not the next available Dealing Day, details of the Dealing Day that the Shareholder wishes those Participating Shares to be redeemed.

**“Redemption Price”** means the redemption price calculated by reference to the Net Asset Value per Share at the Valuation Point immediately preceding the Dealing Day on which redemption is to be effected as further described in the section entitled “Redemption of Participating Shares” herein.

**“Redemption Proceeds”** means the Redemption Price multiplied by the number of Participating Shares being redeemed less any applicable redemption fees.

**“Registrar”** means Man Corporate Services (Ireland) Limited, a limited liability company incorporated in Ireland.

**“Registrar Agreement”** means the agreement dated 15 May 2001 made between the Company, the Manager and the Registrar.

**“Relevant Declaration”** means the declaration relevant to the Shareholder as set out in Schedule 2B of the Taxes Act. The declaration relevant to investors who are neither Irish Resident nor Irish Ordinary Resident (or Intermediaries acting for such investors) is set out in the Application Form.

**“Share” or “Participating Share”** means a share of no par value in the Company designated as a ‘Participating Share’ by the Articles.

**“Shareholder”** means a person who is entered as the holder of a Participating Share or Participating Shares in the Company’s register of Shareholders maintained by the Registrar.

**“Subscriber Shares”** means shares of USD 1 each in the capital of the Company designated as Subscriber Shares in the Articles.

**“Subscription Account”** means the account opened by the Company with Barclays Bank PLC and having account number 57789588.

**“Subscription Price”** means the price at which a Participating Share can be subscribed, as calculated in the manner set out herein.

**“Swiss Paying Agency Agreement”** means the agreement dated 20 February 1997 between the Company, the Marketing Adviser, the Paying Agent and the Swiss Paying Agent.

**“Swiss Paying Agent”** means Schwyzer Kantonalbank, 8808 Pfäffikon SZ, Switzerland.

**“Taxes Act”** means The Taxes Consolidation Act 1997 of Ireland, as amended from time to time.

**“United States”** and **“US”** means the United States of America and its territories and possessions including any state thereof and the District of Columbia.

**“US dollar”** or **“USD”** means the lawful currency of the United States.

**“US Person”** means any US person within the meaning of Regulation S under the 1933 Act as well as:

- (i) any natural person resident in the United States;
- (ii) any partnership or corporation organised or incorporated under the laws of the United States (or any state or other political subdivision thereof);
- (iii) any estate of which any executor or administrator is a US person;
- (iv) any trust of which any trustee is a US person;
- (v) any agency or branch of any non-US entity located in the United States;
- (vi) any non-discretionary account or similar account held other than in estate or trust by a dealer or other fiduciary for the benefit or account of a US person;
- (vii) any discretionary account or similar account other than in estate or trust held by a dealer or other fiduciary organised, incorporated or (if an individual) resident in the United States; and
- (viii) any partnership or corporation formed by a US person principally for the purpose of investing in securities not registered under the 1933 Act.

For the purposes of this definition, “resident” includes any natural person who maintains a residence in the US regardless of the amount of time such person spends at such residence.

**“Valuation Point”** means the time of close of business in the market or markets relevant for the valuation of the assets and liabilities of the Company on the first Business Day of each week, or such other day as may be agreed or determined pursuant to any provisions of the Articles.

**“VAT”** means value-added tax as prescribed in the Irish Value-Added Tax Act 1972-2002, as amended from time to time.

**“1933 Act”** means the United States Securities Act of 1933, as amended from time to time.

**“1940 Act”** means the United States Investment Company Act of 1940, as amended from time to time.

# Executive summary

## The Company

The Company is an open-ended investment company with variable capital incorporated in Ireland as a public limited company under the Irish Companies Acts 1963 to 2001 and authorised by the Central Bank under Part XIII of the Act.

## Investment objective

The investment objective of the Company is to achieve impressive medium-term growth of capital, while restricting the associated risks, by trading a diversified portfolio of Futures and Options Contracts (including stock index, bond, currency, short-term interest rate and commodity futures (energy, metal and agricultural) contracts) on derivative and inter-bank currency markets using the Man-AHL Diversified Programme.

The Company aims to perform independently of traditional stock and bond investments thereby providing valuable diversification benefits and enhancing the risk/reward profile of a traditional investment portfolio.

It is not anticipated that any dividends will be paid on the Participating Shares. Shareholders' returns will be determined by reference to any cumulative net gains or losses (if any) arising from the investment activities of the Company, coupled with any appreciation earned on the Liquidity Reserves.

## The offering

Subscriptions for Participating Shares are subject to (i) the Minimum Subscription per Application; and (ii) if an Applicant is not a Shareholder at the time of its Application, the Minimum Holding being held following any such subscription.

Participating Shares are denominated in US dollars and will entitle the holders (i) to participate in the profits of the Company; (ii) in the event of a liquidation of the Company, to participate in the assets of the Company in accordance with the details set out on page 32 of this Prospectus within the section headed "Distribution of assets on a liquidation"; and (iii) on a poll, to one vote per Participating Share.

Participating Shares will be issued at the Subscription Price on the relevant Dealing Day (i.e. on a weekly basis). Applications must be received by the Registrar at the latest on the Application Closing Date (i.e. four Business Days prior to the relevant Dealing Day). Payments must be received by no later than the Business Day next following the Application Closing Date (i.e. three Business Days prior to the relevant Dealing Day).

## Redemption

Redemptions may be made on a weekly basis on a Dealing Day. Redemption Notices must be received by the Registrar at least three Business Days before the relevant Dealing Day (i.e. three Business Days before the Dealing Day on which the Shareholder wishes the redemption to be effected). Redemptions may be subject to a sliding scale redemption fee. Payments of the Redemption Proceeds will normally be made within five Business Days after calculation of the Net Asset Value as at the Valuation Point immediately prior to such Dealing Day.

Redemptions must be for a number of Participating Shares equal to, or greater than, the Minimum Redemption and must

not (unless all of the Shareholder's Participating Shares are being redeemed) result in the Shareholder holding a number of Participating Shares less than the Minimum Holding.

Certain limits on the level of redemptions permitted as of any Dealing Day may apply (see pages 22 and 23). Subject to those limits, redemptions will be effected except in the event that, inter alia, the calculation of the Net Asset Value per Share has been suspended (see page 23).

## Net Asset Value/Valuation Point

The Net Asset Value per Share will be calculated as at each Valuation Point (unless the calculation of the Net Asset Value per Share has, for any reason, been postponed or suspended) in US dollars.

## Taxation – Irish

The Company is an investment undertaking and, therefore, will not be subject to Irish tax on its income or gains.

No stamp duty or other tax is payable in Ireland on the issue, redemption/cancellation or transfer of Participating Shares.

Shareholders who are neither Irish Resident nor Irish Ordinary Resident for taxation purposes will not normally be liable to Irish income tax, corporation tax, capital gains tax or withholding tax in respect of distributions made by the Company (if any) or in respect of the disposal or redemption of those Shareholders' Participating Shares.

Each Shareholder who is either an Irish Resident or an Irish Ordinary Resident will be liable to have withholding tax deducted by the Company on distributions made by it (if any) or in respect of the disposal, redemption or assignment of that Shareholder's Participating Shares. Participating Shares may not be purchased or held by or on behalf of Irish Residents or Irish Ordinary Residents unless they are Exempted Irish Investors. (For further information see the section headed "Irish taxation" on page 26).

## Investor restrictions

Participating Shares may not be purchased or held by, or for the account of, persons who are not Qualified Holders.

## Listing

It is expected that the Participating Shares will be admitted to the Official List of the Irish Stock Exchange on or about 2 April 2003.

## Principal fees

### Investment Adviser's fees

The Investment Adviser is entitled to:

- (i) an investment advisory fee (calculated weekly and payable monthly) equal to one fifty second (1/52) of 3% of the Net Asset Value at each Valuation Point (approximately 3% per annum); and
- (ii) a performance fee (calculated weekly and payable monthly) equal to 20% of any net new profits (as described on page 24) as determined at each Valuation Point.

### Custody fees

The Custodian shall be entitled to receive as remuneration for its services to the Company up to 0.025 per cent per annum of the Net Asset Value at the last Valuation Point in each quarter (being the last Valuation Point in March, June, September and December). In addition to such fee, the Custodian shall also be entitled to be reimbursed all reasonable expenses incurred by it in the exercise of its duties in connection with the Custodian Agreement. Such reimbursement of reasonable expenses shall be payable out of the assets of the Company.

### Management fees

The fees payable to the Manager are calculated and paid quarterly in arrears. They are based on the following sliding scale and are calculated by reference to the Net Asset Value at the last Valuation Point in each quarter (being the last Valuation Point in March, June, September and December):

#### Amount of the Net Asset Value to which the fee will be applied (USD)

Amount of the Net Asset Value to which the fee will be applied (USD)	Fee
0-50,000,000	The sum of: (a) USD 12,500; and (b) one quarter of 0.30% of the Net Asset Value at that Valuation Point;
50,000,000.01-100,000,000	An amount equal to one quarter of 0.20% of the Net Asset Value at that Valuation Point
100,000,000.01-249,999,999.99	An amount equal to one quarter of 0.125% of the Net Asset Value at that Valuation Point
250,000,000-499,999,999.99	An amount equal to one quarter of 0.10% of the Net Asset Value at that Valuation Point
500,000,000 or more	An amount equal to one quarter of 0.05% of the Net Asset Value at that Valuation Point

By way of illustration, if the Net Asset Value at the last Valuation Point of a quarter was USD 150 million the fees described above would comprise USD 50,000 (USD 12,500 and USD 37,500) in respect of the first USD 50 million, USD 25,000 for the portion of the Net Asset Value over USD 50 million and up to and including USD 100 million and USD 15,625 in respect of the remaining amount of the Net Asset Value.

The Manager is also entitled to receive from the Company the following transaction fees, calculated and paid quarterly in arrears:

- (i) USD 600 per quarter (USD 2,400 per annum); and
- (ii) should the number of Shareholders at the last Valuation Point of the quarter be less than or equal to 100, USD 2,500 per quarter (USD 10,000 per annum);
- (iii) should the number of Shareholders at the last Valuation Point of the quarter be less than or equal to 200 and more than 100, USD 3,250 per quarter (USD 13,000 per annum);
- (iv) should the number of Shareholders at the last Valuation Point of the quarter be less than or equal to 400 and more than 200, USD 4,000 per quarter (USD 16,000 per annum);

- (v) should the number of Shareholders at the last Valuation Point of the quarter be less than or equal to 600 and more than 400, USD 4,750 per quarter (USD 19,000 per annum); or
- (vi) should the number of Shareholders at the last Valuation Point of the quarter exceed 600, an amount equal to the sum of (a) USD 4,750 per quarter and (b) USD 750 per quarter for each additional 200 Shareholders (or part thereof).

The Manager shall also be entitled to be reimbursed all reasonable and vouched expenses incurred in the performance of its duties under the Management Agreement (including those expenses incurred by third party service providers such as the Administrator and the Registrar).

### Third party costs

To the extent that the Manager delegates any of its duties to a third party, the charges of such party (other than out-of-pocket expenses) shall be for the account of the Manager and shall be paid by the Manager from the fees it receives from the Company. Currently the Manager has delegated certain duties to the Administrator pursuant to the Administration Agreement and other functions to the Registrar pursuant to the Registrar Agreement.

### Brokerage fees

The Company bears all costs of trading transactions and interest on borrowing. Brokerage will be charged at institutional rates, which cover, inter alia, the clearing exchange's and other third parties' costs.

### Paying agency fees

Under the Paying Agency Agreement, the Paying Agent was entitled to (and received): USD 2,500 as an initial set-up fee. The Paying Agent continues to be entitled to the following fees:

- (i) USD 3,500 per annum as an annual administration fee; and
- (ii) an amount equal to 0.05% per annum on the nominal value of the securities held by the Paying Agent for Beneficial Shareholders subject to a minimum annual fee of USD 2,500 per annum plus out of pocket expenses. Any such fees paid will be disclosed in the annual and semi-annual report and accounts of the Company for the period to which they relate.

Under the Austrian Paying Agent and Representative Agreement, the Austrian Paying Agent and Representative was entitled to (and received) EUR 5,000 as an initial set-up fee. The Austrian Paying Agent and Representative continues to be entitled to receive a fee of EUR 6,000 per annum.

**This executive summary is indicative only. The detailed terms and conditions of this offering follow with substantive qualifications and restrictions that apply to this summary of terms. Accordingly, such terms must be read in conjunction with the terms, qualifications, conditions and restrictions set out below. Capitalised terms have the meanings ascribed to them in the section headed "Definitions".**

# Names and addresses

## Directors

Graeme Stephen  
John Walley  
Philip Bodman  
Daniel Morrissey  
each of whose business address is at:  
c/o Man Corporate Services (Ireland) Limited  
79/80 Lower Leeson Street  
Dublin 2  
Ireland

## Custodian

BNP Paribas Securities Services Dublin Branch  
5 George's Dock  
International Financial Services Centre  
Dublin 1  
Ireland

## Manager

Man Fund Management Limited  
79/80 Lower Leeson Street  
Dublin 2  
Ireland

## Administrator

Man Corporate Services (Ireland) Limited  
79/80 Lower Leeson Street  
Dublin 2  
Ireland

## Investment Adviser

Man Investment Products Limited  
Sugar Quay  
Lower Thames Street  
London EC3R 6DU  
United Kingdom

## Broker

Man Financial Limited  
Sugar Quay  
Lower Thames Street  
London EC3R 6DU  
United Kingdom

## Introducing Broker, Marketing Adviser and representative in Switzerland

Man Management AG  
PO Box 349  
Bahnhofstrasse 15  
8808 Pfäffikon SZ  
Switzerland

## Registrar

Man Corporate Services (Ireland) Limited  
79/80 Lower Leeson Street  
PO Box 7073  
Dublin 2  
Ireland  
Telephone: +353 1 647 0000  
Telefax: +353 1 647 0027  
Telefax: +353 1 661 7435 (Application Forms only)

## Paying Agent

JPMorgan Chase Bank  
125 London Wall  
London EC2Y 5AJ  
United Kingdom

## Swiss Paying Agent

Schwyzer Kantonalbank  
Pfäffikon Branch  
8808 Pfäffikon SZ  
Switzerland

## Austrian paying agent and representative in Austria

Bank Austria Creditanstalt AG  
Obere Donaustrasse 19  
1020 Wien  
Austria

## Secretary

Wilton Secretarial Limited  
Fitzwilton House  
Wilton Place  
Dublin 2  
Ireland  
Telephone: +353 1 639 5000  
Telefax: +353 1 639 5333

## Legal advisers to the Company

William Fry  
Solicitors  
Fitzwilton House  
Wilton Place  
Dublin 2  
Ireland

## Sponsoring stockbroker

NCB Stockbrokers Limited  
3 George's Dock  
International Financial Services Centre  
Dublin 1  
Ireland

## Independent Auditors

KPMG  
Chartered Accountants  
5 George's Dock  
International Financial Service Centre  
Dublin 1  
Ireland

# Man AHL Diversified plc

## Introduction

This Prospectus comprises information relating to “Man AHL Diversified plc” (originally named “AHL Diversified plc”), an open-ended company with variable capital organised under the laws of Ireland. It qualifies, and is authorised in Ireland by the Central Bank, as a designated investment company under Part XIII of the Act. The Participating Shares are available for subscription in accordance with the Articles and this Prospectus. The Participating Share capital of the Company shall at all times equal the Net Asset Value.

## Investment objective and policies

The Company seeks to achieve impressive medium-term growth of capital, while restricting the associated risks, by trading a diversified portfolio of Futures and Options Contracts (including stock index, bond, currency, short-term interest rate and commodity futures (energy, metal and agricultural) contracts) on derivative and inter-bank currency markets using the Man-AHL Diversified Programme.

At any point in time no more than 15% of the Net Asset Value will be applied towards margin requirements with respect to Off-Exchange contracts.

The Liquidity Reserves will be held by the Custodian. On the instructions of the Investment Adviser, the Custodian may deposit such monies with banks or credit institutions and may also invest part or all of such monies in money related instruments that the Investment Adviser considers to be of high quality and to be short-term including, but not limited to, fixed deposits, certificates of deposit, money market collective investment schemes, commercial paper, treasury bills and bonds issued or guaranteed by the government of any country of the OECD.

Any change to the investment objective or any material change to the investment policies of the Company will be subject to the prior approval by way of a majority of the votes cast at a general meeting of the Company. Shareholders will be given one month's notice in writing prior to the implementation of any change to the Company's investment objective and/or material change to its investment policies to enable them to redeem their Participating Shares, if they so wish.

The base reference currency of the Company is US dollars.

## Investment and borrowing restrictions

The Company will at all times adhere to the principle of diversification of risk in its derivatives trading. The following investment and borrowing restrictions shall apply.

1. The assets of the Company (excluding its share capital) may consist only of Investments, deposits or short-term securities which may include securities with a maturity of up to seven years.
2. The Company shall not keep on deposit assets with a value greater than 10% of its Net Asset Value from time to time with

any one institution; this limit is increased to 30% for deposits maintained with (i) an EU credit institution; (ii) a bank authorised in a member state of EFTA; or (iii) a bank authorised by a signatory state, other than a Member State, or a member state of EFTA, to the Basle Capital Convergence Agreement of July 1988. However the Company may invest up to 100% of its assets in different transferable securities issued or guaranteed by any member state of the EU, the United States, Canada, Australia, Japan, New Zealand and Switzerland. Related companies are regarded as “one institution” for the purposes of this paragraph.

3. At no time will the obligations of any single third party (other than the Broker) owed to the Company exceed in value an amount equal to 15% of the Net Asset Value (excluding segregated customer monies of the Company held by the Custodian or any sub-custodian which it may appoint in which case such limit would apply to the party actually holding such segregated customer monies).
4. No more than 5% of the Company's assets may be invested in the securities of companies, other than banks, with shareholder funds of less than EUR 1.25 billion (or its equivalent in another currency).
5. Save as set out in paragraph 6 below, all Investments of the Company will be traded on a Recognised Exchange or Recognised Market.
6. The Company may trade Investments Off-Exchange provided that:
  - (a) the counterparty has shareholder funds in excess of EUR 125 million (or its equivalent in another currency) or, with the consent of the Central Bank, the liability of the counterparty is guaranteed by an entity having shareholder funds in excess of such amount;
  - (b) when the Investment has been traded, the name of the counterparty to the Broker will be disclosed in the subsequent half-yearly or annual report issued by the Company;
  - (c) the Manager is satisfied that:
    - (i) the counterparty to the Broker has agreed with the Investment Adviser that the transactions will be valued at least weekly; and
    - (ii) the transaction will be closed out (at the request of the Investment Adviser or the Company) at a fair value; and
  - (d) initial margin in respect of such Investments to any one counterparty to the Broker will not exceed 5% of the Net Asset Value.

With regard to (a) above, instances where the liability of any counterparty has been guaranteed by an entity having shareholder funds in excess of EUR 125 million (or its equivalent in another currency) will be noted in the next subsequent annual or half-yearly reports (as the case may be) of the Company.

7. The assets of the Company must include liquid assets which have a total minimum value, at all times except in extraordinary circumstances, at least equal to three times the amount of the sum of margins deposited, and all premiums paid, in respect of transactions which have not been closed out. (The Manager shall notify the Custodian immediately if such extraordinary circumstances occur.)
8. The Company will not hold an open position in any one Investment for which the margin or premium requirement is in excess of an amount equal to 5% of the Net Asset Value.
9. The Company will not hold an open position in Investments concerning a single commodity or single financial instrument for which the margin requirement is in excess of an amount equal to 10% of the Net Asset Value.
10. The percentage restrictions set out above will not apply in cases where, owing to appreciation or depreciation in the value of the Company's holding of such Investments and/or variations in exchange rates, the limit will thereby be breached. The limits will, however, be taken into account when considering changes or additions to the Company's Investments. Subject to numbered paragraph 12 below, the Company may take short as well as long positions with regard to its Investments.
11. Average gearing applicable to the Company is in the region of five to eight times the Net Asset Value. A limit on overall gearing is set at 15 times the Net Asset Value. All gearing calculations will be effected on behalf of the Manager using a proprietary system and will not be verified by the Custodian.
12. Without prejudice to numbered paragraph 10 above, the Company may not carry out the sale of transferable securities if such securities are not owned by the Company.
13. Call options may be written/sold by the Company only on the condition that the Company at all times maintains ownership of the security which is the subject of the call option.
14. The Company may not invest in physical commodities or real property.
15. No more than 30% of the Net Asset Value may at any time, except in extraordinary circumstances, be held by the Broker and used for initial margin purposes. The Broker shall notify the Custodian and the Central Bank immediately if such extraordinary circumstances occur.
16. The Company may invest in the units or shares of other collective investment schemes provided that:
  - (a) no more than 20% of its Net Asset Value is invested in aggregate in collective investment schemes;
  - (b) no more than 10% of its Net Asset Value is invested in aggregate in unregulated schemes; and
  - (c) no more than 10% of its Net Asset Value is invested in any one single collective investment scheme.

Where a commission is received by the Manager by virtue of an investment by the Company in the units or shares of another collective investment scheme, this commission shall be paid to the Company.

The Company may, at the discretion of the Directors and with the consent of the Custodian, undertake short-term borrowing secured on the assets of the Company (a) to fund the payment of Redemption Proceeds or (b) as short-term funding for the acquisition of Investments, in each case pending receipt by the Company of the proceeds of sale or redemption of other Investments. The aggregate borrowing capacity of the Company shall be limited to a maximum of an amount equal to 10% of its Net Asset Value at any time and from time to time. Additionally, the Broker (or one of its affiliated companies) may lend monies to the Company in currencies other than the US dollar to finance non-US dollar margins (both initial and variation). By matching a non-US dollar obligation with a short-term borrowing in the relevant currency, foreign exchange risks may be mitigated. Any such borrowing will not be taken into account in the 10% limit referred to above (on the basis that such borrowing would be made on a back to back basis only).

The Investment Adviser has designed and implemented a statistically derived measure of risk through its computer-based trading systems. This proprietary risk control mechanism (which is continually monitored and updated) operates to control the application of leverage to the Company's Investments, such leverage being variable, depending on the nature of the Investments and the markets traded and prevailing market conditions.

For as long as the Participating Shares are listed on the Irish Stock Exchange:

- (i) the Company will not take legal or management control over any of the entities in which the Liquidity Reserves are invested;
- (ii) the Company will adhere to the principle of diversification of risk in its derivatives trading activities.

### **Man-AHL Diversified Programme**

The Man-AHL Diversified Programme is primarily a directional trading system – it employs quantitative trading strategies that seek to identify and take advantage of price trends. It has been constructed to achieve diversification on a number of axes: by country, sector, market, trading frequency and trading strategy. Trading takes place around-the-clock and real time price information is used to respond to price moves in around 100 futures markets on roughly 35 exchanges. These markets include, without limitation, stock indices, bonds, currencies, short-term interest rates and selected commodities, including energy and metal contracts. By maintaining comparatively small exposure to each individual market, the overall risk of the portfolio is reduced.



The core objectives of the Man-AHL Diversified Programme are to:

- produce above-average medium-term capital growth;
- exploit profit opportunities in both rising and falling markets using a disciplined quantitative investment process;
- minimise risk by operating in a diverse range of sectors and markets using a consistent investment process that adheres to pre-defined leverage limits and determines market exposure in accordance with market correlation, volatility and liquidity factors;
- provide diversification away from traditional stock and bond investments and thereby play a valuable role in enhancing the risk/reward profile of more traditional portfolios.

The investment process is the product of sophisticated research – the programme applies a technical approach that has been developed by the Investment Adviser since 1983. Although the underlying investment methodology is proprietary and the precise details confidential, the guiding principles have remained unchanged through the years: diversification, discipline, efficiency, rigorous risk management and ongoing research.

The central investment philosophy is that markets are characterised by real and often fairly persistent anomalies which are neither the result of random behaviour nor the outcome of perfectly informed or rational decisions by market participants.

The Investment Adviser applies systematic, primarily directional, trading systems driven by powerful computerised processes or trading algorithms. These systems sample prices in real time and seek to identify and exploit the existence of serial correlation or ‘crowd behaviour’ in markets – manifested by price trends. The core trend following strategies include momentum and breakout trading approaches which will generally close out positions once a trend is completed and there is a high probability of a different trend developing.

These strategies combine multiple signal generators based on various time frames, ranging from 2-3 days to several months. The number of systems applied to a particular market varies according to the depth of liquidity in that market. Markets with higher liquidity and lower access costs can support higher trading frequencies and may receive greater allocation weightings in the portfolio. The core trend following component is complemented by proprietary quantitative spread trading and arbitrage strategies which seek to capture profits as markets experiencing relative pricing anomalies return to a state of equilibrium.

All the strategies and systems are designed to target defined volatility levels rather than returns, and the investment process is underpinned by computer-supported analytical instruments and disciplined real time risk and management information systems. A proprietary risk measurement method similar to the industry standard value-at-risk helps ensure that the rule-based decisions that drive the investment process remain within pre-defined risk parameters. Margin-to-equity ratios are monitored daily and the level of exposure in each market is

quantifiable at any time and is adjusted in accordance with market volatility. Market correlation is closely monitored to prevent over-concentration of risk and ensure optimal portfolio weightings. Market liquidity is examined to ensure opening and closing positions are executed with minimal slippage while brokerage selection and trade execution are continually monitored to ensure the best quality market access possible.

A team of dedicated research analysts has always been at the centre of the underlying investment process, ensuring that it retains a competitive edge. While changes have occurred over the years, these consist mainly of implementation refinements and improvements to the robustness, range and versatility of the original investment techniques. These include the introduction of market volatility controls, an increase in the number and diversity of markets (improves risk-adjusted returns), the introduction of 24 hour trading, and system differentiation to include the spread trading and arbitrage strategies that complement the main trend-following trading algorithms.

Independent investment portfolio analysis has confirmed that alternative investments, such as the Man-AHL Diversified Programme, should form an essential part of any well-diversified portfolio. Their potential for strong absolute capital gains, coupled with the fact that they typically do not behave in the same way as traditional investments, means that their inclusion in a portfolio can lead both to enhanced returns and reduced risk.

### **Investment Adviser**

Responsibility for management of the Company’s investment portfolio rests with the investment committee of the Investment Adviser. The Investment Adviser has been at the forefront of the fast-growing alternative investment industry for over 20 years. Established in 1983, it has successfully launched more than 200 products, many with leading financial institutions. It currently manages around USD 21 billion for institutional and private clients worldwide, making it one of the largest specialist alternative investment managers. It is part of Man Group plc, a leading international financial services business that is listed on the London Stock Exchange and is a constituent of the FTSE 100 index of leading shares. The Investment Adviser’s investment committee is made up of experienced investment professionals in London and Chicago.

### **Research process**

The Investment Adviser draws on both academic research and market experience for its product design. The Investment Adviser’s belief in the need for on-going research and development has led to significant investment in this area. The research process takes advantage of advanced computing power and powerful, proprietary, analysis software to provide solutions to the problems of quantitative trading.

The Investment Adviser retains the right to make changes to the Man-AHL Diversified Programme as a result of its continued research and development (provided that any material change

has been made in accordance with the requirements of the Central Bank and is promptly notified to the Shareholders and, if the Shares are listed on the Irish Stock Exchange, to the Irish Stock Exchange).

### **Risk management**

In an effort to control market risk the Investment Adviser has developed sophisticated mechanisms which are continually monitored and updated. The ability to measure price volatility and return co-variances across portfolios in real time enables it to apply predetermined risk control procedures. The advantage of such a strictly implemented process is that it avoids irrational human reactions to unanticipated market events.

The brokerage back office operations are separated from the executing traders thereby reducing the risk of trading positions being taken outside the normal management control systems.

In addition, the execution of trades is continuously monitored against trading signals to ensure compliance with the investment systems. An execution and operations team functions 24 hours a day, ensuring that the Investment Adviser obtains efficient market access at all times. Counterparty and broker relationships developed through the Man Group facilitate the cost effectiveness of this access.

A comprehensive disaster recovery plan has been established. It provides continuity in all the Investment Adviser's trading activities; a second-site office exists with full mirrored data and computer functionality. This capability is regularly tested for smooth handover in case of any unanticipated emergency.

### **Brokerage**

The nature of futures brokerage arrangements differs substantively from securities brokerage in that significant exposure to the futures markets can be effected with minimal capital commitments. Derivative and currency contracts are entered into on a margin basis whereby the customer is required to deposit only a percentage of the relevant contract value with the broker.

Based on such margin deposits, the Broker will enter into derivatives and currency contracts with the Company on a principal to principal basis. All monies paid by the Company to the Broker as margin deposits, together with any net realised profits retained by the Broker for margin purposes, will be held in the Brokerage Account and the Company's assets will be designated as those of the Company by the Broker for the purposes of the Brokerage Account. The assets in the Brokerage Account shall be subject to a lien in favour of the Broker in respect of liabilities of the Company due to the Broker since such monies constitute the Broker's collateral in the event of trading losses. See also the section headed "Risk factors".

Subject to the rights of the Custodian pursuant to the Custodian Agreement, monies held by the Custodian shall be subject to the Broker's right to call for such monies in the event of trading losses being incurred.

The Broker will accept trading instructions for the Brokerage Account directly from the Investment Adviser on the basis of a formal trading authorisation received from the Company.

### **Distribution policy**

The Company is an accumulating fund and, therefore, does not intend to distribute dividends to Shareholders. The Company's income and other profits will be accumulated and reinvested on behalf of Shareholders. Dividends, if paid on the Participating Shares, may be paid out of the net revenues of the Company (being the income of the Company less its expenses) and out of realised and unrealised capital gains on the disposal/valuation of Investments and other assets less realised and unrealised capital losses of the Company.

### **Risk factors**

Applicants should consider the following factors in determining whether investment in the Company is suitable for them. This does not purport to be an exhaustive list of the risks involved in investing in and/or holding Participating Shares.

1. An investment in the managed futures industry involves a significant degree of risk. There can be no assurance that the Company will achieve its objectives or avoid substantial loss.
2. Investors should carefully consider the text within the sections headed "Investment objective and policies" and "Investment and borrowing restrictions" above and remember that the Net Asset Value per Share (i.e. the price of Participating Shares) may fall as well as rise. There is no guarantee that the Company or the Investment Adviser will realise the investment objective.
3. An Applicant should only allocate a small percentage (5-10%) of its overall portfolio to an investment in the Company. The difference at any one time between the price paid for a Participating Share and the price at which a Participating Share is redeemed means that investment in the Participating Shares should be viewed as a medium-term investment. Investment in the Company (by the purchase of Participating Shares) may not be suitable for all investors.
4. Each Applicant must decide the amount to invest in Participating Shares, taking into consideration the risk factors described in this section and the terms and conditions described in this Prospectus. It should be borne in mind that the risks involved in this type of investment are greater than those normally associated with other types of investment, as the Investments in which the Company proposes to invest can be subject to sudden, unexpected and substantial price movements. Consequently, the trading of such Investments can lead to substantial losses as well as gains in the Net Asset Value per Share within a short period of time. Accordingly, an investment should be made only by those persons who could sustain a loss in that investment.

5. The Investment Adviser manages the risk for the Company by seeking to ensure that the underlying risk is within predetermined levels. Nevertheless, Applicants should note that in the event of an exceptional decline in the value of the Company's trading capital to a level insufficient to sustain access to the Man-AHL Diversified Programme, the Company may have to cease trading activities in the Man-AHL Diversified Programme.
6. Shareholders' returns on the Participating Shares (by way of any payments of Redemption Proceeds or their equivalent) will be determined by reference to any cumulative net gains or losses (if any) arising from the investment activities of the Company and any appreciation earned on the Liquidity Reserves. The Net Asset Value per Share (and therefore the return on the Participating Shares) may vary significantly over time, and may decrease as well as increase, depending upon trading profits and investment gains. The Company makes no representation as to any return that a Shareholder will earn on the Participating Shares and there can be no assurance that information on the Investment Adviser or the Man-AHL Diversified Programme set out in this Prospectus will be, in any respect, indicative of how they will perform (either in terms of profitability or low correlation with other investments) in the future.
7. The Company may make leveraged investments in markets that are volatile and which may become illiquid. Accordingly, although Investments may give greater liquidity than an equity investment, it may be impossible (in the event of trading halts or daily price fluctuation limits on the markets traded or otherwise) or expensive for the Company to liquidate positions against which the market is moving. Alternatively, it may not be possible, in certain circumstances, for a position to be initiated or liquidated promptly (in the event of insufficient trading activity in the relevant market or otherwise). Those risks may be accentuated where the Company is required to liquidate positions to meet margin requests, margin calls or other funding requirements.
8. In order to implement the Man-AHL Diversified Programme, the Company may borrow and may utilise swaps and other off balance sheet derivative transactions and other forms of leverage. While leverage presents opportunities for increasing total return, it has the effect of potentially increasing losses as well. If income and appreciation on investments made with borrowed funds are less than the cost of the leverage the Net Asset Value, and the Net Asset Value per Share, will decrease. Accordingly, any event which adversely affects the value of an investment by the Company would be magnified to the extent leverage is employed. The cumulative effect of the use of leverage in a market that moves adversely to a leveraged investment could be a substantial loss, which would be greater than if leverage was not used.
9. The Company will be subject to the payment of substantial fees. Unless significant trading profits and interest income are earned by the Company there may, after the payment of fees and expenses of the Company, be little or no return to the Shareholders. See information within the section headed "Fees and expenses".
10. The Net Asset Value can vary significantly within a short period of time. The Net Asset Value is not guaranteed and may go down as well as up. Shareholders redeeming Participating Shares may not realise the amount originally invested.
11. Investment in the Company must be made in US dollars. Shareholders dealing in a different local currency should be aware that exchange rate fluctuations could cause the value of their investment to diminish or increase. Additionally, the Company may have to finance non-US dollar margins. However, the Company may seek to mitigate foreign exchange risks involved in this financing by borrowing a matching non-US dollar amount in the relevant currency from the Broker (or one of its affiliated companies) as described on page 12.
12. Investments will normally be entered into between the Company and the Broker as principal (and not as agent). Accordingly, the Company is fully exposed to the risk that the Broker may, in an insolvency or similar event, be unable to meet its contractual obligations to the Company. This includes margin monies held by the Broker on behalf of the Company. The Company is also exposed to the default of the Broker.
13. To the extent that margin monies of the Company held by the Broker are placed with a market counterparty of the Broker, such margin monies may be pooled with margin monies of other customers of both the Broker and/or the market counterparty that are held with such market counterparty and may be exposed to loss through netting in the event of the market counterparty's insolvency. The amount of margin monies held by such market counterparties at any time shall not, except in extraordinary circumstances, exceed, in aggregate, 30% of the Net Asset Value at that time.
14. Funds not immediately required for margin purposes by the Broker will be held in a segregated client account or accounts with a third party bank or banks in accordance with the Client Money Rules. Funds held by the Broker in a segregated client account (such as the margin monies of the Company held by the Broker) may be subject to pooling (that is, pro-rata allocation) in the event that there is an overall shortfall in amounts due from the Broker to its customers out of such customer segregated funds. Funds held in segregated client accounts will not, however, be available to the general creditors of the Broker.
15. The Investment Adviser specifically warns that the Man-AHL Diversified Programme is designed and constructed as a medium-term investment.
16. Applicants will need to submit to the Registrar an Application Form by no later than four Business Days before

the Dealing Day on which the subscription is required to be made. Applicants will, therefore, not know in advance of submitting the Application Form the Subscription Price for the Participating Shares for which they are applying. In the period between Valuation Points the underlying net asset value per Share may change substantially due to market movements and, therefore, the Subscription Price which will be payable by the Applicant on any Dealing Day may vary significantly from the Subscription Price on any preceding Dealing Day. Applicants are not entitled to withdraw an Application Form unless the Directors otherwise determine.

17. Shareholders will need to submit to the Registrar (or the appropriate Clearing System, as the case may be) a Redemption Notice at least three Business Days before the Dealing Day on which the redemption is required to be made. Shareholders will, therefore, not know in advance of giving the Redemption Notice the Redemption Price. In the period between Valuation Points the underlying net asset value per Share may change substantially due to market movements and, therefore, the Redemption Price may vary significantly from the Redemption Price on any preceding Dealing Day.
18. The Custodian must, in the case of the Company, and may, in the case of the Manager and the Investment Adviser, review their respective procedures for ensuring that the Company's assets and investments are managed in accordance with the investment objective, policies, strategies and investment and borrowing restrictions contained in this Prospectus and any imposed by the Central Bank pursuant to Part XIII of the Act. However, the Custodian, in carrying out any review, may be reliant on information supplied by the Broker, the Investment Adviser and/or the Manager and the Custodian may not be in a position to validate the accuracy of such information.
19. The Custodian is not and shall not accept any liability for any losses sustained by the Company (and hence investors) as a result of any default by the Broker. The Custodian Agreement specifically excludes all such liability (except for negligence, fraud, bad faith, wilful default or recklessness on the part of the Custodian).
20. The performance of the Company will be affected by charges related to the investments of the Company. The Company, through the Investment Adviser, may be engaged in a high level of trading resulting in commensurably higher transaction costs. Typically, high portfolio turnover may result in correspondingly high transaction costs and the exact amount of brokerage and related transaction costs that will be incurred will depend upon a number of factors, including the nature and frequency of the market opportunities presented, the size of transactions and the transaction rates in effect from time to time.
21. Generally, most leveraged transactions involve the posting of collateral. Increases in the amount of margin or similar payments, or the requirement to post additional security, could result in the need for trading activity at times and prices which could be disadvantageous to the Company and could result in substantial losses. There can be no assurance that the leverage facilities will always be available and a loss of, or reduction in, the leverage facilities is likely to have the effect of causing the Company to reduce its overall investment exposure. Terms upon which leverage facilities are available may be subject to change.
22. Although the Company is prohibited from selling transferable securities if such securities are not owned by the Company, it may undertake short selling of other Investments. Short selling involves agreeing to sell assets at a future date although, at the time of such agreement, the assets to be sold may not be owned by the seller. The seller may, at times, have to borrow assets of the same type for delivery to the purchaser, with an obligation on the seller (i.e. the Company) to replace any such borrowed assets at a later date. Short selling allows the investor to profit from declines in market prices to the extent such declines exceed the transaction costs and any costs of borrowing the assets. However, if the borrowed assets must be replaced by purchases at market prices in order to close out the short position, any appreciation in the price of the borrowed assets would result in a loss. Purchasing assets to close out the short position can itself cause the price of the assets to rise further, thereby exacerbating the loss. In addition, in some markets there are rules prohibiting short sales at prices below the last sale price, which may prevent the Investment Adviser from executing short sales on behalf of the Company at the most desirable time.
23. Investments by the Company on the advice of the Investment Adviser may be concentrated and a significant proportion of the Company's assets may be in the securities of a single issuer or Agency. To the extent it does concentrate in any of these ways, the overall impact of adverse developments in the business of such issuer or such Agency or in relation to the currency in which such securities are denominated could be considerably greater than if it did not concentrate its investments to such an extent.
24. The Man-AHL Diversified Programme utilises certain strategies which depend upon the reliability and accuracy of the Investment Adviser's analytical models. To the extent such models (or the assumptions underlying them) do not prove to be correct, the Company's investments may not perform as anticipated, which could result in substantial losses for the Company and, therefore, for Shareholders.
25. The Company may have exposure to interest rate risks. To the extent prevailing interest rates change, it could negatively affect the Net Asset Value per Share.
26. Identification and exploitation of the Man-AHL Diversified Programme involves a high degree of uncertainty. No assurance can be given that the Investment Adviser will be able to locate suitable investment opportunities in which to deploy all of the allocated assets.

27. The complex trading programmes operated by the Investment Adviser and the speed and volume of transactions invariably result in occasional trades being executed which, with the benefit of hindsight, were not required by the trading programme. Shareholders will receive the benefit or bear the loss resulting from any unintentional trades conducted in this manner.
28. The Company intends to conduct its affairs such that it should not be deemed to be engaged in a trade or business in the United States and will not, therefore, be liable to US Federal taxes. If any of the activities were deemed to constitute a trade or business in the US, then US Federal income taxes may apply. Any such taxes would adversely affect the investment performance of the Shares.

### Exchange control

Under current legislation in Ireland, there are no exchange control laws or exchange control regulations in effect which would affect either the Company or any Shareholder.

## Management and administration

### Directors

The Directors, whose details are set out below, control, manage and supervise the affairs of the Company and are responsible for the overall investment policy, which will be determined by them and given to the Manager from time to time. The Directors are all non-executive directors of the Company.

**Graeme Stephen** (British) is general international legal counsel and head of corporate finance for Man Investment Products. He is qualified as a Scottish solicitor and as an English solicitor and was employed by Clifford Chance first in London, then in Bahrain and Singapore (with a secondment in Norway) from 1986 until 1993. He joined the corporate finance team of Man Investment Products in 1993, heading up the department in 1995 and becoming a director in 1998. Mr Stephen is also responsible for divisional compliance issues on a world wide basis for Man Investment Products.

**John Walley** (Irish) is managing director of Olympia Capital Ireland Ltd., which was formed in 1997/8. The company provides fund accounting and transfer agency services. Between April 1996 and April 1997 he was group managing director of Investors Trust Holdings (Ireland) Limited and its subsidiary Investors Fund Services (Ireland) Limited. Previously, Mr Walley was chief executive of the Chemical Ireland companies (subsidiaries of Chemical Banking Corporation), which he founded in 1990 and subsequently sold to Chemical Bank in 1993. Prior to 1990, Mr Walley worked with Chase Manhattan Bank in Ireland for 18 years in various senior management capacities and was head of global custody and service products for Chase Manhattan Bank in Ireland. He is a member of the Institute of Bankers in Ireland and the Institute of Auditors in Ireland.

**Philip Bodman** (British) is managing director of Man Fund Management (Guernsey) Limited, a wholly owned subsidiary of Man Group plc. He gained degrees at Reading University and Oxford University before working in Latin America and the Far East. While working in Guernsey he qualified as a chartered certified accountant and became a Fellow of the Securities Institute. He has experience in all aspects of fund administration, including compliance, valuations, share registration and corporate secretarial activities. He joined Man Investment Products in 2001.

**Daniel Morrissey** (Irish) is a partner of the law firm William Fry in Dublin. He was educated at University College, Dublin graduating with a Bachelor of Civil Law (Hons) degree in 1976. He was subsequently awarded a Diploma in European Law by University College Dublin and qualified as a solicitor in 1977. He has been a partner in William Fry since 1981 specialising in corporate law, initially with an emphasis on cross border mergers/acquisitions and joint ventures and for the past ten years concentrating on financial services related activities. Mr Morrissey is a non-executive director of a number of Irish companies.

### Manager

The Company has appointed Man Fund Management Limited as its manager pursuant to the Management Agreement. It has responsibility for the administration of the Company's affairs (apart from investment management) subject to the overall supervision and control of the Directors.

The Manager is a private company limited by shares and was incorporated in Ireland on 20 June 1994. It is a wholly owned subsidiary of Man Group plc and is part of Man Investment Products. The Manager has an issued and fully paid up share capital of USD 210,000. The Manager's main business is the provision of fund management and administration services to collective investment schemes promoted and sponsored by Man Investment Products. The Manager is also manager of Man AHL Alpha plc (formerly AHL Alpha plc).

The Manager may sub-contract or delegate its responsibilities for general administration and accounting, valuations, secretarial, registrar and transfer agency services to a service provider or service providers (as the case may be) which is/are approved by the Central Bank. The Manager has delegated the responsibilities for general administration, accounting and valuations services together with the registrar and transfer agency functions to Man Corporate Services (Ireland) Limited.

The Administrator was incorporated in Ireland as a limited liability company on 10 February 1999 for the purposes of providing administrative services to collective investment schemes such as the Company. The Administrator is a wholly owned subsidiary of Man Investment Products AG, which has an issued share capital of USD 130,000.

The directors of the Manager are Graeme Stephen, John Walley, Regina Fink and Daniel Morrissey. Messrs Stephen, Walley and Morrissey are Directors.

Ms Fink completed a commercial apprenticeship at C.F. Meier/Braunschweig Business School in Germany. She worked in the banking industry for over ten years before joining FFM Finanz, Zürich as vice president responsible for operational brokerage matters. She joined Man Investment Products in 1991.

### **Investment Adviser**

The Company has appointed Man Investment Products Limited (an indirect wholly owned subsidiary of Man Group plc) as Investment Adviser pursuant to the Investment Adviser Agreement. The Investment Adviser is responsible for managing the assets and investments of the Company in accordance with the investment objective, policies and strategies described in this Prospectus subject always to the supervision and discretion of the Directors. The Investment Adviser will provide continuous trading policy guidance and advice on investments made by the Company. The Investment Adviser has been successfully applying its highly disciplined investment philosophy to derivatives markets since 1983.

### **Broker**

The principal broker to the Company is Man Financial Limited, which has been appointed pursuant to the Broker Agreements referred to within the section headed “Statutory and general information” below. The Broker is a London-based futures broker and is regulated in the United Kingdom in the conduct of its investment business under the FSMA. The Broker is currently registered with the FSA. Man Management AG has been appointed as the introducing broker for prospective investors.

Pursuant to the Broker Agreements, the Broker will provide brokerage and dealing services to the Company and may also extend credit to the Company (i) in foreign currencies to finance non-US dollar margins, as described on page 12, (ii) on a short-term basis to fund redemption payments for redeeming Shareholders, (iii) for the short-term funding of new Investments, also as described on page 12 and (iv) to reflect margin requirement variances pending funding by the Custodian. The Broker will hold cash (for the purposes of margin only) on behalf of the Company in the Brokerage Account in connection with transactions contemplated pursuant to the Broker Agreements.

### **Custodian**

BNP Paribas Securities Services Dublin Branch has been appointed to act as Custodian to the Company pursuant to the Custodian Agreement. The Custodian is a branch of BNP Paribas Securities Services S.A., a company incorporated with limited liability in France (3, rue d’Antin, 75002 Paris) with a share capital of Euro 531,000,000. It is wholly owned by BNP Paribas Group, one of Europe’s largest banks, with assets under custody of approximately Euro 2 trillion. The Custodian’s main business activity consists of providing custody and related services to collective investment schemes and other portfolios.

It provides safe custody for the assets of the Company held by it (other than Liquidity Reserves held with the Broker) and will carry out the other functions and obligations required to be performed by it as Custodian. In dealing with the assets of the Company, the Custodian will be relying on the instructions of the Company, and/or the Investment Adviser or its appointed agents.

The Custodian must exercise due care and diligence in the discharge of its duties and will be liable to the Company and the Shareholders for any loss arising from negligence, fraud, bad faith, wilful default or recklessness in the performance of those duties. The Custodian may, however appoint any person or persons to be the sub-custodian of such assets but the liability of the Custodian will not be affected by the fact that it has entrusted to a third party some or all of the assets in its safe-keeping.

### **Secretary**

The secretary of the Company is Wilton Secretarial Limited, Fitzwilton House, Wilton Place, Dublin 2, Ireland.

### **Legal advisers**

The Company is advised as to matters of Irish law by William Fry, Solicitors, Fitzwilton House, Wilton Place, Dublin 2, Ireland.

### **Independent auditors**

The Company has appointed KPMG, 5 George’s Dock, International Financial Services Centre, Dublin 1, Ireland, as its independent auditors.

### **Conflicts of interest**

The Investment Adviser and other members of the Man Group may act as investment manager or adviser to other collective investment schemes.

The Broker is wholly owned by Man Group plc. The Broker may from time to time lend money to the Company as temporary supplements to trading capital for the purpose of, inter alia, funding redemptions. The Broker may also lend monies to the Company in foreign currencies to finance non-US dollar margins (both initial and variation) in order to avoid the Company having to purchase (or sell) the relevant currencies, which would create a currency risk.

The Broker and the Investment Adviser are required to follow the applicable rules and regulations of the FSA.

In addition, due to the widespread operations undertaken by the Manager, the Administrator, the Custodian and the Investment Adviser and their respective holding companies (if any), subsidiaries and affiliates (each an “interested party”) conflicts of interest may arise. An interested party may acquire, hold or dispose of Investments notwithstanding that such Investments had been acquired or disposed of by or on behalf of the

Company by virtue of a transaction effected by the Company in which the interested party was concerned provided that the acquisition by an interested party of such Investments is effected on normal commercial terms negotiated on an arm's length basis and the Investments held by the Company are acquired on the best terms reasonably obtainable having regard to the interests of the Company. An interested party may deal with the Company as principal or as agent, provided that any such dealings are in the best interests of Shareholders and are carried out as if effected on normal commercial terms negotiated on an arm's length basis and in relation to which:

- (i) a certified valuation of the transaction by a person approved by the Custodian (or the Directors in the case of a transaction with the Custodian) as independent and competent is obtained; or
- (ii) the transaction is executed on best terms on an organised investment exchange in accordance with the rules of such exchange; or
- (iii) if (i) or (ii) is not practical, the transaction is executed on terms which the Custodian (or the Directors in the case of a transaction with the Custodian) is satisfied are normal commercial terms negotiated at arm's length.

The above requirements shall not apply in relation to transactions entered into by the Company and the Broker acting as principal (save that any such transactions must be executed on terms which the Investment Adviser is satisfied are on normal commercial terms).

In the event that a conflict of interest does arise, the Directors and each interested party will endeavour, so far as they are able (in view of the frequency of trading and the importance of timely execution of trades) to ensure that it is resolved fairly.

## Reporting

The Company's accounting period will end each year on the last Monday in June which is a Business Day. The Company will prepare an annual report and audited annual accounts, a copy of which will be available and sent to shareholders within four months after the end of the financial period to which it relates (i.e. by 31 October). A copy of the unaudited half-yearly reports (made up to 31 December) will also be sent to shareholders within two months after the end of the half-year period to which it relates (i.e. by the last day of February). Both of these reports will also be sent to the Companies Announcement Office of the Irish Stock Exchange, to the Swiss Federal Banking Commission and to the Austrian Financial Markets Authority within the same time periods.

The audited annual accounts of the Company for the period to 28 June 2002 are set out on page Ai of this Prospectus as part of the Listing Particulars. There has been no significant change in the financial or trading position of the Company since 28 June 2002. The audited annual accounts are included in the form and context in which it appears with the written consent of the Auditors, which consent has not been withdrawn, and the

Auditors have authorised the contents of that part of the Listing Particulars. The Auditors have given and not withdrawn their consent to the issue of this Prospectus with the inclusion therein of the audited annual accounts of the Company for the period to 28 June 2002.

Subscription Prices and Redemption Prices will be published on a weekly basis in the Financial Times and the International Herald Tribune, in addition to data services such as Reuters, Bloomberg, Micropal and Telekurs. Man Investment Products also provides access to valuations via its website [www.maninvestmentproducts.com](http://www.maninvestmentproducts.com).

## Meetings

Shareholders will be entitled to attend and vote at general meetings of the Company. The annual general meeting of the Company will be held in Ireland normally within six months after the end of each financial year. Notices concerning each annual general meeting will be sent to shareholders, together with a copy of the annual accounts and reports, not less than 21 days before the date fixed for the meeting.

## Offer, valuation, subscription and redemptions

### The offer

The Company is offering Participating Shares to investors on a weekly basis on each Dealing Day (save during any period when the calculation of the Net Asset Value is suspended). The Subscription Price shall be ascertained by:

- (i) determining the Net Asset Value calculated as at the Valuation Point immediately preceding the applicable Dealing Day;
- (ii) dividing the amount calculated under (i) above by the number of Participating Shares in issue or deemed to be in issue at the relevant Valuation Point; and
- (iii) deducting therefrom such amount as may be necessary to amend the resulting amount down to the nearest cent.

Under the Articles, the Directors are given authority to effect the issue of Participating Shares and have absolute discretion to accept or reject in whole or in part any Application. In the event of the Directors rejecting an Application, the application monies (or relevant part thereof) will be returned, as soon as practicable after such rejection, via bank transfer to the Applicant without interest and at the Applicant's risk and expense.

All Participating Shares will rank *pari passu*.

### Minimum Subscription, Applications and settlements

The initial Minimum Subscription per Applicant is USD 30,000 (or such lesser amount as the Directors may determine from time to time). All subscriptions for Participating Shares must be made in US dollars. A Shareholder may increase its holding of Participating Shares in increments of not less than USD 10,000 (or such lesser amount as the Directors may determine from time to time).

Subscription for Participating Shares must be made by application through the Registrar. Applicants may only apply for Participating Shares using an Application Form, one of which is set out at the back of this Prospectus. Further Application Forms may be obtained from the Registrar. The current Subscription Price will be available during normal business hours every Business Day at the office of the Registrar.

Applications should be made by (i) completing and signing an Application Form; (ii) sending the completed and signed Application Form to the Registrar at the contact addresses stated in the Application Form; and (iii) remitting (or causing to be remitted) cleared funds into the Subscription Account in the amount in US dollars that the Applicant wishes to subscribe for Participating Shares.

Application Forms must be received by the Registrar no later than the Application Closing Date. Subscription monies should be sent by inter-bank transfer to the Subscription Account (for details of banking instructions see the Application Form) and cleared funds must be received by 5:00pm (Irish time) on the third Business Day prior to the relevant Dealing Day. Application Forms may initially be sent by telefax (at the risk of the Applicant) to the Registrar provided that the applicable subscription monies are received by the Registrar within the time limit set out above. If the Application Form is sent by telefax, the original of the Application Form should be sent by post to arrive with the Registrar as soon as possible after the telefax. Shareholders will be unable to redeem any Shares issued to them pursuant to receipt by the Registrar of a copy of an Application Form by telefax until the original of that Application Form has been received by the Registrar.

Application Forms that are not duly completed may, at the Directors' absolute discretion, be rejected. The Directors may, in their absolute discretion, reject any Application without giving any reason or approve the issue to the Applicant of less Participating Shares than the number comprising the Application. In such event, the Applicant's subscription monies, or any balance thereof, as appropriate, will be returned to the Applicant via bank transfer without interest and at the Applicant's risk.

Any Application Forms received after the relevant Application Closing Date will not (unless the Directors agree otherwise) be accepted for subscription on the Dealing Day immediately following that Application Closing Date (the "Missed Dealing Day") but will (unless the Registrar receives instructions in writing to the contrary at least two Business Days prior to the next Dealing Day after the Missed Dealing Day) be held over until, and shall be deemed to be for subscription on, the next Dealing Day after the Missed Dealing Day.

If any subscription monies are received into the Subscription Account late (i.e. after 5:00pm (Irish time) on the third Business Day prior to the relevant Dealing Day) the Application to which those subscription monies relate will (unless the Registrar receives instructions in writing to the contrary at least two Business Days prior to the next Dealing Day after the Missed

Dealing Day) be held over until, and shall be deemed to be for subscription on, the next Dealing Day after the Missed Dealing Day.

Applicants wishing to have their Participating Shares credited to their account with Euroclear or Clearstream should specify all the details of such account in their Application Form. Applicants who do not have an account with Euroclear or Clearstream should note the nominee account facilities referred to at paragraph 29 of the Application Form.

Participating Shares will only be issued in inscribed form (that is, no certificate will be issued other than the Permanent Global Share Certificate (as defined below)) but a contract note will be issued by the Registrar (or its duly appointed delegate) to each Applicant who is issued Shares confirming, among other things, the number of Participating Shares that have been issued to that Applicant, the Subscription Price for those Participating Shares, the Applicant's ownership of those Participating Shares and the noting of the Applicant's ownership of those Participating Shares in the Company's register of Shareholders. The Directors consider that an advantage of this, apart from avoiding the inconvenience of lost or damaged certificates, is that Shareholders will be able to redeem Participating Shares by sending the Redemption Notice by telefax to the Registrar. The contract note will be issued within five Business Days after the calculation of the Net Asset Value as at the relevant Valuation Point.

Once completed Application Forms have been received and accepted by the Company they are irrevocable.

### **Subscription Account**

The Subscription Account has been opened by the Company with Barclays Bank PLC. Any monies received from an Applicant and credited to the Subscription Account shall be held in escrow for the benefit of that Applicant pending the allocation of any Participating Shares to that Applicant. No interest shall be credited to Applicants on monies paid into the Subscription Account. Upon the issue of any Participating Shares to an Applicant all monies standing to the credit of the Subscription Account and which were subscribed in respect of those Participating Shares shall belong to the Company absolutely.

If an Application is accepted by the Company, the Company will issue (subject to the conditions contained in this Prospectus) "n" Participating Shares to the Applicant. For the purposes of this paragraph, "n" is the number of Shares (rounding down to the nearest whole number) calculated by dividing the amount of the subscription monies received into the Subscription Account in respect of the relevant Application by the applicable Subscription Price. If the amount of the relevant subscription monies is not an exact multiple of the Subscription Price, the excess subscription monies (the amount of which will in all cases be less than the Subscription Price) shall be retained by the Company.



The details of the Subscription Account are as follows:

		Barclays Bank PLC
		London
		BARCGB22
Correspondent bank	54A:	BARCUS33
Account with bank	57B:	Barclays Bank, Douglas IOM
Beneficiary customer	59:	/57789588
		Man AHL Diversified plc – subscription account
Payment details	70:	ADP_____
Charges	71A:	OUR

### Calculation of Net Asset Value

The Net Asset Value is expressed in US dollars. The calculation of the Net Asset Value and the Net Asset Value per Share is the responsibility of the Administrator and is to be effected weekly in accordance with the requirements of the Articles and this Prospectus. Further information is set out in the section headed “Statutory and general information”. The Net Asset Value and the Net Asset Value per Share will, upon calculation, be notified without delay by the Administrator to the Irish Stock Exchange.

### Redemption of Participating Shares

Every Shareholder has the right to require the Company to redeem its Participating Shares on a weekly basis (save during any period when the calculation of the Net Asset Value is temporarily suspended). The Minimum Redemption is 400 Participating Shares (or such lesser amount as the Directors may determine from time to time).

The Redemption Price shall be ascertained by:

- (i) determining the Net Asset Value calculated as at the Valuation Point immediately preceding the relevant Dealing Day;
- (ii) dividing the amount calculated under (i) above by the number of Participating Shares then in issue or deemed to be in issue at the relevant Valuation Point; and
- (iii) deducting therefrom such amount as may be necessary to round the resulting amount down to the nearest cent.

### Redemption fee

Costs of advertising the Participating Shares and certain marketing expenses are payable by the Marketing Adviser and are not borne by the Company. In case of Participating Shares being redeemed before they have been in issue for the periods shown below, the Company will deduct from the Redemption Price a redemption fee which will, in turn, be paid by the Company to the Marketing Adviser primarily to compensate it for the costs of marketing, as follows:

### For each Participating Shares redeemed on a Dealing day:

Dealing day:	Redemption Fee
During the first two calendar years after the issue of that Participating Share	3% of Net Asset Value per Share
During the third or fourth calendar years after the issue of that Participating Share	2% of Net Asset Value per Share
During the fifth or sixth calendar years after the issue of that Participating Share	1% of Net Asset Value per Share

There will be no redemption fee imposed on Participating Shares which are redeemed after they have been in issue for six years.

### Redemption procedures for Beneficial Shareholders

Participating Shares may be redeemed by the service (whether by telefax or other written (but not electronic) communication) of a Redemption Notice by a Shareholder on the Registrar. Any Redemption Notice must be received by the Registrar, at the latest, by 10:00am (Irish time) three Business Days prior to the Dealing Day upon which the Beneficial Shareholder requires the redemption to be effected. Any Redemption Notice received after this time will be treated as a request for redemption on the Dealing Day after the next following Dealing Day (or such later Dealing Day as may be specified in the Redemption Notice). Notwithstanding anything else in this Prospectus, Shareholders will be unable to redeem any Shares issued to them pursuant to receipt by the Registrar by telefax of an Application Form until the original Application Form has been received by the Registrar.

Redemptions must be for a number of Participating Shares equal to, or greater than, the Minimum Redemption and must not (unless all of the Shareholder’s Participating Shares are being redeemed) result in the Shareholder holding a number of Participating Shares less than the Minimum Holding.

Certain limits on the level of redemptions permitted as of any Dealing Day may apply (see pages 22 and 23). Subject to those limits, redemptions will be effected except in the event that, inter alia, the calculation of the Net Asset Value has been suspended (see page 23).

Unless otherwise instructed in writing by a Beneficial Shareholder, any payment due to that Beneficial Shareholder in respect of a redemption of any of its Participating Shares shall be effected in US dollars, at that Shareholder’s expense and risk. Such payment shall be made by the Company by bank telex transfer to the Shareholder in accordance with the bank telex transfer instructions provided by that Shareholder to the Company (or the Registrar) (or, in the case of a joint holding, the first named Shareholder) and, in the absence of any such instructions, by such other method as the Directors consider appropriate. Payment will be made as soon as reasonably

practicable following registration by the Registrar in the Company's register of Shareholders of the redemption or transfer (as the case may be) to which such payment relates, which will usually be, at the latest, five Business Days following the calculation of the Net Asset Value as at the relevant Valuation Point. Should the Registrar act upon a Redemption Notice sent by telefax, the Company shall not pay any Redemption Proceeds arising from such redemption until the original of that Redemption Notice has been received by the Registrar.

#### *Redemption procedures for Direct Shareholders*

Direct Shareholders may give their Redemption Notice to the relevant Clearing System (in accordance with the applicable rules for that Clearing System) at the latest by 10:00am (Brussels/Luxembourg time) three Business Days prior to the Dealing Day upon which the Direct Shareholder requires the redemption to be effected. Any Redemption Notice received after the above specified time will be treated as a request for redemption on the Dealing Day after the next following Dealing Day (or such later Dealing Day as may be specified in the Redemption Notice). The Clearing System account administrator should be requested to quote the Direct Shareholder's Investor ID number when issuing its instruction into the Clearing System. That Investor ID number will be quoted on the contract note for the Shareholder's Participating Shares.

The relevant Clearing System shall, within 24 hours after receipt of such a Redemption Notice, notify the Paying Agent by tested telex or authenticated SWIFT message, as the case may be, of the details of such Redemption Notice and thereafter the Paying Agent will communicate the Redemption Notice by telefax or by tested telex, as the case may be, to the Registrar.

Notwithstanding anything else in this Prospectus, Shareholders will be unable to redeem any Shares issued to them pursuant to receipt by the Registrar by telefax of an Application Form until the original Application Form has been received by the Registrar.

Payment of Redemption Proceeds will usually be made within five Business Days after the relevant Dealing Day via the Paying Agent to the Clearing System which will credit the relevant clearing account accordingly. Such procedures shall be effected in accordance with the usual operating rules and procedures of Euroclear and Clearstream (as applicable).

#### *Cancellation of redemptions*

Shareholders are not entitled to withdraw a Redemption Notice unless the Directors otherwise determine or unless a suspension of dealings and/or calculations has been declared as per the terms of this Prospectus.

#### *Compulsory redemption*

The Directors may redeem Participating Shares compulsorily if they become aware or believe that such Participating Shares

(i) are held, or are beneficially owned, by a person who is not a Qualified Holder; or (ii) expose the Company to adverse tax or regulatory consequences.

#### *Redemption in specie*

The Directors may redeem Participating Shares by way of exchange for assets (including Investments) of the Company in the circumstances set out in sub-paragraph (i) and in accordance with the terms set out in sub-paragraphs (ii) and (iii).

- (i) (a) in the event that the Company receives, in respect of any Dealing Day, requests for redemptions which, in the aggregate, amount to more than 20% of the total number of Participating Shares in issue; or  
(b) in the event that a Shareholder applying for redemption of Participating Shares has requested or agrees to the redemption of all or part of the relevant Participating Shares by way of an exchange for assets as aforesaid.
- (ii) In the circumstances described in (i)(b) above, the Shareholder must provide a redemption request to the Registrar as required by this Prospectus and otherwise satisfy all the requirements of the Directors as to such request.
- (iii) If the Directors approve a redemption in specie they shall transfer (or cause to be transferred) to the relevant Shareholder(s) that proportion of the assets of the Company which is, on the relevant Dealing Day, equivalent in value to the Participating Shares being redeemed on behalf of that Shareholder or those Shareholders (as the case may be). The Shareholder shall be entitled to request the sale of any asset or assets proposed to be so transferred and the transfer to such Shareholder of the cash proceeds of sale. The costs of such sale shall be borne by the relevant Shareholder. The nature of the assets and the type of assets to be transferred to the Shareholder(s) shall be determined by the Directors on such basis as the Directors in their sole discretion shall deem equitable and not prejudicial to the interests of the remaining Shareholders and for these purposes the value of the assets shall be determined on the same basis as used in calculating the Redemption Price applicable to that Dealing Day.

If the discretion conferred upon the Directors to effect a redemption in specie is exercised, the Directors shall notify the Custodian and shall supply to the Custodian particulars of the non-cash assets (including any Investments) to be transferred and any amount of cash to be paid to the relevant Shareholder(s).

#### **Total redemption/winding up**

All of the Participating Shares shall be redeemed if:

- (i) the holders of 75% in value of the issued shares of the Company carrying voting rights at general meetings of the Company approve of the redemption at a general meeting

of which not more than 12 and not less than four weeks notice has been given;

- (ii) at any time, the aggregate of the Net Asset Value on each of three successive Valuation Points is less than USD 3,000,000 and provided that notice of not less than four and not more than 12 weeks has been given to the Shareholders within four weeks after the third relevant Valuation Point.

All of the Participating Shares may, at the Directors' discretion, be redeemed if the Custodian has served notice of its intention to retire under the terms of the Custodian Agreement (and has not revoked such notice) and no new custodian has been formally approved and appointed within six months after the date of service of such notice.

On a winding up of the Company the assets available for distribution (after satisfaction of creditors) shall be distributed firstly to the holders of Subscriber Shares to the extent of their nominal value up to the nominal amount paid thereon and secondly to the Shareholders in respect of the remaining assets of the Company in proportion to the number of Participating Shares held.

### Transfers

Participating Shares may be transferred by instrument in writing. A transfer form is available on request from the Registrar. The Directors may decline to register a transfer unless they are provided with evidence in respect of the proposed transferee which satisfies their and the Registrar's requirements to prevent money laundering.

The Directors shall decline to register any transfer of a Participating Share where they are aware or believe that such transfer would or might result in the beneficial ownership of such Participating Shares by a person who is not a Qualified Holder or might expose the Company to adverse tax or regulatory consequences.

Transfers between Direct Shareholders within Euroclear and Clearstream will be in accordance with the usual rules and operating procedures of the relevant Clearing System. Transferees wishing to receive communications, including monthly investment management reports from the Company, should inform the Registrar of the transfer and provide the same with reasonable proof of ownership of the relevant Participating Shares.

A transfer from a Direct Shareholder to a Beneficial Shareholder or from a Beneficial Shareholder to a Direct Shareholder, as the case may be, must be accompanied by an instrument in writing signed by, or on behalf of, the transferee and transferor in a form acceptable to the Directors (for convenience a form is available from the Registrar). Neither Euroclear nor Clearstream shall be responsible for monitoring or controlling such transfer restrictions nor will either Clearing System be responsible for monitoring ownership restrictions as referred to under the definition "Qualified Holder".

### Temporary suspension/postponements

The Company may temporarily suspend the determination of the Net Asset Value, the determination of the Net Asset Value per Share and the subscription and redemption of Participating Shares:

- (i) on days which would otherwise be Dealing Days and which fall in the first and last weeks of each calendar year, as the Directors may determine;
- (ii) during the whole or any part of any period when any of the principal markets on which any significant portion of the Investments of the Company from time to time are quoted, listed, traded or dealt in is closed (otherwise than for customary weekend or ordinary holidays) or during which dealings therein are restricted or suspended or trading on any relevant futures exchange or market is restricted or suspended;
- (iii) during the whole or any part of any period when, as a result of political, economic, military or monetary events or any other circumstances outside the control, responsibility and power of the Directors, any disposal or valuation of Investments of the Company is not, in the opinion of the Directors, reasonably practicable without this being seriously detrimental to the interests of owners of Participating Shares or if, in the opinion of the Directors, the Net Asset Value cannot fairly be calculated or such disposal would be materially prejudicial to the owners of Participating Shares;
- (iv) during the whole or any part of any period during which any breakdown occurs in the means of communication normally employed in determining the value of any of the Investments or the current prices on any market or exchange of the Company or when for any other reason the value of any of the Investments or other assets of the Company cannot reasonably or fairly be ascertained;
- (v) during the whole or any part of any period when the Company is unable to repatriate funds required for the purpose of making redemption payments or when such payments cannot, in the opinion of the Directors, be effected at normal prices or normal rates of exchange or during which there are difficulties with or it is envisaged that there will be difficulties with, the transfer of monies or assets required for subscriptions, redemptions or trading; or
- (vi) upon the publication of a notice convening a general meeting of shareholders for the purpose of resolving to wind up the Company.

If total requests for redemptions on any Dealing Day exceed 20% of the total number of Participating Shares in issue, each redemption request may, in the sole discretion of the Directors acting in good faith it is believed to be necessary or desirable in order not to prejudice the interests of the Shareholders not requesting redemption or on grounds of liquidity or other like reason, be reduced "pro rata". Any redemption request so reduced shall be effected in priority to subsequent redemption

requests on the following Dealing Day, subject always to the foregoing provisions. Direct Shareholders would have to re-submit Redemption Notices in accordance with the rules and procedures of the relevant Clearing System.

The Company may also postpone the payment of Redemption Proceeds (or a portion thereof) in circumstances where Investments of the Company cannot be liquidated in a timely fashion to meet redemption requirements without having a significant adverse effect on the Company, but only to the extent that the Company has not received funds in respect of the liquidation of Investments. Any such postponement shall take effect at such time as the Directors shall declare and shall end on the earliest to occur of:

- (i) the receipt by the Company of funds in respect of the liquidation of all the relevant Investments;
- (ii) the borrowing by the Company of sums required to meet its redemption obligations; and
- (iii) the first Business Day after the period of 30 days following the day on which such declaration is made.

In the event of any suspension as set out above, the Company will immediately (and in any event during the Business Day on which the suspension occurs) notify the Central Bank and the Irish Stock Exchange.

## Fees and expenses

### General

All fees and expenses relating to the establishment and launch of the Company have been amortised. The Company is responsible for VAT (if any) payable on any fees and expenses payable by it.

### Management fees

The fees payable to the Manager are calculated and paid quarterly in arrears. They are based on the following sliding scale and are calculated by reference to the Net Asset Value at the last Valuation Point in each quarter (being the last Valuation Point in March, June, September and December):

#### Amount of the Net Asset Value to which the fee will be applied (USD)

Amount of the Net Asset Value to which the fee will be applied (USD)	Fee
0-50,000,000	The sum of: (a) USD 12,500; and (b) one quarter of 0.30% of the Net Asset Value at that Valuation Point;
50,000,000.01-100,000,000	An amount equal to one quarter of 0.20% of the Net Asset Value at that Valuation Point
100,000,000.01-249,999,999.99	An amount equal to one quarter of 0.125% of the Net Asset Value at that Valuation Point

250,000,000-499,999,999.99	An amount equal to one quarter of 0.10% of the Net Asset Value at that Valuation Point
500,000,000 or more	An amount equal to one quarter of 0.05% of the Net Asset Value at that Valuation Point

By way of illustration, if the Net Asset Value at the last Valuation Point of a quarter was USD 150 million the fees described above would comprise USD 50,000 (USD 12,500 and USD 37,500) in respect of the first USD 50 million, USD 25,000 for the portion of the Net Asset Value over USD 50 million and up to and including USD 100 million and USD 15,625 in respect of the remaining amount of the Net Asset Value.

The Manager is also entitled to receive from the Company the following transaction fees, calculated and paid quarterly in arrears:

- (i) USD 600 per quarter (USD 2,400 per annum); and
- (ii) should the number of Shareholders at the last Valuation Point of the quarter be less than or equal to 100, USD 2,500 per quarter (USD 10,000 per annum);
- (iii) should the number of Shareholders at the last Valuation Point of the quarter be less than or equal to 200 and more than 100, USD 3,250 per quarter (USD 13,000 per annum);
- (iv) should the number of Shareholders at the last Valuation Point of the quarter be less than or equal to 400 and more than 200, USD 4,000 per quarter (USD 16,000 per annum);
- (v) should the number of Shareholders at the last Valuation Point of the quarter be less than or equal to 600 and more than 400, USD 4,750 per quarter (USD 19,000 per annum); or
- (vi) should the number of Shareholders at the last Valuation Point of the quarter exceed 600, an amount equal to the sum of (a) USD 4,750 per quarter and (b) USD 750 per quarter for each additional 200 Shareholders (or part thereof).

The Manager shall also be entitled to be reimbursed all reasonable and vouched expenses incurred in the performance of its duties under the Management Agreement (including those expenses incurred by third party service providers such as the Administrator and the Registrar).

### Investment Adviser's fees

The following fees are payable by the Company under the Investment Adviser Agreement:

- (i) an investment advisory fee (calculated weekly and payable monthly) equal to one fifty second (1/52) of 3% of the Net Asset Value at each Valuation Point (approximately 3% per annum); and
- (ii) a performance fee (calculated weekly and payable monthly) equal to 20% of the Net New Profits (if any), as determined on each Valuation Point;

For the purposes hereof, “Net New Profits” means E multiplied by N where:

E is the excess of:

- (i) the Net Asset Value per Share at the relevant Valuation Point (after deducting investment advisory fees and performance fees for the period in respect of which the performance fee is calculated); over
- (ii) the highest Net Asset Value per Share at any preceding Valuation Point or (if higher) USD 100; and

N is the number of Participating Shares in issue at the relevant Valuation Point.

The aforesaid fees are deemed to be inclusive of any VAT or other sales taxes. The custodian shall verify the calculation and accrual of the performance fee.

### Third party costs

To the extent that the Manager delegates any of its duties to a third party, the charges of such party (other than out-of-pocket expenses) shall be for the account of the Manager and shall be paid by the Manager from the fees it receives from the Company. Currently the Manager has delegated certain duties to the Administrator pursuant to the Administration Agreement and other functions to the Registrar pursuant to the Registrar Agreement.

### Custody fees

The Custodian shall be entitled to receive as remuneration for its services to the Company up to 0.025 per cent per annum of the Net Asset Value at the last Valuation Point in each quarter (being the last Valuation Point in March, June, September and December). In addition to such fee, the Custodian shall also be entitled to be reimbursed all reasonable expenses incurred by it in the exercise of its duties in connection with the Custodian Agreement. Such reimbursement of reasonable expenses shall be payable out of the assets of the Company.

### Brokerage

The Company bears all costs of trading transactions and interest on borrowing. Brokerage fees will be charged by the Introducing Broker and the Broker at their institutional rates plus an amount calculated weekly and payable monthly equal to one fifty second of 1% of the Net Asset Value at each Valuation Point.

The institutional rates vary with the contract and the market on which the contract is traded. The rates comprise two elements, (a) actual costs incurred in executing a trade such as floor brokerage, exchange-clearing, execution fees and related expenses (which are currently as set out in the Broker Agreements) and (b) a charge of approximately USD 1 per round turn levied by the Broker.

### Paying agency fees

Under the Paying Agency Agreement, the Paying Agent was entitled to (and received) USD 2,500 as an initial set-up fee, and continues to be entitled to the following fees:

- (i) USD 3,500 per annum as an annual administration fee; and
- (ii) an amount equal to 0.05% per annum on the nominal value of the securities held by the Paying Agent for Beneficial Shareholders subject to a minimum annual fee of USD 2,500 per annum plus out of pocket expenses. Any such fees paid will be disclosed in the annual and semi-annual report and accounts of the Company for the period to which they relate.

Under the Austrian Paying Agent and Representative Agreement, the Austrian Paying Agent and Representative was entitled to (and received) EUR 5,000 as an initial set-up fee. The Austrian Paying Agent and Representative continues to be entitled to receive a fee of EUR 6,000 per annum.

### Directors' fees

The Directors are entitled to receive a fee and remuneration for their services at a rate to be determined from time to time by the Directors. The rates and aggregate level of fees paid to the Directors in each financial year will be disclosed in the annual report and audited annual accounts relating to such period.

The Directors may also be paid, inter alia, for travelling, hotel and other expenses properly incurred by them in attending meetings of the Directors or in connection with the business of the Company.

### Operational expenses

The Company will also pay out of its assets:

- (i) any fees in respect of circulating details of the Net Asset Value and/or the Net Asset Value per Share (including publishing prices);
- (ii) stamp duties;
- (iii) taxes (including VAT (if any) on fees payable by the Company);
- (iv) company secretarial fees;
- (v) rating fees (if any);
- (vi) brokerage or other expenses of acquiring and disposing of Investments;
- (vii) fees and expenses of the Auditors, tax, legal and other professional advisers of the Company in respect of routine and/or recurring matters;
- (viii) fees connected with the listing of Participating Shares on any stock exchange;
- (ix) fees and expenses in connection with the distribution of Participating Shares and costs of registration of the Company and the Participating Shares in jurisdictions outside Ireland;

- (x) costs of preparing, printing and distributing the Prospectus and supplements, reports, accounts and any explanatory memoranda;
- (xi) any necessary translation fees;
- (xii) any costs incurred as a result of periodic updates of this Prospectus, any supplements, or of a change in law or the introduction of any new law (including any costs incurred as a result of compliance with any applicable code, whether or not having the force of law);
- (xiii) any other fees and expenses relating to the management and administration of the Company or attributable to the Company's investments; and
- (xiv) in respect of each financial year of the Company in which expenses are being determined, such proportion (if any) of the establishment expenses as are being amortised in that year.

## Taxation

### General

***The information given is not exhaustive and does not constitute legal or tax advice. Prospective investors should consult their own professional advisers as to the implications of their subscribing for, purchasing, holding, switching or disposing of Participating Shares under the laws of the jurisdictions in which they may be subject to tax.***

The following is a brief summary of certain aspects of Irish tax law and practice relevant to the transactions contemplated in this Prospectus. It is based on the law and practice and official interpretation currently in effect, all of which are subject to change.

Dividends (if any), interest and capital gains which the Company receives with respect to its Investments (other than securities of Irish issuers) may be subject to taxes, including withholding taxes, in the countries in which the issuers of Investments are located. It is anticipated that the Company may not be able to benefit from reduced rates of withholding tax in double taxation agreements between Ireland and such countries. If this position changes in the future and the application of a lower rate results in a repayment to the Company, the Net Asset Value will not be re-stated and the benefit will be allocated to the existing Shareholders rateably at the time of the repayment.

### Irish taxation

The Directors have been advised that on the basis that the Company is resident in Ireland for taxation purposes the taxation position of the Company and the Shareholders is as set out below.

The following definitions have been issued by the Irish Revenue in relation to the residence of individuals and companies:

### *Residence – Individual*

An individual will be regarded as being resident in Ireland for a tax year if s/he:

- (i) spends 183 days or more in Ireland in that tax year (135 days for the short tax year from 6 April 2001 to 31 December 2001); or
- (ii) has a combined presence of 280 days in Ireland, taking into account the number of days spent in Ireland in that tax year together with the number of days spent in Ireland in the preceding year (the combined total is reduced to 244 days in respect of the combined tax years commencing on 6 April 2000 and 6 April 2001, and those commencing on 6 April 2001 and 1 January 2002).

Presence in a tax year by an individual of not more than 30 days in Ireland will not be reckoned for the purpose of applying the two year test (this is reduced to 22 days for the short tax year from 5 April 2001 to 31 December 2001). Presence in Ireland for a day means the personal presence of an individual at the end of the day (midnight).

The short tax year outlined above is a transitional measure to facilitate the introduction of a calendar tax year.

### *Residence – Company*

A company which has its central management and control in Ireland is resident in Ireland irrespective of where it is incorporated. A company which does not have its central management and control in Ireland but which is incorporated in Ireland is resident in Ireland except where:

- (i) the company or a related company carries on a trade in Ireland, and either the company is ultimately controlled by persons resident in EU Member States or resident in countries with which Ireland has a double taxation treaty, or the company or a related company are quoted companies on a recognised stock exchange in the EU or in a taxation treaty country;
- or**
- (ii) the company is regarded as not resident in Ireland under a double taxation treaty between Ireland and another country.

It should be noted that the determination of a company's residence for tax purposes can be complex in certain cases and declarants are referred to the specific legislative provisions which are contained in Section 23A of the Taxes Act.

The following definition has been issued by the Irish Revenue in relation to the ordinary residence of individuals:

The term "ordinary residence" as distinct from "residence", relates to a person's normal pattern of life and denotes residence in a place with some degree of continuity. An individual who has been resident in Ireland for three consecutive tax years becomes ordinarily resident with effect from the commencement of the fourth tax year. An individual who has been ordinarily resident in Ireland ceases to be ordinarily resident at the end of the third consecutive tax year in which

s/he is not resident. Thus, an individual who is resident and ordinarily resident in Ireland in 2002 and departs from Ireland in that tax year will remain ordinarily resident up to the end of the tax year 1 January 2005 to 31 December 2005.

## The Company

The Company will be regarded as resident in Ireland for tax purposes if the central management and control of its business is exercised in Ireland. It is the intention of the Directors that the business of the Company will be conducted in such a manner as to ensure that it is Irish resident for tax purposes.

The Directors have been advised that the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Act. Under current Irish law and practice, on that basis, it is not chargeable to Irish tax on its income and gains.

However, a tax can arise on the happening of a “chargeable event” in the Company. A chargeable event includes any distribution payments to Shareholders or any encashment, redemption, cancellation or transfer of Participating Shares. No tax will arise on the Company in respect of chargeable events in respect of a Shareholder who is neither Irish Resident nor Irish Ordinary Resident at the time of the chargeable event provided that a Relevant Declaration is in place and provided the Company has no reason to believe that the Relevant Declaration is incorrect. In the absence of a Relevant Declaration there is a presumption that the investor is Irish Resident or Irish Ordinary Resident. A chargeable event does not include:

- (i) an exchange by a Shareholder, effected by way of an arm’s length bargain, with the Company of Participating Shares for other Participating Shares;
- (ii) any transactions (which might otherwise be a chargeable event) in relation to shares held in a recognised clearing system as designated by order of the Irish Revenue Commissioners;
- (iii) a transfer by a Shareholder of the entitlement to a Participating Share where the transfer is between spouses (in such circumstances the transferee spouse is treated as having acquired the Participating Shares at the cost to the spouse who transferred the Participating Shares), and subject to certain conditions, this relief may also apply to former spouses; or
- (iv) an exchange of Participating Shares within the meaning of Section 739H(1) of the Taxes Act arising on a qualifying scheme of amalgamation or reconstruction (within the meaning of Section 739H(2) of the Taxes Act) of the Company or another investment undertaking(s) (subject to certain conditions).

Tax will not be applied on the happening of a chargeable event in the following cases provided certain filing requirements are fulfilled:

- (i) an exchange of Participating Shares arising on a ‘Scheme of Amalgamation’ within the meaning of Section 739D (8C) Taxes Act, subject to certain conditions; or
- (ii) an exchange of Participating Shares arising on a ‘Scheme of Migration and Amalgamation’ within the meaning of Section 739D(8D) Taxes Act, subject to certain conditions.

If the Company becomes liable to account for tax if a chargeable event occurs, the Company shall be entitled to deduct from the payment arising on a chargeable event an amount equal to the appropriate tax and/or where applicable, to appropriate or cancel such number of Participating Shares held by the Shareholder or such beneficial owner as are required to meet the amount of tax. The relevant Shareholder shall indemnify and keep the Company indemnified against loss arising to the Company by reason of the Company becoming liable to account for tax on the happening of a chargeable event if no such deduction, appropriation or cancellation has been made.

Please see the “Shareholders” section below dealing with the tax consequences for the Company and the Shareholders of chargeable events in respect of:

- (i) Shareholders who are neither Irish Residents nor Irish Ordinary Residents; and
- (ii) Shareholders who are either Irish Residents or Irish Ordinary Residents.

Dividends received by the Company from investment in Irish equities may be subject to Irish dividend withholding tax at the standard rate of income tax (currently 20%). However, the Company can make a declaration to the payer that it is a collective investment undertaking beneficially entitled to the dividends which will entitle the Company to receive such dividends without deduction of Irish dividend withholding tax.

Generally, no stamp duty is payable in Ireland on the issue, transfer, repurchase or redemption of Participating Shares in the Company.

No Irish stamp duty will be payable by the Company on the conveyance or transfer of stock or marketable securities provided that the stock or marketable securities in question have not been issued by a company incorporated in or registered in Ireland and provided that the conveyance or transfer does not relate to any immovable property situated in Ireland or any right over or interest in such property or to any stocks or marketable securities of a company (other than a company which is a collective investment undertaking within the meaning of Section 734 of the Taxes Act) which is registered in Ireland.

### Shareholders – Taxation interpretation

For the purpose of determining the Irish tax liability of any Shareholder, payments made by the Company to a Shareholder whose Participating Shares are held in a recognised clearing system will be deemed to be payments from which tax has not been deducted.

Foreign currency gain – where Participating Shares are denominated in currency other than a Euro denominated currency, certain Shareholders (identified in the following ‘Taxation’ section) will be liable to tax on chargeable gains at 20% on the exchange difference between the foreign currency and the Euro for the duration of the shareholding period. The amount of the gain is calculated by comparing the foreign currency cost of the units at the Euro rate of exchange on the date of acquisition, with the foreign currency cost of the units at the Euro exchange rate on the date of disposal. Persons who are neither Irish Residents nor Irish Ordinary Residents would only be liable to this charge if the Participating Shares are held for the purpose of a trade carried on through a branch or agency in Ireland.

## Shareholders – Taxation

### (i) Shareholders who are neither Irish Residents nor Irish Ordinary Residents

The Company will not have to deduct tax on the occasion of a chargeable event in respect of a Shareholder if (a) the Shareholder is neither Irish Resident nor Irish Ordinary Resident; (b) the Shareholder has made a Relevant Declaration; and (c) the Company has no reason to believe that the Relevant Declaration is incorrect. In the absence of a Relevant Declaration, tax will arise on the happening of a chargeable event in the Company regardless of the fact that a Shareholder is neither Irish Resident nor Irish Ordinary Resident. The appropriate tax that will be deducted is as described in paragraph (ii) below.

To the extent that a Shareholder is acting as an Intermediary on behalf of persons who are neither Irish Residents nor Irish Ordinary Residents, no tax will have to be deducted by the Company on the occasion of a chargeable event provided that the Intermediary has made a Relevant Declaration that they are acting on behalf of such persons and the Company has no reason to believe that the Relevant Declaration is incorrect.

Shareholders who are neither Irish Residents nor Irish Ordinary Residents and who have made Relevant Declarations, other than Shareholders in respect of Participating Shares attributable to an Irish branch or agency of that Shareholder, will not be liable to Irish tax in respect of income from their Participating Shares and gains made on the disposal of their Participating Shares. Where tax is withheld by the Company on the basis that no Relevant Declaration has been filed with the Company by the Shareholders, Irish legislation does not provide for a refund of tax to non-corporate Shareholders or to corporate Shareholders who are not Irish Residents and who are not within the charge to Irish corporation tax, other than in the following circumstances:

- I. The appropriate tax has been correctly returned by the Company and within one year of the making of the return

the Company can prove to the satisfaction of the Revenue Commissioners that it is just and reasonable for such tax which has been paid to be repaid to the Company.

- II. Where a claim is made for a refund of Irish tax under Section 189, 189A and 192 of the Taxes Act (relieving provisions relating to incapacitated persons, trusts in relation therefore and persons incapacitated as a result of drugs containing thalidomide) the income received will be treated as net income chargeable to tax under Case III of Schedule D from which tax has been deducted.

### (ii) Shareholders who are Irish Residents or Irish Ordinary Residents

Unless a Shareholder is an Exempted Irish Investor (as defined above), makes a Relevant Declaration to that effect and the Company has no reason to believe that the Relevant Declaration is incorrect, tax at the standard rate of income tax (currently 20%), will be required to be deducted by the Company from a distribution made annually or at more frequent intervals to a Shareholder who is Irish Resident or Irish Ordinary Resident. Similarly, tax at the standard rate plus 3% (i.e. currently 23%) will have to be deducted by the Company on any other distribution or gain arising to the Shareholder (other than an Exempted Irish Investor who has made a Relevant Declaration) on an encashment, redemption, cancellation or transfer of Participating Shares by a Shareholder who is Irish Resident or Irish Ordinary Resident.

There are a number of Irish Residents and Irish Ordinary Residents who are exempted from the provisions of the above regime once Relevant Declarations are in place. These are Exempted Irish Investors.

Irish Resident corporate Shareholders who receive distributions (where payments are made annually or at more frequent intervals) from which tax has been deducted will be treated as having received an annual payment chargeable to tax under Case IV of Schedule D from which tax at the standard rate has been deducted. Such Shareholders may also be liable to tax on foreign currency gains on the acquisition cost of Participating Shares as outlined in “Shareholders – Taxation interpretation” section. Irish Resident corporate Shareholders who receive payments (other than distribution which are made annually or at more frequent intervals) from which tax has been deducted will not be subject to further Irish tax on such payments.

Irish Resident corporate Shareholders whose Participating Shares are held in connection with a trade will be taxable on any income or gains (grossed up for any tax deduction) as part of that trade with a set-off against corporation tax payable for any tax deducted by the Company.

Non-corporate Shareholders who are Irish Resident or Irish Ordinary Resident will not be subject to further Irish tax on



income from their Participating Shares or gains made on disposal of the Participating Shares where tax has been deducted by the Company on payments received.

Any Shareholder who is Irish Resident or Irish Ordinary Resident and receives a payment from which tax has not been deducted by the Company may be liable to income tax or corporation tax on that payment. However, where the payment is in respect of the cancellation, redemption, repurchase or transfer of Participating Shares, such income shall be reduced by the amount of the consideration in money or monies worth given by the Shareholder for the acquisition of the Participating Shares. Such Shareholders may also be liable to tax on foreign currency gains as outlined in the "Shareholders - Taxation interpretation" section.

Where tax is withheld by the Company on the basis that no Relevant Declaration has been filed with the Company by the Shareholders, Irish legislation does not provide for a refund of tax to non-corporate Shareholders or to corporate Shareholders who are not Irish Resident within the charge to Irish corporation tax, other than in the following circumstances:

- I. The appropriate tax has been correctly returned by the Company and within one year of the making of the return the Company can prove to the satisfaction of the Revenue Commissioners that it is just and reasonable for such tax which has been paid to be repaid to the Company.
- II. Where a claim is made for a refund of Irish tax under Section 189, 189A and 192 of the Taxes Act (relieving provisions relating to incapacitated persons, trusts in relation therefore and persons incapacitated as a result of drugs containing thalidomide) the income received will be treated as net income chargeable to tax under Case III of Schedule D from which tax has been deducted.

### *Capital acquisitions tax*

The disposal of Participating Shares will not be subject to Irish gift or inheritance tax (capital acquisitions tax), provided that the Company falls within the definition of investment undertaking (within the meaning of Section 739B of the Taxes Act) and that:

- (i) at the date of the gift or inheritance, the donee or successor is neither domiciled nor ordinarily resident in Ireland;
- (ii) at the date of the disposition<sup>1</sup>, the Shareholder disposing of the Participating Shares is neither domiciled nor ordinarily resident in Ireland;
- and (iii) the Participating Shares are comprised in the gift or inheritance at the date of such gift or inheritance and at the valuation date.

Capital acquisitions tax at a rate of 20% applies where the relevant provisions outlined above do not apply.

### *Transactions taxes*

No stamp duty or other tax is payable in Ireland on the issue, redemption or transfer of Participating Shares in the Company.

<sup>1</sup>This condition is deemed to be satisfied in certain cases where the proper law of the disposition is not the law of the Republic of Ireland and the Participating Shares came into the beneficial ownership of the disposer or became subject to the disposition prior to 15 February 2001.

# Statutory and general information

## 1. Incorporation, registered office and share capital

- (i) The Company was incorporated in Ireland on 23 October 1995 as a public limited company under registration number 239901 and under the name “AHL Diversified plc”. The name of the Company was changed to “Man AHL Diversified plc” on 24 April 2002. The Company is organised under the laws of Ireland as an open-ended investment company with variable capital pursuant to Part XIII of the Companies Act 1990 and is an investment company authorised by the Central Bank.
- (ii) The registered office of the Company is presently at Man Corporate Services (Ireland) Limited, 79/80 Lower Leeson Street, Dublin 2, Ireland.
- (iii) On incorporation the Company had an authorised share capital of USD 60,000 divided into 60,000 Subscriber Shares (each of which had been issued at par and is fully paid) and 50,000,000,000 Participating Shares. In order to provide for the minimum share capital on incorporation required under Irish law, the Manager subscribed for 59,993 Subscriber Shares for cash at par paid up as to USD 1 per share and a further seven Subscriber Shares have been issued fully paid up for cash at par to nominees of the Manager. Subsequently, the Manager redeemed its holding of 59,993 Subscriber Shares. At the date of this Prospectus the nominees of the Manager hold in aggregate seven Subscriber Shares. No further Subscriber Shares will be issued. The Subscriber Shares (or any of them) may be repurchased by the Company at any time.
- (iv) No capital of the Company is under option or agreed conditionally or unconditionally to be put under option.
- (v) Neither the Subscriber Shares nor the Participating Shares carry pre-emption rights.
- (vi) All shares will be issued in registered form.

## 2. Share capital

### *Subscriber Shares*

The holders of the Subscriber Shares shall:

- (i) on a poll be entitled to one vote per Subscriber Share;
- (ii) not be entitled to any dividends whatsoever in respect of their holding of Subscriber Shares; and
- (iii) in the event of a winding up or dissolution of the Company, be entitled to payment in respect of the nominal amount paid up thereon out of the assets of the Company, but shall not be entitled to any further or other amount.

### *Participating Shares*

The holders of Participating Shares shall:

- (i) on a poll be entitled to one vote per Participating Share;
- (ii) be entitled to such dividends as the Directors may from time to time declare; and
- (iii) in the event of a winding up or dissolution of the Company, be entitled (after payment to the holders of the Subscriber Shares of the nominal amount paid up thereon) to the remaining assets of the Company in proportion of the number of Participating Shares held.

### *Voting rights*

This is dealt with under the rights attaching to the Subscriber Shares and Participating Shares respectively referred to above.

A quorum at a general meeting shall be two shareholders in the Company present (i) in the case of an individual, in person; (ii) in the case of a corporate body, by its duly authorised representative; and (iii) in either case, by proxy.

Subject to any special terms as to voting upon which any shares in the Company may be issued or may for the time being be held, at any general meeting on a show of hands every holder of shares in the Company who (being an individual) is present in person or (being a corporation) is present by duly authorised representative shall have one vote. On a poll every such holder present as aforesaid or by proxy shall have one vote for every share held in the Company.

To be passed, resolutions of the Company in general meeting will require a simple majority of the votes cast by the shareholders in the Company.

A majority of not less than 75% of the shareholders in the Company present in person or by proxy and (being entitled to vote) voting in general meetings is required in order to (i) rescind, alter or amend any article of the Articles or make a new article in the Articles and (ii) wind up the Company.

## 3. Memorandum of Association

The Memorandum of Association of the Company provides that the Company's principal object is the collective investment of its funds in property with the aim of spreading investment risk and giving members of the Company the benefit of the results of the management of its funds. The object and powers of the Company are set out in full in Clause 3 of the Memorandum of Association, which is available for inspection at the registered office of the Company.

## 4. Articles

The following section is a summary of the principal provisions of the Articles not previously summarised in this Prospectus.

### *Alteration of share capital*

The Company may from time to time by ordinary resolution increase its capital, consolidate and divide its shares or any of them into shares of a larger amount, sub-divide its shares or any of them into shares of a smaller amount, or cancel any shares not taken or agreed to be taken by any person. The Company may also by special resolution from time to time reduce its share capital in any way.

### *Issue of Participating Shares*

The Participating Shares shall be at the disposal of the Directors and they may (subject to the provisions of the Companies Acts 1963 to 2001) allot, offer or otherwise deal with or dispose of them to such persons, at such times and on such terms as they may consider in the best interests of the Company.

### *Variation of rights*

Whenever the share capital is divided into different classes of shares, the rights of any class may be varied or abrogated with the consent in writing of the holders of three quarters in nominal value of the issued shares of that class, or with the sanction of a special resolution passed at a separate general meeting of the holders of that class of shares and the necessary quorum shall be (other than an adjourned meeting) two persons holding shares issued in that class or their proxies (and at the adjourned meeting the necessary quorum shall be one person holding shares of that class or his proxy).

The special rights attaching to any shares of any class shall not (unless the conditions of issue of such class of shares expressly provide otherwise) be deemed to be varied by the creation or issue of other shares ranking pari passu therewith.

#### *Transfer of Participating Shares*

- (i) Transfers of Participating Shares involving a Beneficial Shareholder shall be effected by an instrument in writing in a form approved by the Directors but need not be under seal. No transfer of Participating Shares can be effected without the prior written consent of the Company. Participating Share transfers between Direct Shareholders shall be in accordance with the rules and procedures of the relevant Clearing System.
- (ii) The instrument of transfer of a Participating Share must be signed by or on behalf of the transferor. The transferor shall be deemed to remain the holder of the Participating Share until the name of the transferee is entered in the Company's register in respect of such Participating Share.
- (iii) The Directors may decline to register a transfer of Participating Shares unless the instrument of transfer is deposited at the registered office of the Company together with such evidence as is required by the Directors to show the right of the transferor to make the transfer and satisfying the Directors as to their and the Registrar's requirements to prevent money laundering as they may apply from time to time. The registration of transfers may be suspended for such times and at such periods as the Directors may determine provided always that such registration may not be suspended for more than 30 days in any one year.

#### *Redemption of Participating Shares*

Any certificate as to the Net Asset Value, the Net Asset Value per Share and/or the Redemption Price given in good faith by or on behalf of the Directors is binding on all parties.

A holder of Participating Shares shall have the right (subject as provided within the section headed "Temporary suspension/postponements" on page 23) to require the Company to redeem all or any part of his holding subject to the Minimum Holding requirement.

#### *Determination of Subscription Price/Redemption Price*

For the purposes of, inter alia, the determination of the Subscription Price and the Redemption Price:

- (i) Participating Shares which have been allotted but not issued on a Dealing Day shall be deemed to be in issue on receipt of payment therefor and Participating Shares whose allotment has been cancelled and the relevant application monies have not been returned to the Applicant on or prior to a Dealing Day shall be deemed to cease to be in issue at the close of business on the day of such cancellation; and
- (ii) Participating Shares which have been redeemed on a Dealing Day shall be deemed to have ceased to be in issue at the close of business on the relevant Dealing Day.

#### *Directors*

- (a) Unless and until otherwise determined by the Company in general meeting each Director shall be entitled to such remuneration for his services as the Directors shall from time to time resolve.

The Directors may also be paid, inter alia, for travelling, hotel and other expenses properly incurred by them in attending meetings of the Directors or in connection with the business of the Company. Any Director who devotes special attention to the business of the Company may be paid such extra remuneration as the Directors may determine.

- (b) A Director may hold any other office or place of profit under the Company (other than the office of auditor) in conjunction with his office of Director, and may act in a professional capacity to the Company on such terms as the Directors may determine.
- (c) Subject to the provisions of the Act, and provided that he has disclosed to the Directors the nature and extent of any material interest of his, a Director notwithstanding his office:
  - (i) may be a party to, or otherwise interested in, any transaction or arrangement with the Company in which the Company is otherwise interested;
  - (ii) may be a director or other officer of, or employed by, or a party to any transaction or arrangement with, or otherwise interested in, any body corporate promoted by the Company or in which the Company thereof is otherwise interested; and
  - (iii) shall not be accountable, by reason of his office, to the Company for any benefit which he derives from any such office or employment or from any such transaction or arrangement or from any interest in any such body corporate and no such transaction or arrangement shall be liable to be avoided on the ground of any such interest or benefit.
- (d) A Director shall not generally be permitted to vote at a meeting of the Directors or a committee of Directors on any resolution concerning a matter in which he has, directly or indirectly, an interest which is material to, or a duty which conflicts or may conflict with the interests of, the Company. A Director shall not be counted in the quorum present at a meeting in relation to any such resolution on which he is not entitled to vote. A Director shall be entitled to vote (and be counted in the quorum) in respect of resolutions concerning certain matters in which he has an interest including any proposal concerning any other company in which he is interested, directly or indirectly provided that he is not the holder of or beneficially interested in 10% or more of the issued shares of any class of such company or of the voting rights available to members of such company (or of a third company through which his interest is derived).
- (e) There is no provision in the Articles requiring a Director to hold shares in the Company or to retire by reason of any age limit and there is no shareholding qualification for Directors.
- (f) The number of Directors shall not be less than two.
- (g) The quorum for meetings of Directors may be fixed by the Directors and unless so fixed shall be two.
- (h) The office of a Director shall be vacated in any of the following circumstances:
  - (i) he ceases to be a Director by virtue of any provisions of the Companies Acts 1963 to 2001 or becomes prohibited by law from being a Director;
  - (ii) he becomes a bankrupt or makes any arrangement or composition with his creditors generally;
  - (iii) in the opinion of a majority of the Directors he becomes incapable, by reason of mental disorder, of discharging his duties as a Director;

- (iv) he resigns from his office by notice to the Company;
- (v) he is convicted of an indictable offence and the Directors determine that as a result of such conviction he shall cease to be a Director; or
- (vi) he shall for more than six consecutive months have been absent without permission of the Directors from meetings of the Directors held during that period and the Directors pass a resolution that he has by reason of such absence vacated office.

The Company may also, as a separate power, in accordance with and subject to the provisions of the Act, by ordinary resolution of the shareholders, remove any Director (including any managing director or other executive director) before the expiry of his period of office notwithstanding anything to the contrary contained in the Articles or in any agreement between the Company and any such Director.

### *Borrowing and pledging powers*

The Directors may exercise all the powers of the Company to borrow or raise money (including the power to borrow for the purpose of repurchasing shares) but may not hypothecate, mortgage, charge or pledge its undertaking, property, assets or any part thereof, or issue debentures, debenture stock or other securities, whether outright or as collateral security for any debt, liability or obligations of the Company save in accordance with the provisions of Part XIII Act or as permitted by the Central Bank. Nothing contained herein shall restrict liens arising in the ordinary course of business.

Notwithstanding the above, the Directors may pledge or encumber the Company's assets in respect of short-term loans raised for the account of the Company provided that:

- (i) the aggregate amount of such loans does not exceed 10% of the Net Asset Value; and
- (ii) the prior approval of the Custodian to the terms and conditions of the loans is obtained.

### *Dividends*

No dividends are payable on the Subscriber Shares. Subject to the provisions of the Companies Acts 1963 to 2001, the Company may by ordinary resolution declare dividends on the Participating Shares, but no dividends shall exceed the amount recommended by the Directors.

If the Directors so resolve, and in any event on the winding up of the Company or on the redemption of all of the Participating Shares, any dividend which has remained unclaimed for 12 years shall be forfeited and will revert to the Company.

### *Distribution of assets on a liquidation*

If the Company is wound up, the liquidator may, with a sanction of a special resolution of the Company or other sanction as required by the Companies Acts 1963 to 2001, divide among the Shareholders in specie or in kind, all or any part of the assets of the Company and may for such purpose value any property to be divided as aforesaid and may determine how such division should be carried out as between the Shareholders.

### *Restrictions on Shareholders*

The Directors have power to impose such restrictions as they may think necessary for the purpose of ensuring that no Participating Shares are acquired or held by:

- (i) any person who is not a Qualified Holder; and
- (ii) any person in breach of the law or requirements of any country, government or authority or any person or persons in circumstances (whether directly or indirectly affecting such person or persons and whether taken alone or in conjunction with any other persons, connected or not, or any other circumstances appearing to the Directors to be relevant) which, in the opinion of the Directors, might result in the Company incurring any liability to taxation or suffering any other pecuniary, fiscal or regulatory disadvantage which the Company might not otherwise have incurred or suffered or the Company being required to comply with any registration or filing requirement in any jurisdiction with which it would not otherwise be required to comply.

If it comes to the notice of the Directors that any Participating Shares are so held by any such non-qualified person as outlined above the Directors may give notice to such person requiring the redemption or transfer of such Participating Shares in accordance with the provisions of the Articles. If any person upon whom such a notice has been served fails to comply with such requirements within 30 days, that person shall be deemed to have given a Redemption Notice in respect of all its Participating Shares. A person who becomes aware that it is a non-qualified person is required either to deliver to the Company a written request for redemption of its Participating Shares in accordance with the Articles or to transfer the same to a person who would not thereby be a non-qualified person.

## **5. Money laundering**

The Manager has a responsibility to regulators for compliance with money laundering regulations around the world and, for that reason, existing Shareholders, potential subscribers for and transferees of Participating Shares may be asked for proof of identity. Until satisfactory proof of identity is provided by potential investors or transferees, as determined by the Directors, the Directors reserve the right to withhold the issue or approval of transfers (as the case may be) of the applicable Participating Shares.

In case of delay or failure to provide satisfactory proof of identity, the Company and the Manager may take such action as they see fit including the right to redeem issued Participating Shares compulsorily.

## **6. Indemnities**

The Directors, Secretary and other officers of the Company shall be indemnified by the Company against losses and expenses to which any such person may become liable by reason of any contract entered into or any act or thing done by him as such officer in discharge of his duties (other than in the case of fraud, negligence or wilful default).

## **7. Euroclear/Clearstream**

### *(a) Form of Participating Shares held by Direct Shareholders*

The Participating Shares will be represented by a permanent global share certificate (the "Permanent Global Share Certificate") registered in the nominee name indicated on the Application Form for credit to the accounts of the subscribers with Euroclear and Clearstream. The Clearing Systems (or their nominee) shall note the number of Participating Shares represented by the Permanent Global Share Certificate on the reverse of the Permanent Global Share Certificate and shall note any increase (by way of an issue of

additional Participating Shares) or reduction (by way of transfer or redemption of Participating Shares) on the reverse of the Permanent Global Share Certificate.

(b) **Clearing and settlement**

Arrangements have been made with the Clearing Systems to facilitate the issue of Participating Shares. Transfers within the Clearing Systems will be in accordance with the usual rules and operating procedures of the relevant Clearing System.

(c) **Settlement in relation to the Participating Shares**

Upon the issue of the Permanent Global Share Certificate appropriate book entries will be made by the Clearing Systems. In accordance with instructions received from the Registrar, the respective Clearing System will note the increase in credit to it of the beneficial interest represented by the relevant Permanent Global Share Certificate and credit the relevant number of Participating Shares to the accounts of such participants. Ownership of beneficial interests in the Participating Shares will be shown on, and the transfer of that ownership will be effected only through, records maintained by the Clearing Systems (subject to the arrangement for Beneficial Shareholders as described on page 20).

Securities clearance accounts and cash accounts with the Clearing Systems are subject to the terms and conditions governing their use, the related operating procedures of each of the Clearing Systems and applicable law. All securities in the Clearing Systems are held on a fungible basis without attribution of specific certificates to specific securities accounts.

(d) **Clearstream**

Clearstream was incorporated in 1970 as “Cedel S.A.”, a company with limited liability under Luxembourg law (a société anonyme). Cedel S.A. subsequently changed its name to Cedelbank. On 10 January 2000, Cedelbank’s parent company, Cedel International, société anonyme merged its clearing, settlement and custody business with that of Deutsche Börse Clearing AG. On 18 January 2000, Cedelbank was renamed Clearstream Banking, société anonyme.

Clearstream holds securities for its customers and facilitates the clearance and settlement of securities transactions between Clearstream customers through electronic book-entry changes in accounts of Clearstream customers, thereby eliminating the need for physical movement of certificates. Transactions may be settled by Clearstream in any of 36 currencies. Clearstream also deals with domestic securities markets in over 30 countries through established depository and custodial relationships. Clearstream is registered as a bank in Luxembourg and, as such, is subject to regulation by the Commission de Surveillance du Secteur Financier, which supervises Luxembourg banks. Currently, Clearstream has approximately 2,000 customers located in over 80 countries, including all major European countries, Canada, and the United States. Indirect access to Clearstream is available to other institutions that clear through or maintain a custodial relationship with an account holder of Clearstream. Clearstream, Luxembourg has established an electronic bridge with Euroclear Clearance Systems plc as the operator of the Euroclear system in Brussels to facilitate settlement of trades between Clearstream and Euroclear.

(e) **Euroclear**

Euroclear was created in 1968 to hold securities for its participants and to clear and settle transactions between its participants through simultaneous electronic book-entry delivery against payment,

thereby eliminating the need for physical movement of certificates and any risk from lack of simultaneous transfers of securities and cash. Euroclear includes various other services, including securities lending and borrowing, and interfaces with domestic markets in several countries. The Euroclear system is owned by Euroclear Clearance System plc and operated through a license agreement by Euroclear, a bank incorporated under the laws of the Kingdom of Belgium (the “Euroclear Operator”).

Euroclear participants include banks (including central banks), securities brokers and dealers and other professional financial intermediaries. Indirect access to Euroclear is also available to others that clear through or maintain a custodial relationship with a Euroclear participant, either directly or indirectly.

The Euroclear Operator is regulated and examined by the Belgian Banking and Finance Commission and the National Bank of Belgium.

Securities clearance accounts and cash accounts with the Euroclear Operator are governed by the Terms and Conditions Governing Use of Euroclear and the related Operating Procedures of the Euroclear system, and applicable Belgian law (collectively, the “Terms and Conditions”). The Terms and Conditions govern transfers of securities and cash within Euroclear, withdrawals of securities and cash from Euroclear, and receipts of payments with respect to securities in Euroclear. All securities in Euroclear are held on a fungible basis without attribution of specific certificates to specific securities clearance accounts. The Euroclear Operator acts under the Terms and Conditions only on behalf of Euroclear participants and has no record of or relationship with persons holding through Euroclear participants.

## 8. Calculation of the Net Asset Value

The calculation of the Net Asset Value is the responsibility of the Administrator. In determining such Net Asset Value the Articles provide, inter alia, that:

- (a) The Net Asset Value shall be expressed in US dollars or in such other currency as the Directors may determine in any specific case (translated where necessary at such rate of exchange as the Directors think fit) and shall be determined, subject to suspension, as at each Valuation Point and shall be the value of all the assets of the Company less all the liabilities of the Company subject to any regulations of the Central Bank and pursuant to Part XIII of the Act.
- (b) The assets of the Company shall be deemed to include:
  - (i) all cash in hand, on deposit or on call including any interest accrued thereon and all accounts receivable;
  - (ii) all bills, demand notes, certificates of deposit and promissory notes;
  - (iii) all bonds, forward currency transactions, commodities (of every description including precious metals and oils), time notes, shares, stock, units of or participation in collective investment schemes/mutual funds, debentures, debenture stock, subscription rights, warrants, futures contracts, options contracts, swap contracts, contracts for differences, fixed rate securities, floating rate securities, securities in respect of which the return and/or redemption amount is calculated by reference to any index, price or rate, financial instruments and other investments and securities owned or contracted for by the Company, other than rights and securities issued by it;

- (iv) all stock and cash dividends and cash distributions to be received by the Company and not yet received by it but declared to shareholders on record on a date on or before the day as of which the Net Asset Value is being determined;
  - (v) all interest accrued on any interest-bearing securities owned by the Company except to the extent that the same is included or reflected in the principal value of such security;
  - (vi) all other Investments of the Company;
  - (vii) the preliminary expenses of the Company including the cost of issuing and distributing Participating Shares in so far as the same have not been written off; and
  - (viii) all other assets of the Company of every kind and nature including prepaid expenses as valued and defined from time to time by the Directors. The paid-up nominal capital of the Subscriber Shares shall be excluded as an asset of the Company for the purposes of determining the Net Asset Value.
- (c) Where any security or currency contract owned or contracted for by the Company is listed or dealt in on a Market, the value thereof shall be based on the quoted price for such securities or such contracts available to the Directors at the latest Valuation Point, or, if bid and offer prices are quoted, long positions will be valued at bid prices and short positions at offer prices, for such amount of such investment as the Directors may consider in all circumstances to provide a fair criterion. Where such security or such contract is listed or dealt in on more than one Market the Directors may in their absolute discretion select any one of such Markets for the foregoing purposes. For the purposes of this paragraph and the following paragraphs the expression "Market" shall mean any stock exchange, over the counter market or other securities market, any commodity exchange or market on which commodities are regularly traded or publicly auctioned as relevant to the particular Investment in any part of the world.
- (d) Where any security or currency contract owned or contracted for by the Company is listed or dealt in on a Market but in respect of which for any reason, prices on that Market may not be available at any relevant time, or, in the opinion of the Directors, may not be representative, the value therefore shall be the probable realisation value thereof estimated with care and in good faith certified by a person, firm or association making a market in such security or contract approved by the Custodian and/or any other person qualified, in the opinion of the Directors (and with the approval of the Custodian) to provide such a certificate.
- (e) The value of any security or currency contract owned or contracted for by the Company which is not listed or dealt in on a Market shall be the probable realisable value therefore ascertained as hereinafter provided with the concurrence of the Custodian:
- (i) the probable realisable value of such security or currency contract as estimated by the Directors acting in good faith and with due care and approved by the Custodian; and
  - (ii) taking into account interest or interest bearing securities or contracts.
- (f) The value of any forward foreign exchange contracts will be valued by reference to the price at which a new forward contract of the same size and maturity could be undertaken on the day in which the relevant Valuation Point occurs.
- (g) The value of any future contracts and options which are dealt in on a Market shall be calculated by reference to the price appearing to the

Directors to be the settlement price as determined by the Market in question, provided that where it is not the practice of the relevant market to quote a settlement price or if such settlement price is not available for any reason, such value shall be calculated in such manner as the Directors shall determine with the concurrence of the Custodian.

- (h) Other derivative instruments shall be valued at such price as the Directors in good faith, with the approval of the Custodian and in consultation with the Investment Adviser, consider represents the best possible realisation value of the derivative instrument.
- (i) The value of any Investment which is a participation in an open-ended collective investment scheme/mutual fund shall be calculated by reference to the most recent net asset value of such participation calculated in accordance with the requirements of the relevant scheme/fund.
- (j) Cash shall be valued at face value (together with accrued interest to the relevant Valuation Point) unless, in the opinion of the Directors, any adjustment should be made to reflect the value thereof.
- (k) If in any case a particular value is not ascertainable as above provided or if the Directors shall consider that some other method of valuation better reflects the fair value of the relevant Investment then in such case the method of valuation of the relevant Investment shall be such as the Directors shall decide provided that such method has been approved by the Custodian.
- (l) Any valuations made pursuant to the Articles shall be binding on all persons.

## 9. Circumstances of a winding up

The Company shall be wound up in the following circumstances:

- (i) by the passing of a special resolution for a winding up;
- (ii) where the Company suspends its business for a year;
- (iii) where the number of shareholders falls below the statutory minimum (currently two);
- (iv) where the Company is unable to pay its debts and a liquidator has been appointed;
- (v) where the appropriate court in Ireland is of the opinion that the Company's affairs and the powers of the Directors have been exercised in a manner oppressive to shareholders; or
- (vi) the appropriate court in Ireland is of the opinion that it is just and equitable that the Company should be wound up.

## 10. Commissions

Save as disclosed within the section headed "Fees and expenses", no commissions, discounts, brokerages or other special terms have been granted or are payable by the Company in connection with the issue or sale of any capital of the Company.

## 11. Directors' interests

Neither the Directors nor any connected person has any interest in the Participating Shares or any options in respect of such Participating Shares.

For the purposes of this paragraph "connected person" means in respect of any Director:

- (a) his spouse, parent, brother, sister or child;
- (b) a person acting in his capacity as the trustee of any trust, the

principal beneficiaries of which are the Director, his spouse or any of his children or any body corporate which he controls;

- (c) a partner of the Director; or
- (d) a company controlled by that Director.

There are no existing or proposed service contracts between any of the Directors and the Company.

Save for the contracts listed in paragraph 13 below, no Director is materially interested in any contract or arrangement subsisting at the date hereof which is unusual in its nature and conditions or significant in relation to the business of the Company.

Messrs Stephen and Walley and Ms Fink are directors of the Manager and the Registrar; Graeme Stephen is also a director of the Marketing Adviser; Daniel Morrissey is a partner of William Fry, the legal advisers to the Company; and, accordingly, each have, or had (as the case may be), an interest in fees payable by the Company to such entities.

The Company has not granted loans to any Directors nor has it provided any guarantees for their benefit.

## 12. Litigation

The Company is not engaged in any litigation or arbitration proceedings and the Directors are not aware of any litigation or claim pending or threatened by or against the Company.

## 13. Material contracts

The following contracts, not being contracts entered into in the ordinary course of business, have been entered into by the Company and are, or may be, material:

- (a) the Management Agreement. This agreement provides that the appointment of the Manager will continue in force unless and until terminated by either party giving to the other not less than 90 days' written notice although in certain circumstances (for example the insolvency of either party, unremedied breach after notice, etc.) the agreement may be terminated forthwith by notice in writing by either party to the other. The agreement contains indemnities in favour of the Manager excluding matters arising by reason of its wilful misconduct, fraud, bad faith, wilful default or negligence and provisions regarding the Manager's legal responsibilities. Details of the fees payable to the Manager by the Company are set out within the section headed "Fees and expenses".
- (b) the Administration Agreement. This agreement provides that the appointment of the Administrator will continue in force unless and until terminated by the Company, the Manager or the Administrator giving to the others not less than 90 days' written notice although in certain circumstances (for example the insolvency of any party) the agreement may be terminated forthwith by notice in writing by any such party to the others. This agreement contains indemnities in favour of the Administrator excluding matters arising by reason of its fraud, wilful default or negligence and provisions regarding the Administrator's legal responsibilities.
- (c) the Registrar Agreement. This agreement provides that the appointment of the Registrar will continue in force unless and until terminated by any party giving to the others not less than 90 days' written notice although in certain circumstances (for example the insolvency of any party) the agreement may be terminated forthwith by notice in writing by any party to the others. The agreement contains indemnities in favour of the Registrar, excluding matters arising by reason of fraud, bad faith, negligence, wilful default or recklessness.
- (d) the Custodian Agreement. This agreement provides that the appointment of the Custodian will continue in force unless and until terminated by either party giving to the other not less than 90 days' written notice, although in certain circumstances (for example material breach, etc.) the agreement may be terminated forthwith by notice in writing by either party to the other. The agreement contains indemnities in favour of the Custodian, excluding matters arising by reason of its fraud, bad faith, wilful default, recklessness or negligence and provisions regarding its legal responsibilities. Details of the fees payable to the Custodian by the Company are set out within the section headed "Fees and expenses".
- (e) the Broker Agreements (including the Broker's Standard Terms and Conditions of Business) pursuant to which the Broker was appointed clearing broker to the Company and the Introducing Broker was appointed introducing broker. The agreements may be terminated by any party giving to the others not less than 30 days' written notice. They may also be terminated without notice by the Broker in the event of any serious breach by the Introducing Broker of its obligations thereunder. The Broker Agreements contain indemnities in favour of the Broker in respect of losses, etc. suffered by it as a result of entering into any customer contracts or matching contracts with intermediate brokers or executing exchange contracts or any failure by the customer duly to perform customer contracts fully in accordance with their terms or following an event of default in a foreign exchange transaction facility entered into between the Broker and the Company. Details of the fees payable by the Company under the Broker Agreements are set out within the section headed "Fees and expenses".
- (f) the Investment Adviser Agreement pursuant to which the Investment Adviser provides trading advice in relation to the assets of the Company and pursuant to which the Marketing Adviser has agreed to provide marketing, liquidity, administration and other services to the Company. This agreement may be terminated by the Company, the Investment Adviser or the Marketing Adviser giving not less than 90 days' written notice to the others, although in certain circumstances (for example the termination of the Broker Agreements, the insolvency of either such party, unremedied breach after notice, etc.) the agreement may be terminated forthwith. The Investment Adviser Agreement contains indemnities in favour of the Investment Adviser (excluding matters arising by reason of its negligence or wilful default) and provisions regarding the Investment Adviser's legal responsibilities. Details of the fees payable to the Investment Adviser by the Company are set out within the section headed "Fees and expenses".
- (g) the Paying Agency Agreement pursuant to which the Paying Agent has been appointed as paying agent in relation to the Participating Shares and as transfer agent in relation to transfers of Participating Shares from Beneficial Shareholders to Direct Shareholders. This agreement provides that the Paying Agent may resign on giving 90 days' written notice to the Company or may be removed by the Company on giving the Paying Agent written notice of said removal. The agreement contains indemnities in favour of the Paying Agent (excluding matters arising by reason of its negligence or bad faith) and provisions regarding the Paying Agent's legal responsibilities. Details of the fees payable to the Paying Agent by the Company are set out within the section headed "Fees and expenses".

- (h) the Swiss Paying Agency Agreement pursuant to which the Swiss Paying Agent has been appointed as paying agent in relation to the issue of Participating Shares to investors in Switzerland. The agreement may be terminated by any of the parties at the end of a quarter on giving three months' notice to the other parties. The agreement in certain circumstances (for example material breach, etc) may be terminated instantly and without notice to any of the parties to the agreement. The Swiss Paying Agent is liable to the Company and the Marketing Adviser for whatever it incurs from imperfectly carrying out its legal or contractual duties, provided that these are the result of deliberate or negligent dereliction of its duties. Details of fees payable to the Swiss Paying Agent by the Company are set out within the section headed "Information for investors in Switzerland" on page 46 of this Prospectus.
- (i) the Austrian Paying Agent and Representative Agreement between the Company and the Austrian Paying Agent and Representative pursuant to which the Austrian Paying Agent and Representative has been appointed as paying agent and representative in relation to the issue of Participating Shares to investors in Austria. The agreement may be terminated by the Company or the Austrian Paying Agent and Representative giving to the other not less than six months' written notice. The agreement contains an indemnity in favour of the Austrian Paying Agent and Representative in respect of claims lodged in the event of default regarding its obligations under the agreement. Details of the fees payable to the Austrian Paying Agent and Representative by the Company are set out within the section headed "Fees and expenses".
- (j) a redemption fee agreement pursuant to which the Marketing Adviser is authorised to receive any redemption fees payable to the Company from Shareholders with respect to the redemption of Participating Shares which have been in issue for six years or less.

#### 14. Miscellaneous

- (i) The Company does not have, nor has it had since its incorporation, any employees.
- (ii) The Company may buy securities from or sell securities to any entity managed by the Manager or any associate or affiliate thereof on an arm's length basis.
- (iii) Save as disclosed in paragraph 11 above, no Director has any interest direct or indirect in the promotion of the Company or in any assets which have been acquired or disposed of by or leased to the Company or are proposed to be acquired by, disposed of or leased to the Company, nor is there any contract or arrangement subsisting at the date of this Prospectus in which a Director is materially interested and which is unusual in its nature and conditions or significant in relation to the business of the Company.
- (iv) The Company has not purchased or acquired, nor agreed to purchase or acquire, any property.
- (v) As of the date of this Prospectus, the Company does not have any loan capital (including long-term loans) outstanding or created but unissued, or any outstanding mortgages, charges, debentures or other borrowings, including bank overdrafts, liabilities under acceptances or acceptance credit, hire purchase or finance lease, guarantee or other contingent liabilities save as permitted pursuant to this Prospectus.
- (vi) As of 3 March 2003, 18,327,679 Participating Shares were in issue and the unaudited Net Asset Value per Share was USD 47.45.

(vii) Participating Shares were first issued on 17 November 1995 at a price of USD 10 per Participating Share.

(viii) No Director has:

- (a) any unspent convictions in relation to indictable offences;
- (b) become bankrupt or entered into any voluntary arrangement;
- (c) been a director of any company or a partner of any firm which, at the time or within 12 months after his ceasing to become a director or a partner (as the case may be), had a receiver appointed to it or had gone into compulsory liquidation, creditors voluntary liquidation or into administration, or had entered into company or partnership voluntary arrangements or made any composition or arrangement with its creditors;
- (d) owned an asset or been a partner of a partnership owning an asset over which a receiver has been appointed at the time or within 12 months after his ceasing to be a partner; or
- (e) had any public criticism against him by any statutory or regulatory authority (including recognised professional bodies) or has been disqualified by a court from acting as a director or acting in the management or conduct of the affairs of any company.

(ix) Details of the investment portfolio of the Company are set out on page 38.

(x) Recognised Exchanges and Recognised Markets:

The following Recognised Exchanges and Recognised Markets are listed below in accordance with the requirements of the Central Bank, it being noted that the Central Bank does not issue a list of approved markets and exchanges.

1. All stock exchanges in a Member State of the European Union;
2. All stock exchanges in a Member State of the European Economic Area (EEA) (Norway, Iceland and Liechtenstein);
3. A stock exchange located in any of the following countries:
  - in Australia
  - in Canada
  - in Japan
  - in Hong Kong
  - in New Zealand
  - in Switzerland
  - in USA;
4. The following investment exchanges and markets:
 

in Australia	the Australian Stock Exchange Limited the Sydney Futures Exchange
in Hong Kong	the Stock Exchange of Hong Kong Limited the Hong Kong Exchanges and Clearing
in India	the National Stock Exchange the Bombay Stock Exchange the Delhi Stock Exchange
in Japan	the Tokyo Stock Exchange the Osaka Securities Exchange the Tokyo International Financial Future Exchange the Tokyo Commodity Exchange the Tokyo Grain Exchange
in the Republic Korea	the Korea Stock Exchange KOSDAQ The Korea Futures Exchange (KOFEX)



- |                      |  |  |
|----------------------|--|--|
| in Mexico            | the Mexican Stock Exchange   | – Bolsa de Valores de Lisboa e Porto (BVLPL)   |
| in New Zealand       | the New Zealand Stock Exchange   | – Euronext Amsterdam NV  |
| in Singapore         | the Singapore Futures Exchange (SGX-DT)  | – Euronext Paris SA  |
| in South Africa      | the Johannesburg Stock Exchange  | – Helsinki Exchanges   |
| in Switzerland       | the Swiss Electronic Exchange<br>the Eurex Zurich  | – International Petroleum Exchange of London Ltd.<br>– Kansas City Board of Trade  |
| in Taiwan            | the Taiwan Stock Exchange  | – London Metal Exchange Ltd.   |
| in the United States | the New York Stock Exchange<br>the American Stock Exchange<br>the Chicago Stock Exchange<br>the Chicago Board of Trade<br>the Chicago Board Options Inc.<br>the Chicago Mercantile Exchange<br>the New York Mercantile Exchange<br>the New York Board of Trade<br>the Minneapolis Grain Exchange<br>the Coffee Sugar & Cocoa Exchange; | – London Stock Exchange Ltd.<br>– MEFF Renta Fija<br>– MEFF Renta Variable<br>– Mercato Italiano Derivati (IDEM)<br>– Mercato Italiano Futures (MIF)<br>– OM London<br>– Wiener Borse AG<br>– Winnipeg Grain Exchange. |
5. (a) The markets organised by the International Securities Market Association
- (b) The Second Marche of the stock exchange set up in France in accordance with the laws of France
- (c) The French market for “Titres de Creance Negotiable” (over-the-counter market in negotiable debt instruments)
- (d) The Tokyo Over-the-Counter Market regulated by the Securities Dealers Association of Japan
- (e) The Alternative Investment Market regulated and operated by the London Stock Exchange Limited
- (f) The over the counter market conducted by primary and secondary dealers which are regulated by the United States National Association of Securities Dealers and the United States Securities and Exchanges Commission and by banking institutions regulated by the US Comptroller of the Currency, the Federal Reserve System or Federal Deposit Insurance Corporation
- (g) The market in the UK conducted by the “listed money market institutions” as described in the Financial Services Authority publication “The Regulation of the Wholesale Cash and OTC Derivatives markets “(The Grey Paper)”
- (h) The market in US government securities conducted by primary dealers regulated by the Federal Reserve Bank of New York.
- (i) NASDAQ (the electronic inter-dealer quotation system of America operated by the National Association of Securities Dealers Inc.)
- (j) The over-the-counter market in Canadian Government Bonds, regulated by the Investment Dealers Association of Canada.
- (k) \*NASDAQ Europe (the European Association of Securities Dealers Automated Quotation);
6. For the purposes only of determining the value of the assets of a fund, the term “Recognised Market” shall be deemed to include, in relation to any futures or options contract utilised by a fund for the purposes of efficient portfolio management or to provide protection against exchange rates, any organised exchange or market on which such futures or options contract is regularly traded;
7. To the extent not already included above, the following investment exchanges and markets:

## 15. Inspection of documents

Copies of the following documents will be available for inspection at any time during normal business hours on any day (excluding Saturdays, Sundays and public holidays) free of charge at the registered offices of the Company in Dublin and at the offices of the sponsoring stockbroker, NCB Stockbrokers Limited:

- (a) the memorandum of association of the Company and the Articles;
- (b) the Management Agreement;
- (c) the Administration Agreement;
- (d) the Registrar Agreement
- (e) the Custodian Agreement;
- (f) the Broker Agreements;
- (g) the Investment Adviser Agreement;
- (h) the Paying Agency Agreement;
- (i) the Swiss Paying Agency Agreement;
- (j) the Austrian Paying Agent and Representative Agreement;
- (k) the redemption fee agreement;
- (l) the relevant Central Bank notices;
- (m) the Companies Acts 1963 to 2001;
- (n) the latest available annual and half-yearly reports and accounts of the Company; and
- (o) a memorandum in respect of each of the Directors detailing the names of all companies and partnerships of which they have been a director or partner at any time in the previous five years, together with an indication of whether or not they are still a director or partner.

Copies of this Prospectus, the memorandum of association of the Company, the Articles and the latest annual and half-yearly reports of the Company may be obtained free of charge at any time during normal business hours on any day (excluding Saturdays, Sundays and public holidays in Ireland) at the registered offices of the Company in Dublin and from the Austrian Paying Agent and Representative in Austria.

Date: 28 March 2003

\*NASDAQ Europe is a recently formed market and the general level of liquidity may not compare favourably to that found on more established exchanges.

# Man AHL Diversified plc

(Unaudited Portfolio Analysis of Man AHL Diversified plc as at 3 March 2003)

<b>Investments in Futures</b> As at 3 March 2003	<i>Initial Margin</i> Deposits	<i>Percentage of</i> net assets
Market Sector	USD	USD 000's
Currencies – Futures	2,491	0.29%
Currencies – Interbank	37,343	4.29%
Equity Indices	15,143	1.74%
Financial	49,167	5.65%
Food & Fibre	2,894	0.33%
Grains	3,707	0.43%
Livestock	646	0.07%
Metals	16,436	1.89%
Other	106	0.01%
Petroleum	15,538	1.79%
<b>Total Futures – US dollar</b>	<b>143,471</b>	<b>16.49%</b>
*Cash deficit at Broker	(11,898)	
Total cash at Broker	131,573	

\*Note: Cash deficit covered by \$83 Million profit on open positions at Broker.

## Man AHL Diversified plc

<b>Cash at Banks</b> As at 3 March 2003	USD	<i>Percentage of</i> Net Assets
Bank Call accounts	728,408	0.08%
Deposit Accounts	672,436,934	77.32%
<b>Total Cash at Banks</b>	<b>673,165,342</b>	<b>77.40%</b>

# Man AHL Diversified plc

## Schedule of investments as at 03 March 2003

Description	Maturity date	Net quantity long/(short)	Settlement price	Unrealised gain/(loss) USD	Unrealised gain/(loss) as % of Net Asset Value
New Aus Bond 10Y	Mar 2003	1,029	94.920	374,163.88	0.04%
S&P Asx200	Mar 2003	-425	2,816.0000	622,806.79	0.07%
New Aus.Bond 3Years	Mar 2003	1,852	95.520	478,240.81	0.05%
Sfe 90Days Bills	Mar 2003	-1,108	95.29	-44,966.18	-0.01%
Sfe 90Days Bills	Jun 2003	-294	95.48	-5,936.41	0.00%
			<b>Total AUD</b>	<b>1,424,308.88</b>	<b>0.16%</b>
Can.Bills Montreal	Jun 2003	-401	96.730	-49,462.26	-0.01%
Job Lot Canola	May 2003	-481	366.50	144,860.14	0.02%
Can.Govt.Bond 10Year	Jun 2003	1,496	106.84	425,104.11	0.05%
S&P Canada 60 Index	Mar 2003	40	367.4000	-37,714.05	0.00%
			<b>Total CAD</b>	<b>482,787.94</b>	<b>0.06%</b>
Swiss Gov.Bonds	Mar 2003	174	131.76	342,548.70	0.04%
Liffe Euro Sfr Int.	Mar 2003	1,208	99.4700	88,126.98	0.01%
Liffe Euro Sfr Int.	Jun 2003	2,058	99.5700	159,990.92	0.02%
Swiss Market Index	Mar 2003	-260	4,165.00	539,967.44	0.06%
			<b>Total CHF</b>	<b>1,130,634.04</b>	<b>0.13%</b>
Ase-20 Greece	Mar 2003	-119	779.90	8,989.73	0.00%
Eoe Stock Index Aex	Mar 2003	-87	267.7000	215,299.64	0.02%
Dax Index Frankfurt	Mar 2003	-117	2,549.00	167,231.00	0.02%
Ibex 35	Mar 2003	-32	5,980.50	-53,807.39	-0.01%
Dow Jones Stoxx 50	Mar 2003	-113	2,131.0000	3,277.71	0.00%
Euribor	Jun 2003	878	97.7550	1,393,487.73	0.16%
Euribor	Sep 2003	5,435	97.8250	10,119,677.60	1.16%
Euribor	Dec 2003	5,247	97.7850	5,312,223.66	0.61%
Euribor	Mar 2004	650	97.7100	162,391.58	0.02%
Cac 40 Index	Mar 2003	-337	2,765.00	-311,179.16	-0.04%
German Bunds	Mar 2003	2,832	116.71	6,056,525.89	0.70%
Med.Term Bond Frankf	Mar 2003	2,029	113.45	3,274,867.93	0.38%
Schatz Gov. Bond	Mar 2003	2,737	106.43	3,127,458.13	0.36%
Mib 30 Index Futures	Mar 2003	47	23,291.00	-63,154.07	-0.01%
			<b>Total EUR</b>	<b>29,413,289.98</b>	<b>3.38%</b>
Cocoa	May 2003	2	1,293	-5,888.81	0.00%
FTSE 100 Index	Mar 2003	-194	3,657.00	-302,001.40	-0.03%
Long Gilts	Jun 2003	653	122.06	347,567.97	0.04%
3 Month Sterling	Jun 2003	2,502	96.620	2,763,115.74	0.32%
3 Month Sterling	Sep 2003	2,771	96.710	3,435,888.79	0.40%
3 Month Sterling	Dec 2003	2,429	96.700	2,501,739.64	0.29%
3 Month Sterling	Mar 2004	26	96.640	6,644.23	0.00%
			<b>Total GBP</b>	<b>8,747,066.17</b>	<b>1.01%</b>

# Man AHL Diversified plc

Description	Maturity date	Net quantity long/(short)	Settlement price	Unrealised gain/(loss) USD	Unrealised gain/(loss) as % of Net Asset Value
Hang Seng Index	Mar 2003	-619	9,185.00	-743,521.31	-0.09%
			<b>Total HKD</b>	<b>-743,521.31</b>	<b>-0.09%</b>
Tokyo Arabica Coffee	Nov 2003	-220	9,290.00	118,514.92	0.01%
Tokyo Arabica Coffee	Jan 2004	-441	9,800.00	124,891.27	0.01%
Red Beans Tokyo	Jun 2003	-73	8,950.00	15,805.51	0.00%
Red Beans Tokyo	Jul 2003	-102	8,940.00	4,198.32	0.00%
Red Beans Tokyo	Aug 2003	-1	8,940.00	-12.06	0.00%
Tge Corn	Mar 2004	1	15,560.00	-5.25	0.00%
Euroyen	Sep 2003	375	99.915	21,133.41	0.00%
3-Mt.Euroyen Tokyo	Mar 2003	504	99.915	71,770.33	0.01%
3-Mt.Euroyen Tokyo	Sep 2003	-12	99.915	-1,086.44	0.00%
3-Mt.Euroyen Tokyo	Mar 2004	650	99.860	84,463.91	0.01%
Tokyo Gasoline	Aug 2003	291	29,720.00	-140,360.84	-0.02%
Tokyo Gasoline	Sep 2003	10	28,930.00	-8,929.34	0.00%
Tokyo Gold	Dec 2003	-44	1,313.00	159.92	0.00%
Tokyo Gold	Feb 2004	-149	1,312.00	-1,692.73	0.00%
Jap.Govt.10Y Bond	Mar 2003	35	143.16	90,381.94	0.01%
Tokyo Kerosene	Aug 2003	238	28,420.00	-101,284.62	-0.01%
Tokyo Kerosene	Sep 2003	39	28,810.00	-29,403.13	0.00%
Nikkei	Mar 2003	-407	8,520	-245,589.15	-0.03%
Non Gm Soyabeans	Oct 2003	118	33,970.00	1,796.41	0.00%
Non Gm Soyabeans	Dec 2003	302	33,520.00	-3,393.73	0.00%
Nikkei 225	Mar 2003	-233	8,520	-285,694.11	-0.03%
Tokyo Platinum	Dec 2003	356	2,312.00	107,673.60	0.01%
Tokyo Platinum	Feb 2004	104	2,277.00	-8,258.41	0.00%
Tokyo Rubber	Jul 2003	197	128.20	-61,497.71	-0.01%
Tokyo Rubber	Aug 2003	11	129.40	-4,827.80	0.00%
American Soybeans	Dec 2003	494	30,410.00	28,179.64	0.00%
American Soybeans	Feb 2004	76	30,490.00	1,781.58	0.00%
Tokyo Silver	Dec 2003	-62	173.60	-233.96	0.00%
Tokyo Silver	Feb 2004	-26	173.50	-672.29	0.00%
Topix Stock Index F.	Mar 2003	-335	828.50	18,709.46	0.00%
			<b>Total JPY</b>	<b>-203,481.35</b>	<b>-0.02%</b>
3Yr Korean Bond	Mar 2003	1,014	109.05	757,487.33	0.09%
Kospi 200	Mar 2003	-385	74.45	-76,799.59	-0.01%
			<b>Total KRW</b>	<b>680,687.73</b>	<b>0.08%</b>
Bank Accep.Bills 90D	Mar 2003	349	94.28	981.57	0.00%
Bank Accep.Bills 90D	Jun 2003	38	94.58	-1,611.19	0.00%
			<b>Total NZD</b>	<b>-629.63</b>	<b>0.00%</b>
Omx Index	Mar 2003	-445	472.0000	-100,200.08	-0.01%
			<b>Total SEK</b>	<b>-100,200.08</b>	<b>-0.01%</b>

# Man AHL Diversified plc

Description	Maturity date	Net quantity long/(short)	Settlement price	Unrealised gain/(loss) USD	Unrealised gain/(loss) as % of Net Asset Value
Msci Singapore Index	Mar 2003	-96	157.6000	12,472.07	0.00%
			<b>Total SGD</b>	<b>12,472.07</b>	<b>0.00%</b>
Hi-Grade Aluminium	05 Mar 2003	0	1,430.00	-3,641.08	0.00%
Hi-Grade Aluminium	06 Mar 2003	0	1,430.13	-3,497.40	0.00%
Hi-Grade Aluminium	10 Mar 2003	0	1,428.75	-25,714.35	0.00%
Hi-Grade Aluminium	11 Mar 2003	0	1,428.00	-4,303.65	0.00%
Hi-Grade Aluminium	12 Mar 2003	0	1,427.25	-54,766.56	-0.01%
Hi-Grade Aluminium	13 Mar 2003	0	1,426.50	-75,284.83	-0.01%
Hi-Grade Aluminium	17 Mar 2003	0	1,425.00	-13,636.79	0.00%
Hi-Grade Aluminium	02 Apr 2003	0	1,423.33	-23,832.59	0.00%
Hi-Grade Aluminium	03 Apr 2003	0	1,423.42	20,317.18	0.00%
Hi-Grade Aluminium	07 Apr 2003	0	1,423.75	-48,375.22	-0.01%
Hi-Grade Aluminium	08 Apr 2003	0	1,423.75	-92,179.36	-0.01%
Hi-Grade Aluminium	09 Apr 2003	0	1,423.75	-36,176.96	0.00%
Hi-Grade Aluminium	10 Apr 2003	0	1,423.75	-35,048.59	0.00%
Hi-Grade Aluminium	14 Apr 2003	0	1,423.75	-144,319.07	-0.02%
Hi-Grade Aluminium	16 Apr 2003	0	1,423.75	8,414.96	0.00%
Hi-Grade Aluminium	17 Apr 2003	0	1,421.75	13,161.00	0.00%
Hi-Grade Aluminium	22 Apr 2003	96	1,422.04	49,798.24	0.01%
Hi-Grade Aluminium	23 Apr 2003	0	1,422.10	-11,839.09	0.00%
Hi-Grade Aluminium	24 Apr 2003	0	1,422.16	-134,333.51	-0.02%
Hi-Grade Aluminium	28 Apr 2003	78	1,422.40	-140,941.53	-0.02%
Hi-Grade Aluminium	29 Apr 2003	130	1,422.46	12,605.72	0.00%
Hi-Grade Aluminium	30 Apr 2003	343	1,422.51	-41,353.63	0.00%
Hi-Grade Aluminium	02 May 2003	158	1,422.63	-2,697.03	0.00%
Hi-Grade Aluminium	06 May 2003	64	1,422.87	31,564.76	0.00%
Hi-Grade Aluminium	07 May 2003	49	1,422.93	24,259.41	0.00%
Hi-Grade Aluminium	09 May 2003	47	1,423.04	23,780.73	0.00%
Hi-Grade Aluminium	12 May 2003	25	1,423.22	-4,941.50	0.00%
Hi-Grade Aluminium	27 May 2003	520	1,422.84	-78,924.70	-0.01%
Hi-Grade Aluminium	28 May 2003	123	1,422.86	-14,775.43	0.00%
Hi-Grade Aluminium	03 Jun 2003	55	1,423.00	2,721.70	0.00%
British Pound	Mar 2003	-19	1.5772	-778.70	0.00%
Brent Crude Oil	Apr 2003	686	32.48	479,779.08	0.06%
Brent Crude Oil	May 2003	797	31.63	634,339.66	0.07%
Cocoa N.Y.	May 2003	76	1,941	-263,404.00	-0.03%
Canadian Dollar	Mar 2003	722	0.67320	1,426,484.40	0.16%
Copper London \$	13 Mar 2003	0	1,710.07	-6,018.96	0.00%
Copper London \$	20 Mar 2003	0	1,711.00	-11,166.15	0.00%
Copper London \$	24 Mar 2003	0	1,711.78	-4,922.19	0.00%
Copper London \$	02 Apr 2003	0	1,713.53	-28,842.62	0.00%
Copper London \$	03 Apr 2003	0	1,713.72	78,751.03	0.01%
Copper London \$	07 Apr 2003	0	1,714.50	338,807.83	0.04%
Copper London \$	08 Apr 2003	0	1,714.69	123,086.64	0.01%
Copper London \$	09 Apr 2003	0	1,714.89	300,531.27	0.03%
Copper London \$	10 Apr 2003	0	1,715.08	55,394.72	0.01%
Copper London \$	14 Apr 2003	0	1,715.86	59,151.69	0.01%
Copper London \$	15 Apr 2003	0	1,716.06	-121,194.19	-0.01%
Copper London \$	16 Apr 2003	0	1,716.25	-161,931.58	-0.02%

# Man AHL Diversified plc

Description	Maturity date	Net quantity long/(short)	Settlement price	Unrealised gain/(loss) USD	Unrealised gain/(loss) as % of Net Asset Value
Copper London \$	17 Apr 2003	0	1,716.39	-150,912.79	-0.02%
Copper London \$	22 Apr 2003	107	1,717.06	-331,844.96	-0.04%
Copper London \$	23 Apr 2003	146	1,717.20	35,271.89	0.00%
Copper London \$	24 Apr 2003	45	1,717.34	-12,413.55	0.00%
Copper London \$	28 Apr 2003	5	1,717.88	5,062.95	0.00%
Copper London \$	30 Apr 2003	63	1,718.15	-15,588.31	0.00%
Copper London \$	02 May 2003	60	1,718.42	-39,813.10	0.00%
Copper London \$	06 May 2003	2	1,718.96	-714.57	0.00%
Copper London \$	12 May 2003	24	1,719.78	-3,732.84	0.00%
Copper London \$	21 May 2003	34	1,721.00	20,248.06	0.00%
Copper London \$	23 May 2003	192	1,721.15	-25,937.47	0.00%
Copper London \$	27 May 2003	509	1,721.46	-182,353.19	-0.02%
Copper London \$	28 May 2003	46	1,721.54	-10,610.11	0.00%
Copper London \$	03 Jun 2003	20	1,722.00	3,336.80	0.00%
Euro	Mar 2003	97	1.08790	105,896.90	0.01%
Coffee	May 2003	-551	59.95	702,478.50	0.08%
Light Sweet Crude	Apr 2003	1,604	35.88	3,088,133.60	0.36%
Light Sweet Crude	May 2003	211	34.24	105,837.40	0.01%
Copper Hi Grade	May 2003	1,715	79.25	65,653.50	0.01%
Corn	May 2003	-555	234.50	376,689.00	0.04%
Corn	Jul 2003	-790	236.75	119,092.00	0.01%
Cotton	May 2003	175	57.90	70,672.50	0.01%
London Coffee Fox	May 2003	-85	773	-5,122.50	0.00%
Eurodollar	Jun 2003	251	98.7500	241,132.70	0.03%
Eurodollar	Sep 2003	1,594	98.7050	1,405,173.80	0.16%
Eurodollar	Dec 2003	9,622	98.5350	8,310,464.40	0.96%
Eurodollar	Mar 2004	3,400	98.2850	1,087,455.00	0.13%
Feeder Cattle	Mar 2003	-77	76.125	-9,322.60	0.00%
Gold	Apr 2003	291	349.300	-476,641.60	-0.05%
Heating Oil	Apr 2003	499	1.0360	1,202,820.60	0.14%
Heating Oil	May 2003	53	0.9288	63,549.00	0.01%
Japanese Yen	Mar 2003	262	0.85060	156,754.90	0.02%
Live Cattle	Aug 2003	225	67.050	-217,977.50	-0.03%
Lead	05 Mar 2003	0	461.75	-6,436.01	0.00%
Lead	17 Mar 2003	0	464.11	-1,186.33	0.00%
Lead	18 Mar 2003	0	464.30	-1,889.67	0.00%
Lead	19 Mar 2003	0	464.50	-6,779.52	0.00%
Lead	20 Mar 2003	0	463.50	-13,894.85	0.00%
Lead	24 Mar 2003	0	463.38	-7,517.47	0.00%
Lead	31 Mar 2003	0	463.43	-63,702.54	-0.01%
Lead	02 Apr 2003	0	463.50	-13,012.04	0.00%
Lead	03 Apr 2003	0	463.54	-11,852.54	0.00%
Lead	07 Apr 2003	0	463.68	-12,100.18	0.00%
Lead	08 Apr 2003	0	463.71	-11,521.22	0.00%
Lead	09 Apr 2003	0	463.75	-17,267.23	0.00%
Lead	10 Apr 2003	0	463.79	-14,552.68	0.00%
Lead	14 Apr 2003	0	463.93	-26,192.15	0.00%
Lead	23 Apr 2003	0	464.12	-7,114.00	0.00%
Lead	24 Apr 2003	0	464.24	-15,614.14	0.00%
Lead	30 Apr 2003	0	464.97	-12,723.99	0.00%

# Man AHL Diversified plc

Description	Maturity date	Net quantity long/(short)	Settlement price	Unrealised gain/(loss) USD	Unrealised gain/(loss) as % of Net Asset Value
Lead	02 May 2003	8	465.21	-34,464.10	0.00%
Lead	06 May 2003	71	465.69	-30,269.42	0.00%
Lead	12 May 2003	70	466.41	-26,883.36	0.00%
Lead	13 May 2003	11	466.53	-3,464.01	0.00%
Lead	14 May 2003	44	466.66	-18,734.29	0.00%
Lead	16 May 2003	13	466.90	-5,273.58	0.00%
Lead	20 May 2003	25	467.38	-10,607.75	0.00%
Lead	21 May 2003	27	467.50	-10,572.82	0.00%
Lead	23 May 2003	33	467.58	-14,408.53	0.00%
Lead	27 May 2003	66	467.73	-30,293.06	0.00%
Lean Hogs	Apr 2003	-189	54.375	-134,000.70	-0.02%
Lean Hogs	Jun 2003	-194	63.325	-190,312.20	-0.02%
Mexican Peso	Mar 2003	-379	8.9825000	113,980.80	0.01%
Mexican Peso	Jun 2003	-418	8.7950000	83,956.10	0.01%
Nickel	31 Mar 2003	0	8,948.89	10,025.68	0.00%
Nickel	02 Apr 2003	0	8,948.61	40,760.92	0.00%
Nickel	03 Apr 2003	5	8,948.47	78,273.42	0.01%
Nickel	07 Apr 2003	7	8,948.19	133,895.76	0.02%
Nickel	08 Apr 2003	22	8,948.06	235,732.38	0.03%
Nickel	09 Apr 2003	44	8,947.92	281,147.84	0.03%
Nickel	10 Apr 2003	48	8,947.78	282,386.16	0.03%
Nickel	14 Apr 2003	53	8,947.50	312,064.48	0.04%
Nickel	15 Apr 2003	10	8,945.75	57,468.80	0.01%
Nickel	16 Apr 2003	30	8,944.00	161,473.20	0.02%
Nickel	17 Apr 2003	11	8,937.00	62,797.24	0.01%
Nickel	22 Apr 2003	29	8,936.67	127,320.94	0.01%
Nickel	23 Apr 2003	18	8,936.33	27,734.76	0.00%
Nickel	28 Apr 2003	45	8,935.33	89,098.08	0.01%
Nickel	29 Apr 2003	16	8,935.00	82,989.44	0.01%
Nickel	30 Apr 2003	27	8,934.67	97,925.22	0.01%
Nickel	06 May 2003	2	8,933.67	7,537.72	0.00%
Nickel	07 May 2003	2	8,933.33	7,293.64	0.00%
Nickel	12 May 2003	8	8,932.33	20,246.56	0.00%
Nickel	23 May 2003	10	8,922.50	-3,661.60	0.00%
Nickel	27 May 2003	52	8,918.75	-29,474.32	0.00%
Nickel	03 Jun 2003	10	8,900.00	3,808.40	0.00%
Natural Gas N.Y.	Apr 2003	365	7.162	4,453,141.00	0.51%
Cme Nikkei Index	Mar 2003	-47	8,475.00	-25,400.60	0.00%
Nasdaq 100 Index	Mar 2003	39	992.5000	-74,087.20	-0.01%
Orange Juice	May 2003	-240	84.25	226,584.00	0.03%
Orange Juice	Jul 2003	-64	86.05	35,898.90	0.00%
Platinum	Apr 2003	187	673.50	706,303.80	0.08%
Gasoil	Mar 2003	761	315.00	2,953,427.58	0.34%
Gasoil	Apr 2003	172	294.25	-49,147.84	-0.01%
Russel 2000	Mar 2003	-16	359.75	-42,701.80	0.00%
Soybeans	May 2003	418	576.75	57,188.90	0.01%
Swiss Franc	Mar 2003	244	0.7469	280,241.30	0.03%
Sugar No 11	May 2003	1,133	8.44	183,990.40	0.02%
Sugar No 11	Jul 2003	376	7.87	105,699.20	0.01%
Silver	May 2003	-32	467.20	-11,063.20	0.00%

# Man AHL Diversified plc

Description	Maturity date	Net quantity long/(short)	Settlement price	Unrealised gain/(loss) USD	Unrealised gain/(loss) as % of Net Asset Value
Soymeal	May 2003	445	176.70	-26,254.00	0.00%
Soymeal	Jul 2003	149	174.80	-39,694.80	0.00%
Soybeanoil	May 2003	-126	20.72	-21,193.20	0.00%
Soybeanoil	Jul 2003	-151	20.84	-5,735.20	0.00%
S And P 500	Mar 2003	-27	835.40	-34,356.60	0.00%
Treasury Bonds	Jun 2003	1,200	114 17 / 32	1,669,439.41	0.19%
Lme Tin	05 Mar 2003	0	4,625.00	1,907.08	0.00%
Lme Tin	06 Mar 2003	0	4,625.00	4,841.01	0.00%
Lme Tin	10 Mar 2003	0	4,626.54	-2,818.64	0.00%
Lme Tin	12 Mar 2003	0	4,627.31	-818.16	0.00%
Lme Tin	13 Mar 2003	0	4,627.69	-948.16	0.00%
Lme Tin	31 Mar 2003	0	4,633.86	-1,108.82	0.00%
Lme Tin	02 Apr 2003	0	4,634.50	423.68	0.00%
Lme Tin	03 Apr 2003	2	4,634.82	9,796.61	0.00%
Lme Tin	07 Apr 2003	14	4,636.11	16,219.64	0.00%
Lme Tin	08 Apr 2003	0	4,636.43	3,748.06	0.00%
Lme Tin	09 Apr 2003	4	4,636.75	13,771.18	0.00%
Lme Tin	10 Apr 2003	18	4,637.07	23,175.46	0.00%
Lme Tin	14 Apr 2003	43	4,638.36	45,297.48	0.01%
Lme Tin	15 Apr 2003	27	4,638.68	15,457.23	0.00%
Lme Tin	16 Apr 2003	24	4,639.00	17,664.16	0.00%
Lme Tin	17 Apr 2003	8	4,639.23	6,303.92	0.00%
Lme Tin	22 Apr 2003	46	4,640.37	24,044.54	0.00%
Lme Tin	23 Apr 2003	6	4,640.60	2,219.04	0.00%
Lme Tin	13 May 2003	11	4,645.17	3,744.59	0.00%
Lme Tin	14 May 2003	20	4,645.40	5,755.60	0.00%
Lme Tin	16 May 2003	7	4,645.86	-126.07	0.00%
Lme Tin	19 May 2003	18	4,646.54	-3,210.78	0.00%
Lme Tin	20 May 2003	6	4,646.77	-415.86	0.00%
Lme Tin	23 May 2003	6	4,647.46	-3,995.16	0.00%
Lme Tin	27 May 2003	26	4,648.38	-18,216.21	0.00%
Treasury Notes	Jun 2003	2,250	115 18 / 32	1,821,126.57	0.21%
Taiwan Msci Index	Mar 2003	-400	191.40	35,260.00	0.00%
Unleaded Gasoline	Apr 2003	510	109.4800	388,074.00	0.04%
Unleaded Gasoline	May 2003	92	107.3900	84,245.40	0.01%
Wheat	May 2003	-92	316.00	4,296.60	0.00%
Wheat	Jul 2003	-443	310.50	101,871.40	0.01%
Wheat	Dec 2003	-16	325.00	-683.20	0.00%
Wheat Kansas City	May 2003	-309	337.50	56,362.30	0.01%
Wheat Kansas City	Jul 2003	-172	331.00	22,638.40	0.00%
Spring Wheat Minneap	May 2003	-188	378.00	-33,937.10	0.00%
Spring Wheat Minneap	Jul 2003	-60	364.00	1,260.50	0.00%
White Sugar No 5	May 2003	55	233.60	-10,522.50	0.00%
Zinc	05 Mar 2003	0	803.25	-112,374.23	-0.01%
Zinc	06 Mar 2003	0	803.50	-94,724.98	-0.01%
Zinc	10 Mar 2003	0	804.50	-139,445.23	-0.02%
Zinc	11 Mar 2003	0	804.75	-57,585.24	-0.01%
Zinc	12 Mar 2003	0	805.00	-66,737.83	-0.01%
Zinc	13 Mar 2003	0	805.25	-152,756.76	-0.02%
Zinc	17 Mar 2003	0	806.25	-24,386.56	0.00%



# Man AHL Diversified plc

Description	Maturity date	Net quantity long/(short)	Settlement price	Unrealised gain/(loss) USD	Unrealised gain/(loss) as % of Net Asset Value
Zinc	31 Mar 2003	0	809.32	-24,119.04	0.00%
Zinc	02 Apr 2003	0	809.75	-124,944.27	-0.01%
Zinc	03 Apr 2003	0	809.96	-65,900.82	-0.01%
Zinc	07 Apr 2003	0	810.82	-196,117.24	-0.02%
Zinc	08 Apr 2003	0	811.04	-77,568.62	-0.01%
Zinc	09 Apr 2003	0	811.25	-28,428.97	0.00%
Zinc	14 Apr 2003	0	812.32	-16,441.36	0.00%
Zinc	22 Apr 2003	0	813.78	-85,049.95	-0.01%
Zinc	23 Apr 2003	0	813.95	-23,715.17	0.00%
Zinc	24 Apr 2003	0	814.12	-28,962.59	0.00%
Zinc	28 Apr 2003	0	814.81	-14,488.80	0.00%
Zinc	29 Apr 2003	0	814.98	-38,223.52	0.00%
Zinc	30 Apr 2003	0	815.15	-47,367.75	-0.01%
Zinc	02 May 2003	0	815.49	-70,796.62	-0.01%
Zinc	06 May 2003	0	816.18	-47,261.60	-0.01%
Zinc	07 May 2003	0	816.35	-3,261.15	0.00%
Zinc	09 May 2003	0	816.69	-22,206.13	0.00%
Zinc	12 May 2003	0	817.21	-6,113.41	0.00%
Zinc	13 May 2003	0	817.38	-14,490.53	0.00%
Zinc	14 May 2003	0	817.55	-150,243.12	-0.02%
Zinc	16 May 2003	0	817.89	-95,827.78	-0.01%
Zinc	19 May 2003	0	818.41	-193,097.27	-0.02%
Zinc	20 May 2003	-18	818.58	-33,087.54	0.00%
Zinc	27 May 2003	108	819.79	-15,068.69	0.00%
Zinc	28 May 2003	36	819.96	543.99	0.00%
Zinc	03 Jun 2003	39	821.00	-1,662.74	0.00%
			<b>Total USD</b>	<b>30,212,060.73</b>	<b>3.47%</b>
All Share Index	Mar 2003	-440	7,798.0000	431,448.81	0.05%
			<b>Total ZAR</b>	<b>431,448.81</b>	<b>0.05%</b>
			Total Futures & LME	71,486,924	8.22%
			Total Investment in FX contracts	11,806,499	1.36%
			<b>Total Open Positions</b>	<b>83,293,423</b>	<b>9.58%</b>
Forward Balances at 3 March					
Zinc	(29,658)				
Lme Tin	(1,843)				
Lead	(4,030)				
Copper London \$	(360,354)				
Total USD	(395,885)				

Source: Man Investment Products Limited

Man AHL Diversified plc  
(Investment Company with Variable Capital)  
(formerly AHL Diversified plc)

Directors' report and financial statements

For the year ended 28 June 2002

# Man AHL Diversified plc

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Terms that are defined in the current prospectus for the offer of shares in Man AHL Diversified plc (the "Prospectus") shall, unless the context otherwise requires, have the same meaning when used in this document.

Under Swiss law, Man AHL Diversified plc is a foreign fund with special risks which invests based on an alternative investment strategy predominantly in derivatives of any kind which could, because of leverage, lead to substantial price fluctuations. Thus, investors have to be prepared to bear losses and are hereby explicitly referred to the risk factors mentioned in the Prospectus. Investors in Switzerland should refer to information in the Prospectus.

# Man AHL Diversified plc

## Directors and advisers

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<b>Registered office</b>	79-80 Lower Leeson Street Dublin 2 Ireland
<b>Directors</b>	Michael Lozowski (British) Matthew Dillon (Australian) Douglas Bonnar (British) Daniel Morrissey
<b>Custodian</b>	J.P. Morgan Bank (Ireland) plc JPMorgan House International Financial Services Centre Dublin 1 Ireland
<b>Manager</b>	Man Fund Management Limited 79-80 Lower Leeson Street Dublin 2 Ireland
<b>Investment Adviser</b>	Man Investment Products Limited Sugar Quay Lower Thames Street London EC3R 6DU England
<b>Broker</b>	Man Financial Limited Sugar Quay Lower Thames Street London EC3R 6DU England
<b>Introducing Broker and Swiss representative</b>	Man Management AG Bahnhofstrasse 15 8808 Pfäffikon SZ Switzerland
<b>Administrator</b>	J.P. Morgan Administration Services (Ireland) Limited JPMorgan House International Financial Services Centre Dublin 1 Ireland

# Man AHL Diversified plc

## **Directors and advisers (continued)**

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<b>Company secretary</b>	Wilton Secretarial Limited (formerly William Fry Limited) Fitzwilton House Wilton Place Dublin 2 Ireland
<b>Registrar and transfer agent</b>	Man Corporate Services (Ireland) Limited 79-80 Lower Leeson Street Dublin 2 Ireland
<b>Paying Agent</b>	JPMorgan Chase Bank 125 London Wall London EC2Y 5AJ England
<b>Legal advisers to the Company</b>	William Fry Solicitors Fitzwilton House Wilton Place Dublin 2 Ireland
<b>Independent Auditors</b>	KPMG Chartered Accountants 5 George's Dock International Financial Services Centre Dublin 1 Ireland
<b>Swiss Paying Agent</b>	Schwyzer Kantonalbank Pfäffikon Branch 8808 Pfäffikon SZ Switzerland
<b>Austrian Paying Agent and representative in Austria</b>	Bank Austria Creditanstalt Aktiengesellschaft (formerly Bank Austria Aktiengesellschaft) Obere Donaustrasse 19 1020 Wien Austria

(Fund regulations, prospectus, annual/semi-annual accounts and trade summary schedules can be obtained, free of charge, from Man Management AG, Postfach 349, 8808 Pfäffikon SZ, Switzerland).

# Man AHL Diversified plc

## **General information**

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Man AHL Diversified plc (the "Company") was incorporated under the laws of the Republic of Ireland on 23 October 1995 as an open-ended investment company, with variable capital and with limited liability. It commenced trading on 26 March 1996.

The Company is authorised in Ireland as an investment company pursuant to Part XIII of the Companies Act, 1990 (the "Act") and is a designated company pursuant to Section 256 of the Act.

### **Pricing**

There is a single price for buying and selling Shares in the Company. This is represented by the Net Asset Value, the calculation of which is the responsibility of the Manager.

### **Minimum investment**

The minimum initial investment is the lesser of (i) US\$ 30,000 and (ii) the amount necessary to acquire 500 Shares on the applicable Dealing Day.

### **Dealing**

Dealing in the Company's Shares takes place weekly on the first Business Day after the day on which a Valuation Point occurs.

### **Dividend policy**

It is not intended to distribute to shareholders of the Company any income or gains by way of dividend.

### **Prospectus**

A new prospectus was issued by the Company on 5 November 2001.

# Man AHL Diversified plc

## Directors' report

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The Directors present to the Shareholders their report together with the audited financial statements for the year ended 28 June 2002.

### Principal activities, business review and future developments

The results of operations are set out on page 12. A detailed review of activities and future developments is contained in the Investment Adviser's report, on page 11.

### Post balance sheet events

By a letter dated 31 August 2002 Douglas Bonnar resigned as a Director. In addition, by a letter dated 27 September 2002, the Central Bank of Ireland has noted the proposal that Michael Lozowski and Matthew Dillon resign as Directors and has approved the appointment of John Walley, Graeme Stephen and Philip Bodman as Directors. Those resignations and appointments were approved by the Directors on 9 October 2002.

Other than the above, no significant events affecting the Company have taken place since the year end.

### Directors and secretary

The Articles of Association do not provide for the retirement of the Directors and secretary by rotation.

### Directors' and secretary's interests in Shares

Matthew Dillon, a director of the Company, held 3,073 shares at 28 June 2002. Other than this, the Directors and secretary who held office at 28 June 2002 had no interest in the shares or contracts of the Company at any time during the year.

### Dividends

The Directors do not propose the payment of a dividend.

### Accounting records

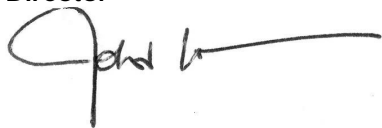
The Directors believe that they have complied with the requirements of Section 202 of the Companies Act, 1990 with regard to books of accounts by employing accounting personnel with appropriate expertise and by providing adequate resources to the financial function by employing the Manager as administrator to the Company, which in turn has appointed J.P. Morgan Administration Services (Ireland) Limited to fulfil those functions. The books of account of the Company are maintained at JPMorgan House, International Financial Services Centre, Dublin 1.

### Independent Auditors

In accordance with Section 160(2) of the Companies Act, 1963, the auditors, KPMG, Chartered Accountants, will continue in office.

### On behalf of the Board

Director



Date: 21 October 2002

Director



Date: 21 October 2002

# Man AHL Diversified plc

## **Statement of Directors' responsibilities**

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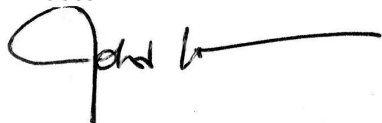
Company law in Ireland requires the Directors to prepare financial statements for each financial year which, in accordance with applicable accounting standards in Ireland, give a true and fair view of the state of affairs of the Company and of its results of operations for that year. In preparing those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Acts, 1963 to 2001 and all applicable regulations which are to be construed as one with those Acts. They are also responsible for safeguarding the assets of the Company. In this regard they have entrusted the assets of the Company to a Custodian for safekeeping, to the extent that they are not held by the Broker. They have general responsibility for taking such steps as are reasonably open to them to prevent and detect fraud and other irregularities.

### **On behalf of the Board**

Director



Date: 21 October 2002

Director



Date: 21 October 2002



# Man AHL Diversified plc

## **Statement of Custodian's responsibilities**

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The Custodian is required under the Act to ensure that the Company is managed in accordance with the Act and the Memorandum and Articles of Association of the Company. In particular the Custodian must ensure that, inter alia, it:

- satisfies itself that the sale, issue, repurchase, redemption, cancellation and valuation of Participating Shares are carried out in accordance with the Act and the Memorandum and Articles of Association; and
- takes into its custody or control all the assets of the Company and holds them in trust for the holders of Participating Shares in accordance with the Act and Memorandum and Articles of Association; and
- enquires into the conduct of the Company and reports thereon to the shareholders in a report which shall contain the matters prescribed by the Act. A copy of the Custodian's Report is to be included in the annual report to shareholders.

**J.P. Morgan Bank (Ireland) plc**

# Man AHL Diversified plc

## Custodian's report to the members of Man AHL Diversified plc

J.P. Morgan Bank (Ireland) plc, as Custodian, has enquired into the conduct of the Company for the year ended 28 June 2002.

In the Custodian's opinion, the Company has, in all material respects, been managed:

- a) in accordance with the limitations imposed on the investment and borrowing powers of the Company by its Memorandum and Articles of Association and by the Central Bank of Ireland under the powers granted to the Central Bank of Ireland by Part XIII of the Act; and
- b) otherwise in accordance with the provisions of its Memorandum and Articles of Association and Part XIII of the Act.

*Margaret Cullen*  
*for and on behalf of*

**J.P. Morgan Bank (Ireland) plc**  
**JPMorgan House**  
**International Financial Services Centre**  
**Dublin 1**  
**Ireland**

**Date: 21 October 2002**

# Man AHL Diversified plc

## **Independent Auditors' report to the members of Man AHL Diversified plc**

We have audited the English language version of the financial statements on pages 12 to 64.

### **Respective responsibilities of Directors and Independent Auditors**

The Directors are responsible for preparing the annual report. As described on page 6, this includes responsibility for preparing the financial statements in accordance with applicable Irish law and accounting standards. Our responsibilities, as independent auditors, are established in Ireland by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Acts. As also required by those Acts, we state:

- whether we have obtained all the information and explanations we require for our audit;
- whether the financial statements agree with the books of account

and report to you our opinion as to whether the company has kept proper books of account and whether the Directors' report is consistent with the financial statements.

We also report to you if, in our opinion, information specified by law regarding Directors' remuneration and transactions with the Company is not disclosed.

We read the English language version of the other information accompanying the financial statements and consider whether it is consistent with those statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

### **Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

### **Opinion**

In our opinion, the financial statements give a true and fair view of the state of affairs of the Company as at 28 June 2002 and of its result of operations for the year then ended and have been properly prepared in accordance with the Companies Acts, 1963 to 2001 and all applicable regulations which are to be construed as one with those Acts.

# Man AHL Diversified plc

## Independent Auditors' report to the members of Man AHL Diversified plc

### Opinion (continued)

We have obtained all the information and explanations we considered necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the Company. The financial statements are in agreement with the books of account.

In our opinion, the information given in the Directors' report on page 5 is consistent with the financial statements.

*KPMG*

**KPMG**  
**Chartered Accountants**  
**Registered Auditors**  
**5, George's Dock**  
**International Financial Services Centre**  
**Dublin 1**

**Date: 21 October 2002**

# Man AHL Diversified plc

## Investment Adviser's report

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During a turbulent period for global capital markets, the Company recorded a positive return of 11.6% in Net Asset Value per Share.

In 2001, the world economy suffered its most severe downturn in a decade as growth in the US, United Kingdom and the Eurozone slowed dramatically, and the Japanese economy slid into its fourth recession in ten years. After a brief recovery in global economic conditions at the beginning of 2002, sentiment in capital markets weakened further following a stream of disappointing economic data and concerns over corporate accounting practices.

### **Man-AHL Diversified Programme**

After sustaining severe losses mid-year, excellent gains achieved towards the latter half of the year, notably in short-term interest rate and foreign exchange markets, lifted returns into positive territory. In the short-term interest rate sector, long Eurodollar and Euribor positions profited from upward price moves. A spate of interest rate cuts from the US Federal Reserve prompted a rally in prices early in the year, while sliding stocks and a cascade of poor economic data drove prices higher as speculation mounted that interest rates would remain at a 40-year low for some time. Returns from the currency sector were impressive with long positions against the US dollar, particularly in the Euro and Japanese yen, capturing impressive gains amid a depreciation in the US currency during the second quarter of this year.

Disappointing corporate earnings reports coupled with weak manufacturing and unemployment figures undermined sentiment in the greenback as investors began to question whether a US economic recovery was sustainable. Further downward pressure arose after the poor returns of dollar denominated assets prompted a sell-off of US stock and bond investments. Disappointing returns from the bond sector reduced gains slightly with losses from long Japanese government bond positions impairing performance.

Japanese government plans to aid the nation's ailing banks through debt issuance, and speculation that Japan's debt rating would be downgraded weighed heavily on prices. Profits from US government bond markets minimised losses as long positions thrived over the latter half of the year after declining stock markets and rising tensions in the Middle East increased the allure of fixed income securities. Gains from the stock index sector boosted returns with a slump in global bourses early and late in the year proving beneficial.

Short positions in Asian and European stock indices captured healthy gains as equity values came under pressure on the back of accounting malpractice and declining business confidence. The commodity sector delivered a poor return. Losses from crude oil markets impaired returns from the energy complex, while short wheat and long soybean positions performed poorly within the agricultural sector. Trading in the base metals proved unfavourable with positions in copper and silver markets sustaining losses, while performance from the softs sector was close to flat.

Man Investment Products Limited  
July 2002

# Man AHL Diversified plc

## Statement of operations

for the year ended 28 June 2002

	Notes	Year ended 28 June 2002	Year ended 28 June 2001
		US\$	US\$
Net realised gain on investment in futures and forwards		17,817,054	48,288,358
Net change in unrealised gain on open futures contracts	3	16,291,337	10,615,312
Net change in unrealised gain/(loss) on forward exchange contracts	3	24,912,784	(466,006)
<b>Total realised/unrealised gain on investment activity</b>		<b>59,021,175</b>	<b>58,437,664</b>
<b>Interest earned</b>		<b>6,179,839</b>	<b>8,906,564</b>
<b>Total income</b>		<b>65,201,014</b>	<b>67,344,228</b>
<b>Expenses</b>			
Management fee	4	215,956	226,615
Investment advisory and performance fees	4	18,352,679	16,336,237
Custodian's fees	4	42,017	38,794
Commissions	6	6,417,601	3,257,054
Directors' fees		22,050	48,875
Operational expenses:			
Operating expenses	7	69,559	17,791
Marketing expenses		128,753	148,075
Other expenses		16,734	(6,713)
<b>Total expenses</b>		<b>25,265,349</b>	<b>20,066,728</b>
<b>Net income before taxation</b>		<b>39,935,666</b>	<b>47,277,500</b>
<b>Taxation</b>	8	-	-
<b>Net increase in shareholders' funds from investment activities</b>		<b>39,935,666</b>	<b>47,277,500</b>

The Company had no recognised gains in the financial year other than those dealt with in the 'Statement of operations'. All realised and unrealised gains and income and expenses arose as a result of continuing activities.

The notes on pages 15 to 24 form part of the financial statements.

On behalf of the Board

Director



Date: 21 October 2002

Director



Date: 21 October 2002

# Man AHL Diversified plc

## Statement of net assets

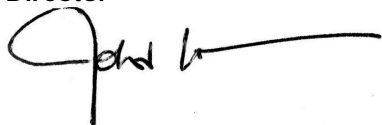
as at 28 June 2002

	Notes	28 June 2002 US\$	28 June 2001 US\$	% of net assets
<b>Current assets</b>				
Investments in futures and forward currency contracts		52,456,571	11,252,449	9%
Cash at bank	9	420,247,797	175,160,557	72%
Cash at Broker	9	113,737,980	27,741,465	19%
Debtors due within one year	10	2,531,121	93,848	-
		<u>588,973,469</u>	<u>214,248,319</u>	100%
<b>Liabilities - due within one year</b>				
Bank overdraft		(7,086)	(44,209)	-
Creditors	11	(7,175,938)	(1,981,236)	-
		<u>(7,183,024)</u>	<u>(2,025,445)</u>	-
<b>Net assets attributable to Participating Shares</b>		<u><b>581,790,445</b></u>	<u><b>212,222,874</b></u>	<b>100%</b>
<b>Shareholders' funds</b>				
Non equity interests - Participating Shares	12	581,790,445	212,222,874	
<b>Net Asset Value at end of the year</b>		<u><b>581,790,445</b></u>	<u><b>212,222,874</b></u>	

The notes on pages 15 to 24 form part of the financial statements.

On behalf of the Board

Director



Date: 21 October 2002

Director



Date: 21 October 2002

# Man AHL Diversified plc

## Statement of changes in net assets

for the year ended 28 June 2002		Year ended 28 June 2002	Year ended 28 June 2001
	Notes	US\$	US\$
Net Asset Value at start of the year		212,222,874	148,938,219
Proceeds from Shares issued		390,017,140	72,067,586
Paid for Shares redeemed		(60,385,235)	(56,060,431)
Results of operations for the year		39,935,666	47,277,500
		<hr/>	<hr/>
<b>Net assets at end of year attributable to Participating Shares</b>	14	<b>581,790,445</b>	<b>212,222,874</b>
		<hr/> <hr/>	<hr/> <hr/>
<b>Participating Share transactions</b>			
Shares in issue at start of the year		6,502,122	6,123,567
Shares issued during the year		11,249,185	2,322,684
Shares redeemed during the year		(1,776,034)	(1,944,129)
		<hr/>	<hr/>
<b>Shares in issue at end of the year</b>	12	<b>15,975,273</b>	<b>6,502,122</b>
		<hr/>	<hr/>
<b>Net Asset Value per Share at end of the year</b>	14	<b>36.42</b>	<b>32.64</b>
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 15 to 24 form part of the financial statements.



# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 1. Organisation and investment objective

Man AHL Diversified plc is organised under the laws of the Republic of Ireland as a limited liability investment company. The Company commenced trading in March 1996.

The investment objective of the Company is to achieve medium-term growth of capital with absolute risk adjusted returns through access to global derivatives and inter-bank currency markets.

The Company seeks to achieve that objective by trading in a diversified portfolio of stock index, bond, currency, short-term interest rate and commodity (energy, metal and agricultural) futures contracts. At any point in time no more than 5% of the Net Asset Value will be applied towards initial margin requirements in respect of any one counterparty to the Broker with respect to off-exchange contracts.

At 28 June 2002, the Company's investment portfolio comprised one strategy, the Man-AHL Diversified Programme. The Company is an accumulating fund and therefore it is not intended to distribute to shareholders any income or gains by way of dividend.

The Company's trading is directed by a single investment adviser, Man Investment Products Limited, which is given discretionary authority over the assets of the Company that have been allocated to it. An investment advisory agreement has been entered into with Man Investment Products Limited, setting out the terms and conditions of its appointment and the basis of its remuneration.

Man Fund Management Limited acts as Manager for the Company.

Save as otherwise provided for in the Prospectus, any alteration to the investment objectives and policies of the Company at any time will require approval of the Central Bank of Ireland.

### 2. Significant accounting policies

The following is a summary of the significant accounting policies adopted by the Company:

#### ***Basis of preparation of financial statements***

The format of certain wording of these financial statements has been adapted from that contained in the Companies (Amendment) Act, 1986, so that, in the opinion of the Directors, it more appropriately reflects the nature of the Company's investment business. The 'Profit and loss' is referred to as the 'Statement of operations', the 'Balance sheet' is referred to as the 'Statement of net assets' and the 'Cash flow statement' is referred to as the 'Statement of changes in net assets', throughout these financial statements.

#### ***Basis of accounting***

The financial statements are prepared under the historical cost convention, as modified by the inclusion of open derivative contracts at valuation, and in accordance with applicable accounting standards. The financial statements of the Company are prepared in United States Dollars (US\$).

#### ***Revenue recognition***

The difference between the original contract amount and the market value of open contracts is reflected as net unrealised gains or losses in the 'Statement of operations'.

Gains and losses on contracts are realised when contracts are liquidated. Contracts are liquidated on a first in, first out basis.

# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 2. Significant accounting policies (continued)

#### ***Income from investments and interest income***

Income from investments and interest income are recognised as income of the Company on an accruals basis.

#### ***Expenses***

The Company bears all expenses incurred as a result of its activities. These include brokerage commissions, exchange clearing and regulatory fees, management, administrative, legal, auditing, tax preparation and filing fees. Brokerage commissions, exchange clearing and regulatory fees are charged to expenses when future positions are opened. Bank clearing charges in connection with the purchase and sale of securities are expensed at the time such transactions take place. All other expenses are charged on an accruals basis.

#### ***Derivatives***

Derivative transactions are recorded on a trade date basis. Open future and forward exchange contracts are valued at closing market quotations based on daily exchange settlement prices.

Derivatives are financial instruments which include forwards and futures whose values are based upon an underlying asset, index or reference rate. A derivative contract may be traded on an Exchange or Over the Counter ("OTC"). Exchange traded derivatives are standardised and include futures contracts listed on Exchanges. OTC derivative contracts are individually negotiated between contracting parties and include forwards, swaps and certain options.

#### ***Foreign currencies***

Transactions denominated in foreign currencies which occurred during the year are translated into the reporting currency at the approximate rate prevailing on the transaction date. Foreign currency assets and liabilities are translated into US\$ at the exchange rate prevailing at the year end. The resulting gain or loss arising on translation of investments and of other assets and liabilities is included in unrealised gains and losses in the 'Statement of operations'.

#### ***Broker commissions***

Commission is incurred twice on futures or forward currency transactions: (a) on initiation of a contract, and (b) on closing out of a contract. Accruals are included in the year end values of open contracts to take account of commission to be incurred on the close out of these contracts.

### 3. Unrealised gains and losses

Unrealised gains and losses are shown in the 'Statement of operations'. This represents a departure from the Companies (Amendment) Act, 1986. In the opinion of the Directors, this treatment is necessary to fairly present the results of operations.

### 4. Fees and expenses

#### ***Management and investment advisory fees***

The Manager was appointed to carry out the management and administration of the Company. For these services, the Manager is entitled to receive a management fee at the annual rate of 0.45% per annum based on the Net Asset Value as at each weekly Valuation Point, provided that the minimum monthly fee shall be US\$ 3,500 and provided also that any amount of the Net Asset Value of the Company in excess of US\$ 50,000,000 shall not be taken into account in computing such fee. The fee incurred during the year was US\$ 215,956 (2001: US\$ 226,615).

# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 4. Fees and expenses (continued)

#### **Management and investment advisory fees (continued)**

The Company has entered into an investment advisory agreement with, among others, Man Investment Products Limited. The agreement provides that the Company's futures trades will be made in accordance with instructions from the Investment Adviser. The fees payable pursuant to the investment advisory agreement comprise:

- (i) an annual investment advisory fee of 3% per annum based on the Net Asset Value as determined as at each Valuation Point. The fee incurred during the year was US\$ 10,976,338 (2001: US\$ 5,252,083);
- (ii) a performance fee of 20% of any net appreciation (after deduction of the aforesaid investment advisory fee), in the Net Asset Value per Share on any Valuation Point over the previous highest Net Asset Value per Share multiplied by the number of Shares outstanding on the Valuation Point in respect of which the performance fee is calculated. The fee incurred during the year was US\$ 7,376,341 (2001: US\$ 11,084,154).

The investment advisory and performance fees are paid to the Introducing Broker, as commissionaire for the Investment Adviser.

#### **Custody fees**

J.P. Morgan Bank (Ireland) plc, as Custodian, receives a scaled custody fee of between 0.05% and 0.10% of the Net Asset Value, with a ceiling Net Asset Value of US\$ 50,000,000. The custody fee incurred in the year was US\$ 42,017 (2001: US\$ 38,794).

#### **Brokerage fees**

The Company shall bear all the costs of trading transactions and interest on borrowing. Brokerage fees will be charged by the Introducing Broker and the Broker at their institutional rates per round turn plus 1% per annum based on the Net Asset Value as determined on each Valuation Point.

#### **Operational expenses**

The Manager will discharge, out of the assets of the Company, all of the Company's offering, operational and administrative expenses including legal, accounting, filing, printing and registration fees.

During the year the Company incurred marketing costs of US\$ 128,753 (2001: US\$ 148,075).

### 5. Related party transactions

The Directors of the Company have the following interests in other related parties:

Douglas Bonnar:	Director of Man Fund Management Limited, the Manager
Daniel Morrissey:	Director of Man Fund Management Limited, the Manager Director of Man Corporate Services (Ireland) Limited, the Registrar and the Transfer Agent Partner of William Fry solicitors, the Company's legal adviser
Michael Lozowski:	Director of Man Investment Products Limited, the Investment Adviser Director of Man Fund Management Limited, the Manager

# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 5. Related party transactions (continued)

Both Michael Lozowski and Matthew Dillon are executives of the Man group of companies which group includes several companies which indirectly provide services to the Company.

The Manager earned US\$ 215,956 (2001: US\$ 226,615) during the reporting year for providing management services. At 28 June 2002, US\$ 12,981 (2001: US\$ 170,358) was owed to the Manager.

The Company paid US\$ 10,976,338 (2001: US\$ 5,252,083) in investment advisory fees and US\$ 7,376,341 (2001: US\$ 11,084,154) in performance fees during the year to the Introducing Broker, as commissionaire for the Trading Adviser. At 28 June 2002, US\$ 3,628,690 (2001: US\$ 488,687) in investment advisory fees and US\$ Nil (2001: US\$ 782,857) in performance fees were owed by the Company to the Introducing Broker, as commissionaire for the Trading Adviser.

The Company paid US\$ 6,417,601 (2001: US\$ 3,257,054) during the year for the provision of brokerage related services by Man Financial Limited and the Introducing Broker. At 28 June 2002, US\$ 1,208,121 (2001: US\$ 162,896) was owed by the Company for brokerage related services provided by Man Financial Limited and the Introducing Broker.

Daniel Morrissey, a director of the Company, is also a partner of William Fry, Solicitors. During the reporting year the Company paid William Fry, Solicitors US\$ 55,229 (2001: US\$ 5,696) for their services.

Other than as noted above there were no related party transactions.

### 6. Brokerage commissions

Under the Company's agreement with, among others, Man Financial Limited, the Broker provides services which include the clearing of futures trades on behalf of the Company, based on instructions received from the Investment Adviser. The Company pays brokerage commissions on all futures transactions cleared. It pays commission per transaction of US\$1 plus the actual costs incurred in executing a trade such as floor brokerage, exchange-clearing, execution fees and related expenses plus an amount equal to 1% per annum based on the Net Asset Value as determined as at each Valuation Point. All brokerage commissions are payable to the Introducing Broker, whether for its own account or being received by the Introducing Broker on behalf of the Broker.

### 7. Operating expenses

	28 June 2002 US\$	28 June 2001 US\$
Legal fees	55,229	5,696
Audit fees	14,330	12,095
	<u>69,559</u>	<u>17,791</u>

# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 8. Taxation

Pursuant to the Irish Finance Act, 2000, the Company will not be liable to Irish on both tax in respect of its income and gains other than on the occurrence of a chargeable event. During the year under review, there were no chargeable events.

Shareholders, other than Irish residents, who complete a declaration confirming they are not Irish residents, will not be liable to Irish tax on income or gains arising to them from their investment in the Company and no tax will be deducted on distributions from payments by the Company in respect of a redemption or other disposal of their Shares.

Capital gains, dividends and interest received by the Company may be subject to withholding taxes imposed by the country of origin and such taxes may not be recoverable by the Company or its shareholders.

### 9. Cash balances

The Broker held US\$ 113,730,894 (2001: US\$ 27,741,465) on behalf of the Company at the year end. The Company earns interest on these deposits. The assets in the Brokerage Account are subject to a lien in favour of the Broker in respect of liabilities of the Company due to the Broker since such monies constitute the Broker's collateral in the event of trading losses.

The Company has US\$ 92,009,599 (2001: US\$ 56,690,559) on deposit with Barclays Bank PLC, Isle of Man, US\$ 95,600,150 (2001: US\$ 58,953,279) on deposit with Dresdner Bank plc, Jersey, US\$ 3,585,999 (2001: US\$ 3,508,693) with the Isle of Man Bank, Isle of Man and US\$ 95,399,737 (2001: US\$ Nil) with Royal Bank of Scotland, Jersey. Other cash balances totalling US\$ 133,652,312 (2001: US\$ 56,008,027) are held with JPMorgan Chase Bank, London.

### 10. Debtors (due within one year)

	28 June 2002 US\$	28 June 2001 US\$
Bank interest receivable	159,564	93,848
Subscriptions receivable	2,371,557	-
	<u>2,531,121</u>	<u>93,848</u>

### 11. Creditors (due within one year)

	28 June 2002 US\$	28 June 2001 US\$
Investment advisory and performance fees	3,628,690	1,271,544
Management fees	12,981	170,358
Custodian's fees	2,049	20,490
Directors' fees	22,050	33,373
Broker commissions payable	1,208,121	162,896
Operational expenses:		
Operating expenses	28,295	14,000
Marketing expenses	6,923	60,577
Other	11,450	247,998
Redemptions payable	2,255,379	-
	<u>7,175,938</u>	<u>1,981,236</u>

# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 12. Share capital

#### **Participating Shares**

The Company has 50,000,000,000 authorised shares of no par value which are available for issue as fully paid Participating Shares in the Company's funds. A Shareholder's Participating Shares may be redeemed by the Company at the request of that Shareholder. At 28 June 2002, the Company had issued 15,975,273 (2001: 6,502,122) Participating Shares. The value of the capital of the Participating Shares is equal to the Net Asset Value.

#### **Subscriber shares**

The Company also has authorised share capital of US\$ 60,000 divided into 60,000 Subscriber Shares of US\$ 1 each. All of those Subscriber Shares were issued and 59,993 Subscriber Shares were redeemed during the year ended 31 December 1996. The Subscriber Shares do not form part of the Net Asset Value. They are disclosed in the financial statements by way of this note only. In the opinion of the Directors, this disclosure reflects the nature of the Company's investment business.

### 13. Non-equity shares

Under Financial Reporting Standard No. 4 "Capital Instruments", Participating Shares fall under the definition of "non-equity" as they can be redeemed at the direction of the holders of Participating Shares. Whereas Participating Shares are not within the definition of "equity", they hold in substance the equity interest of Shareholders and on this basis, Shareholders' funds are disclosed as equity.

The Subscriber Shares are classified as "non-equity" shares as the holders of such shares are, firstly, not entitled to any dividends whatsoever in respect of their holding of Subscriber Shares, secondly, on a vote taken on a show of hands, holders of Subscriber Shares are only entitled to one vote per holder and on a poll only entitled to one vote per Subscriber Share and thirdly in the event of a winding up or dissolution of the Company, the holders of such Subscriber Shares are only entitled to the nominal amount paid for such shares.

### 14. Net Asset Value per Share

The Net Asset Value per Share is determined by dividing the Net Asset Value by the total number of Participating Shares in issue. The Net Asset Value attributable to the holders of Participating Shares, as at 28 June 2002, and comparatives for previous years are as follows:

	Net Asset Value per Share US\$	Net Asset Value US\$
28 June 2002	36.42	581,790,445
28 June 2001	32.64	212,222,874
28 June 2000	24.32	148,938,219

### 15. Financial reporting

The information required by Financial Reporting Standard No. 3 "Reporting Financial Performance" to be included in a Statement of Total Recognised Gains and Losses and a Reconciliation of Movements in Shareholders Funds is, in the opinion of the Directors, contained in the 'Statement of operations' and the 'Statement of changes in net assets' on pages 12 and 14 respectively.

# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 16. Derivatives and other financial instruments

The main objective of the Company is to achieve medium-term growth of capital with absolute risk adjusted returns through access to global derivatives and inter-bank currency markets. The Company seeks to achieve this objective by trading a diversified portfolio of Futures and Options Contracts using the Man-AHL Diversified Programme.

The risks involved in investing in this type of company are greater than those normally associated with other types of investment. Because Futures and Options Contracts use substantial leverage, and can therefore be volatile, their value may decline as well as appreciate and there can be no assurance that the Company will be able to achieve its objective. The Company at all times adheres to the principle of diversification of risk in its derivatives trading.

The Investment Adviser has designed and implemented a statistically derived measure of risk through its computer-based trading systems. This proprietary risk control mechanism (which is continually monitored and updated) operates to control the application of leverage to the Company's Investments, such leverage being variable, depending on the nature of the Investments and the markets traded and prevailing market conditions.

The Investment Adviser is continually refining and enhancing the Man-AHL Diversified Programme. The core objectives of the Man-AHL Diversified Programme are:

- to produce above-average medium-term capital growth;
- to achieve this growth independent of the direction of major stock and bond markets; and
- to keep risk at acceptable levels at all times.

These objectives are achieved by applying a mathematically based analysis of price behaviour to a very broad range of markets. These include capital markets (such as stocks and bonds), currencies, metals and commodities. By using methods that allow for profits to be made whether markets are rising or falling, and by monitoring global market movements on a 24 hour basis, the Man-AHL Diversified Programme is capable of capitalising on investment opportunities that are not available to more traditional programmes.

At any time, the Man-AHL Diversified Programme may be actively involved in around 100 markets over approximately 35 exchanges. This has positive consequences because:

- access to so many markets dramatically increases the number of profit opportunities; and
- the average exposure to any one market is comparatively small, thus reducing the risk to the overall investment.

A further feature of the Man-AHL Diversified Programme is that more than one investment system is used. Whilst the underlying logic of each system is similar, the systems work at different frequencies. Some are designed to take advantage of very short-term market moves, perhaps lasting for a matter of days; others have a much longer outlook, sometimes holding positions for many months.

#### **Derivatives**

Derivatives are financial instruments which include forward contracts and futures, whose value is based upon an underlying asset, index or reference rate. Futures contracts provide for the delayed delivery of commodities, securities or financial instruments for which the seller agrees to make delivery at a specified price or yield. Forwards represent commitments to exchange currencies or to purchase or sell the financial instruments at specified prices on specified future dates.

### 16. Derivatives and other financial instruments (continued)

#### **Risk factors**

Risk arises from the potential inability of counterparties to meet the terms of their contracts, from movements in the market value of the underlying commodity, security or financial instrument and from variation in currency exchange rates on foreign denominated commitments. Derivatives are subject to various risks similar to those related to the underlying financial instruments, including market, credit, liquidity, currency and interest rate risk.

#### **Market risk**

Market risk is the potential for changes in the value of derivative financial instruments due to market changes, including interest and foreign exchange rate movements and fluctuations in commodity prices.

The Investment Adviser has developed sophisticated mechanisms in an effort to control market risk, which are continually monitored and updated. The ability to measure price volatility and return covariances across portfolios in real time enables it to apply predetermined risk control procedures.

The advantage of such a strictly implemented process is that it avoids irrational human reactions to unanticipated market events. The brokerage back office operations are separated from the executing traders thereby reducing the risk of trading positions being taken outside the normal management control systems.

#### **Credit risk**

Credit risk is the possibility that a loss may occur due to the failure of a counterparty to perform according to the terms of a contract. The Company's exposure to the credit risk associated with counterparty non-performance is limited to the net replacement cost of OTC contracts (including options held) in a gain position. For significant transactions, the Company's credit review process includes an evaluation of the counterparty's creditworthiness, periodic review of credit standing and obtaining collateral and various credit enhancements in certain circumstances.

Futures and derivative contracts will normally be entered into between the Company and Broker as principal and accordingly, the Company is fully exposed to the risk that the Broker may, in an insolvency or similar event, be unable to meet its contractual obligations to the Company. All margin deposits on futures contracts paid by the Company to the Broker together with open trading positions and all realised profits and losses derived from trading will be held in the Brokerage Account and the Company's assets will be designated as such by the Broker for the purposes of that account. The assets in the Brokerage Account are subject to a lien in favour of the Broker in respect of liabilities of the Company due to the Broker since such monies constitute the Broker's collateral in the event of trading losses. Monies held by the Custodian are subject to the Broker's right to call for such monies in the event of trading losses being incurred.

To the extent that margin monies of the Company held by the Broker are placed with a market counterparty of the Broker, such margin monies may be pooled with margin monies of other customers of the Broker which are held with such market counterparty and may be exposed to loss through netting in the event of the Broker's insolvency. The amount of margin monies held by such market counterparties at any time shall not exceed, in aggregate, 30% of the Net Asset Value of the Company.



# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 16. Derivatives and other financial instruments (continued)

#### ***Credit risk (continued)***

Funds not immediately required for margin purposes will continue to be held in a third party bank account and designated as customer monies as the term is understood within the framework of the FS Act. However, under Section 55 of the FS Act (and in particular, the Financial Services (Client Money) Regulations 1991, Part 2, Section 2.07) funds held by a broker in a customer segregated account (such as the margin monies of the Company held by the Broker) may be subject to averaging (i.e. pro-rata allocation), in the event that there is an overall shortfall in amounts due from the Broker to customers out of such customer segregated funds. Monies held in customer segregated accounts will not however be available to the general creditors of the Broker.

At no time will the obligations of any single third party owed to the Company (other than the Broker) exceed in value 15% of the Net Asset Value of the Company (excluding segregated customer monies).

#### ***Liquidity risk***

Liquidity risk is the possibility that the Company may not be able to rapidly adjust the size of its derivative positions in times of high volatility and financial stress at a reasonable cost. An investment in the managed futures industry involves a significant degree of risk. There can be no assurance that the Company will achieve its objectives or avoid substantial loss. The Company makes leverage investments in markets which are volatile and can become illiquid making it impossible or expensive for the Company to liquidate positions against which the market is moving.

Generally, futures contracts can be closed out at the discretion of the Investment Adviser. However, illiquidity in the market could prevent the timely close-out of any favourable positions or require the Company to hold these positions until the delivery date, regardless of the changes in their value or the Investment Adviser's investment strategies.

The average gearing applicable to the Company is in the region of five to eight times the Net Asset Value. A limit on overall gearing in the Company is set at fifteen times the Net Asset Value.

#### ***Foreign currency risk***

The Company's total return and balance sheet can be significantly affected by currency translation movements as the majority of the Company's investments may be derived from assets and liabilities denominated in currencies other than the Company's functional currency.

The Broker may lend monies to the Company in foreign currencies to finance non-US dollar margins (both initial and variation). By matching a non-US dollar obligation with a short-term borrowing in the relevant currency, foreign exchange risks may be mitigated.

Details of currency exposures in relation to forward contracts and futures are included in the schedule of investments.

#### ***Interest rate risk***

The Company's total return and balance sheet can be significantly affected by interest rate movements if a significant portion of the Company's investments are derived from assets and liabilities whose valuation is dependent on interest rate movements. There is no interest rate risk to the Company since interest rates are fixed.

#### ***Fair values of financial assets and financial liabilities***

All of the financial assets of the Company are held at fair value. All of the financial liabilities are stated at cost.

# Man AHL Diversified plc

## Notes to the financial statements as at 28 June 2002

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### 17. Soft commission arrangements

Soft commission arrangements by the Investment Adviser on behalf of the Company as at 28 June 2002 were US\$ Nil (2001: US\$ Nil).

### 18. Exchange rates

The exchange rates ruling at 28 June 2002 against the US\$ and applied in translating foreign currency balances at the year end were as follows:

CHF	1.5120	JPY	121.6700	SEK	9.3180
AUD	1.7595	CAD	1.5229	ZAR	10.3000
HKD	7.8000	NZD	2.0467		
GBP	0.6663	EUR	1.0302		

### 19. Valuation date

The financial statements of the Company are based on transactions up to and including 24 June 2002 and on the valuation prepared using close of business prices as at 24 June 2002.

### 20. Change in service provider

With effect from 5 September 2001, William Fry Limited was appointed company secretary, replacing J.P. Morgan Administration Services (Ireland) Limited.

### 21. Changes of names

With effect from 12 August 2002, Bank Austria Atkiengesellschaft changed its name to Bank Austria Creditanstalt Atkiengesellschaft.

With effect from 24 April 2002, AHL Diversified plc changed its name to Man AHL Diversified plc.

With effect from 1 November 2001, William Fry Limited changed its name to Wilton Secretarial Limited.

### 22. Approval of the financial statements

The financial statements were approved by the Company's board of Directors on 21 October 2002.

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>Australian Dollar</b>					
745	SFE 3 Year Tr Bond (6%)	Sep-02	94.28	(23,912)	0.00%
623	SFE 10 Year Tr Bond (6%)	Sep-02	94.01	(75,288)	(0.01)%
(192)	SFE S&P/ASX 200 Index	Jun-02	3,235.00	218,074	0.04%
2,248	SFE Bank Accept Bills	Sep-02	94.66	(108,506)	(0.02)%
				<u>10,369</u>	
<b>British Pound</b>					
145	London Cocoa	Jul-02	1,331.00	85,500	0.01%
73	London Cocoa	Sep-02	1,310.00	84,892	0.01%
535	LIFFE Short # Interest Rate	Dec-02	95.27	300,852	0.05%
3,528	LIFFE Short # Interest Rate	Mar-03	95.00	1,709,649	0.29%
378	LIFFE 10 Year Gilt	Sep-02	113.11	576,933	0.10%
(197)	LIFFE FTSE 100 (GBP10)	Sep-02	4,555.00	279,009	0.05%
				<u>3,036,834</u>	
<b>Canadian Dollar</b>					
(112)	S&P Canada 60 Index	Sep-02	399.20	172,220	0.03%
1,169	Canadian Government Bonds	Sep-02	103.54	732,648	0.13%
617	Montreal 3m Canadian Bank Accept	Sep-02	96.79	50,187	0.01%
1	Winnipeg Canola (20)	Nov-02	352.00	57	0.00%
				<u>955,111</u>	
<b>Euro</b>					
(83)	MEFF IBEX35 Plus (Euro)	Jul-02	6,585.50	396,074	0.07%
(59)	Dutch Stock Index-Futures	Jul-02	411.00	203,691	0.04%
1,953	Eurex Euro Bond	Sep-02	107.59	2,073,210	0.36%
1,369	Eurex Euro BOBL	Sep-02	106.04	893,854	0.15%
961	DTB Eurex Schatz	Sep-02	103.30	379,537	0.07%
(70)	FTSE/ASE-20 Index Euro	Jul-02	1,145.42	(1,751)	0.00%
(75)	Italian MIB 30 Index	Sep-02	27,071.00	277,430	0.05%
(223)	Matif CAC 40 (10 Euro)	Jun-02	3,673.00	1,203,886	0.21%
(93)	Eurex DAX 30 Index Euro	Sep-02	4,181.50	407,027	0.07%
(92)	Euro Stoxx 50 Future	Sep-02	2,962.00	95,586	0.02%
632	LIFFE 3M Euro (Euribor)	Dec-02	96.19	232,473	0.04%
4,591	LIFFE 3M Euro (Euribor)	Mar-03	96.03	2,596,137	0.45%
242	LIFFE 5 Year Swap Note	Sep-02	105.14	92,649	0.02%
194	LIFFE 10 Year Swap Note	Sep-02	105.97	108,031	0.02%
				<u>8,957,834</u>	
<b>Hong Kong Dollar</b>					
(227)	Hang Seng Index	Jun-02	10,631.00	53,080	0.01%
				<u>53,080</u>	

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>Japanese Yen</b>					
(79)	Osaka Nikkei Index 225 Stock Average	Sep-02	10,420.00	233,421	0.04%
132	Tokyo 10-Year Government Bond	Sep-02	138.81	492,599	0.08%
(331)	TGE Arabica Coffee 50kg	May-03	10,500.00	149,781	0.03%
(262)	TGE Corn	May-03	14,310.00	(45,531)	(0.01)%
164	Tokyo Platinum	Feb-03	2,136.00	(13,566)	0.00%
736	Tokyo Platinum	Apr-03	2,117.00	71,130	0.01%
976	Tokyo Gold (1 kilo)	Apr-03	1,272.00	(180,140)	(0.03)%
208	Tokyo Rubber	Nov-02	115.00	56,137	0.01%
(121)	Tokyo Stock Index Price	Sep-02	1,012.50	185,256	0.03%
(42)	TGE Soybeans Non-Gmo	Apr-03	27,350.00	(544)	0.00%
83	TCE Silver 60kg	Apr-03	188.90	(42,249)	(0.01)%
1	TGE Red Beans	Nov-02	11,800.00	(69)	0.00%
(26)	TGE Soybeans Non-Gmo	Feb-03	28,900.00	82	0.00%
(383)	TGE Soybeans Non-Gmo	Apr-03	28,840.00	36,593	0.01%
(7)	TOCOM Kerosene	Dec-02	27,420.00	198	0.00%
69	TOCOM Gasoline	Dec-02	24,310.00	(12,152)	0.00%
4,451	TIFE Euro Yen 3m Interest rate	Mar-03	99.85	157,143	0.03%
(128)	Simex Nikkei 225 Index	Sep-02	10,400.00	190,043	0.03%
				<u>1,278,131</u>	
<b>New Zealand Dollar</b>					
(1)	NZ 90 Day Bank Bills	Sep-02	93.72	(45)	0.00%
				<u>(45)</u>	
<b>Singapore Dollar</b>					
(21)	Simex MSCI Singapore Index	Jun-02	191.00	30,637	0.01%
				<u>30,637</u>	
<b>South African Rand</b>					
20	South Africa Share Index	Sep-02	10,572.00	(2,426)	0.00%
				<u>(2,426)</u>	
<b>South Korea Won</b>					
(54)	Korean Kospi 200 Index	Sep-02	96.45	31,855	0.01%
410	Korean 3 Year Government Bond	Sep-02	105.30	330,314	0.06%
				<u>362,169</u>	
<b>Swedish Krona</b>					
(305)	OML OMX Index	Jun-02	567.50	367,705	0.06%
				<u>367,705</u>	

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>Swiss Franc</b>					
122	Swiss Federal 10 Year Bond	Sep-02	122.35	118,290	0.02%
2,646	Liffe 3m Euro Swiss Interest Rate	Sep-02	98.64	1,126,516	0.19%
(176)	Swiss Market Index	Sep-02	5,591.00	243,047	0.04%
				<u>1,487,853</u>	
<b>US Dollar</b>					
196	Comex Copper High Grade	Jul-02	74.05	(187,627)	(0.03)%
205	Comex Copper High Grade	Sep-02	74.80	(31,296)	(0.01)%
63	IMM Euro Dollar Deposit	Sep-02	0.97	207,473	0.04%
56	IMM British Pound	Sep-02	149.30	105,606	0.02%
89	IMM Swiss Franc	Sep-02	66.24	238,935	0.04%
(1,009)	New York Sugar	Oct-02	4.97	22,414	0.00%
138	IMM Japanese Yen	Sep-02	82.53	291,263	0.05%
(337)	IMM Mexican Pesos	Sep-02	9.97	259,108	0.04%
320	IMM Canadian Dollar	Sep-02	65.52	176,764	0.03%
(245)	CBOT Corn	Dec-02	235.50	(141,749)	(0.02)%
(290)	CBOT Corn	Mar-03	242.75	(127,508)	(0.02)%
130	New York Cocoa	Sep-02	1,631.00	167,930	0.03%
(418)	New York Coffee	Sep-02	50.20	160,376	0.03%
(277)	New York Coffee	Dec-02	53.20	49,295	0.01%
168	New York Cotton	Dec-02	47.39	10,682	0.00%
23	London Coffee	Sep-02	523.00	(2,245)	0.00%
1,285	Treasury Notes 10 Year	Sep-02	107.04	2,330,077	0.40%
(138)	Simex MCSI Taiwan Index	Jun-02	239.90	16,892	0.00%
308	Kansas City Wheat	Dec-02	324.25	98,780	0.02%
28	Kansas City Wheat	Mar-03	322.25	(48)	0.00%
(151)	Minneapolis Spring Wheat	Sep-02	310.00	(49,842)	(0.01)%
68	CBOT Wheat	Dec-02	307.75	2,459	0.00%
(31)	White Sugar No 5	Aug-02	190.50	(2,428)	0.00%
(11)	White Sugar No 6	Oct-02	165.50	(813)	0.00%
832	CBOT Treasury Bonds	Sep-02	103.08	1,376,037	0.24%
103	CBOT 10 Year Agency Notes	Sep-02	103.08	128,552	0.02%
409	IMM 1 Month Libor	Jul-02	98.15	(7,476)	0.00%
930	IMM Euro Dollar Deposit	Dec-02	97.62	1,584,799	0.27%
4,517	IMM Euro Dollar Deposit	Mar-03	97.12	7,877,106	1.35%
1,015	IMM Euro Dollar Deposit	Jun-03	96.52	525,378	0.09%
472	Comex Silver	Jul-02	486.70	(97,142)	(0.02)%
297	Comex Silver	Sep-02	489.00	(42,027)	(0.01)%
1,230	Comex Gold	Aug-02	324.70	60,142	0.01%
78	CBOT Soybeans	Aug-02	499.75	24,457	0.00%
382	CBOT Soybeans	Nov-02	482.75	146,064	0.03%
70	CBOT Soybeans	Jan-02	484.00	15,111	0.00%
128	CBOT Soybean Meal	Jul-02	169.00	50,814	0.01%
90	CBOT Soybean Meal	Aug-02	166.10	(21,258)	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
360	CBOT Soybean Meal	Dec-02	157.50	95,278	0.02%
138	CBOT Soybean Oil	Jul-02	18.02	(4,966)	0.00%
313	CBOT Soybean Oil	Dec-02	18.59	15,130	0.00%
105	CBOT Soybean Oil	Jan-03	18.73	14,826	0.00%
(2)	LME High Grade Aluminium	Aug-02	1,337.76	(187,620)	(0.03)%
(25)	LME High Grade Aluminium	Aug-02	1,338.00	(222,113)	(0.04)%
(41)	LME High Grade Aluminium	Aug-02	1,338.00	(229,356)	(0.04)%
(5)	LME High Grade Aluminium	Aug-02	1,338.24	(302,993)	(0.05)%
(20)	LME High Grade Aluminium	Sep-02	1,343.06	31,000	0.01%
(220)	LME High Grade Aluminium	Sep-02	1,343.30	180,445	0.03%
(400)	LME High Grade Aluminium	Sep-02	1,344.26	198,481	0.03%
(175)	LME High Grade Aluminium	Sep-02	1,344.50	89,255	0.02%
(245)	LME High Grade Aluminium	Sep-02	1,344.00	101,275	0.02%
(441)	LME High Grade Aluminium	Sep-02	1,344.00	82,587	0.01%
(215)	LME High Grade Aluminium	Sep-02	1,345.00	8,349	0.00%
30	LME Copper	Aug-02	1,627.50	129,437	0.02%
53	LME Copper	Aug-02	1,627.75	(1,227)	0.00%
36	LME Copper	Aug-02	1,628.25	(127,737)	(0.02)%
323	LME Copper	Sep-02	1,629.96	(708,429)	(0.12)%
117	LME Copper	Sep-02	1,630.81	(239,954)	(0.04)%
114	LME Copper	Sep-02	1,632.29	(125,631)	(0.02)%
10	LME Copper	Sep-02	1,632.50	(7,532)	0.00%
(4)	LME Lead	Jul-02	439.75	11,864	0.00%
(8)	LME Lead	Jul-02	440.11	11,837	0.00%
(7)	LME Lead	Jul-02	440.64	6,120	0.00%
(3)	LME Lead	Jul-02	441.18	6,915	0.00%
(6)	LME Lead	Jul-02	441.89	12,955	0.00%
(4)	LME Lead	Jul-02	442.07	10,352	0.00%
(4)	LME Lead	Jul-02	442.51	9,807	0.00%
(3)	LME Lead	Jul-02	443.15	10,460	0.00%
(7)	LME Lead	Jul-02	443.28	16,240	0.00%
(11)	LME Lead	Jul-02	443.41	13,173	0.00%
(9)	LME Lead	Aug-02	444.18	18,452	0.00%
(47)	LME Lead	Aug-02	444.31	50,610	0.01%
(34)	LME Lead	Aug-02	444.95	19,528	0.00%
(20)	LME Lead	Aug-02	445.08	12,791	0.00%
(57)	LME Lead	Aug-02	445.21	34,246	0.01%
(16)	LME Lead	Aug-02	445.72	7,357	0.00%
(11)	LME Lead	Aug-02	445.85	3,856	0.00%
(17)	LME Lead	Aug-02	445.98	4,184	0.00%
(14)	LME Lead	Aug-02	446.11	3,417	0.00%
(11)	LME Lead	Aug-02	446.62	2,751	0.00%
(14)	LME Lead	Aug-02	446.75	3,365	0.00%
(35)	LME Lead	Aug-02	446.95	12,174	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(46)	LME Lead	Aug-02	447.63	12,288	0.00%
(2)	LME Lead	Sep-02	448.22	370	0.00%
(26)	LME Lead	Sep-02	448.32	5,047	0.00%
(17)	LME Lead	Sep-02	448.71	2,088	0.00%
(20)	LME Lead	Sep-02	449.01	2,346	0.00%
(81)	LME Lead	Sep-02	449.40	(1,394)	0.00%
(59)	LME Lead	Sep-02	449.50	(2,074)	0.00%
(30)	LME Lead	Sep-02	449.58	(2,904)	0.00%
(20)	LME Lead	Sep-02	450.00	292	0.00%
2	LME Nickel	Jul-02	7,076.00	15,537	0.00%
4	LME Nickel	Jul-02	7,077.38	2,303	0.00%
17	LME Nickel	Jul-02	7,077.76	8,004	0.00%
8	LME Nickel	Jul-02	7,079.28	(26,229)	0.00%
7	LME Nickel	Aug-02	7,080.41	415	0.00%
1	LME Nickel	Aug-02	7,082.69	1,453	0.00%
7	LME Nickel	Aug-02	7,083.07	7,667	0.00%
5	LME Nickel	Aug-02	7,085.72	4,656	0.00%
9	LME Nickel	Aug-02	7,091.00	14,917	0.00%
10	LME Nickel	Aug-02	7,091.86	22,220	0.00%
8	LME Nickel	Sep-02	7,094.43	36,667	0.01%
42	LME Nickel	Sep-02	7,094.86	5,929	0.00%
18	LME Nickel	Sep-02	7,096.57	2,370	0.00%
6	LME Nickel	Sep-02	7,097.00	2,477	0.00%
15	LME Nickel	Sep-02	7,097.43	6,711	0.00%
20	LME Nickel	Sep-02	7,097.86	3,985	0.00%
40	LME Nickel	Sep-02	7,099.57	(83,630)	(0.01)%
30	LME Nickel	Sep-02	7,100.00	(65,417)	(0.01)%
47	LME Nickel	Sep-02	7,100.00	(101,102)	(0.02)%
11	LME Nickel	Sep-02	7,100.00	(10,529)	0.00%
6	LME Tin	Jul-02	4,344.79	10,056	0.00%
15	LME Tin	Jul-02	4,345.24	25,270	0.00%
9	LME Tin	Jul-02	4,347.99	11,952	0.00%
6	LME Tin	Aug-02	4,349.81	6,151	0.00%
7	LME Tin	Aug-02	4,352.10	6,666	0.00%
9	LME Tin	Aug-02	4,352.56	6,552	0.00%
18	LME Tin	Aug-02	4,353.01	11,534	0.00%
16	LME Tin	Aug-02	4,354.84	10,390	0.00%
16	LME Tin	Aug-02	4,355.30	9,604	0.00%
8	LME Tin	Aug-02	4,355.76	4,205	0.00%
3	LME Tin	Aug-02	4,356.21	2,019	0.00%
8	LME Tin	Aug-02	4,359.21	6,303	0.00%
15	LME Tin	Aug-02	4,361.71	11,711	0.00%
19	LME Tin	Sep-02	4,363.86	11,369	0.00%
3	LME Tin	Sep-02	4,364.21	1,411	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
17	LME Tin	Sep-02	4,365.64	8,191	0.00%
4	LME Tin	Sep-02	4,366.36	1,895	0.00%
15	LME Tin	Sep-02	4,366.71	6,851	0.00%
45	LME Tin	Sep-02	4,368.14	14,849	0.00%
6	LME Tin	Sep-02	4,368.50	206	0.00%
8	LME Tin	Sep-02	4,368.75	(1,315)	0.00%
30	LME Tin	Sep-02	4,369.00	(5,022)	0.00%
(2)	LME Special High Grade Zinc	Jul-02	765.82	37,037	0.01%
(5)	LME Special High Grade Zinc	Jul-02	766.04	6,604	0.00%
(19)	LME Special High Grade Zinc	Jul-02	768.24	78,984	0.01%
(17)	LME Special High Grade Zinc	Aug-02	769.57	24,310	0.00%
(21)	LME Special High Grade Zinc	Aug-02	769.79	65,980	0.01%
(28)	LME Special High Grade Zinc	Aug-02	770.90	62,956	0.01%
(3)	LME Special High Grade Zinc	Aug-02	771.12	24,283	0.00%
(101)	LME Special High Grade Zinc	Aug-02	771.34	95,354	0.02%
(19)	LME Special High Grade Zinc	Aug-02	772.23	9,731	0.00%
(69)	LME Special High Grade Zinc	Aug-02	772.45	36,605	0.01%
(76)	LME Special High Grade Zinc	Aug-02	772.67	26,712	0.00%
(172)	LME Special High Grade Zinc	Aug-02	772.89	32,377	0.01%
(73)	LME Special High Grade Zinc	Aug-02	773.78	(7,751)	0.00%
(74)	LME Special High Grade Zinc	Aug-02	774.00	(15,950)	0.00%
(47)	LME Special High Grade Zinc	Aug-02	774.20	(5,350)	0.00%
(127)	LME Special High Grade Zinc	Aug-02	774.39	(12,016)	0.00%
(35)	LME Special High Grade Zinc	Aug-02	775.15	(7,609)	0.00%
(27)	LME Special High Grade Zinc	Aug-02	775.38	(2,516)	0.00%
(28)	LME Special High Grade Zinc	Aug-02	775.57	(1,660)	0.00%
(164)	LME Special High Grade Zinc	Aug-02	775.77	(781)	0.00%
(85)	LME Special High Grade Zinc	Sep-02	776.95	25,081	0.00%
(73)	LME Special High Grade Zinc	Sep-02	777.14	31,501	0.01%
(28)	LME Special High Grade Zinc	Sep-02	778.52	5,148	0.00%
(253)	LME Special High Grade Zinc	Sep-02	779.30	(53,059)	(0.01)%
(88)	LME Special High Grade Zinc	Sep-02	779.50	(9,028)	0.00%
(97)	LME Special High Grade Zinc	Sep-02	779.58	(13,621)	0.00%
(83)	LME Special High Grade Zinc	Sep-02	779.67	(23,509)	0.00%
(182)	CME Lean Hogs	Aug-02	48.18	(63,867)	(0.01)%
(128)	CME Live Cattle	Aug-02	63.33	(105,306)	(0.02)%
(54)	CME Feeder Cattle 50000	Aug-02	76.20	(38,128)	(0.01)%
47	New York Orange Juice	Sep-02	92.55	1,822	0.00%
(6)	CME Pork Bellies	Jul-02	64.53	(13,211)	0.00%
49	Nymex Platinum	Jul-20	562.00	(2,097)	0.00%
223	Nymex Platinum	Oct-20	557.00	(47,910)	(0.01)%
581	Nymex Light Crude Oil	Aug-02	26.47	141,505	0.02%
25	Unleaded Gasoline	Aug-02	78.33	2,691	0.00%
104	Nymex No. 2 Heating Oil	Aug-02	67.32	7,831	0.00%



# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
91	Nymex Natural Gas	Aug-02	3.48	(6,201)	0.00%
109	IPE Gas Oil	Jul-02	203.75	(694)	0.00%
66	IPE Crude Oil	Aug-02	25.27	265	0.00%
(15)	CME Russell 200 Index	Sep-02	459.05	13,778	0.00%
(18)	IMM Nikkei Stock Index	Sep-02	10,365.00	14,889	0.00%
(92)	CME Nasdaq 100 Index	Sep-02	1,063.50	479,292	0.08%
(80)	Standard and Poor's 500	Sep-02	997.10	464,011	0.08%
(4)	LME High Grade Aluminium	Jun-02	1,325.48	7,335	0.00%
(3)	LME High Grade Aluminium	Jun-02	1,325.48	5,359	0.00%
(12)	LME High Grade Aluminium	Jun-02	1,325.48	21,977	0.00%
(13)	LME High Grade Aluminium	Jun-02	1,325.48	22,638	0.00%
4	LME High Grade Aluminium	Jun-02	1,325.48	(5,758)	0.00%
2	LME High Grade Aluminium	Jun-02	1,325.48	(3,548)	0.00%
16	LME High Grade Aluminium	Jun-02	1,325.48	(32,589)	(0.01)%
3	LME High Grade Aluminium	Jun-02	1,325.48	(5,612)	0.00%
7	LME High Grade Aluminium	Jun-02	1,325.48	(8,964)	0.00%
(13)	LME High Grade Aluminium	Jun-02	1,325.70	24,819	0.00%
(5)	LME High Grade Aluminium	Jun-02	1,325.70	9,265	0.00%
(7)	LME High Grade Aluminium	Jun-02	1,325.70	12,773	0.00%
(6)	LME High Grade Aluminium	Jun-02	1,325.70	11,098	0.00%
15	LME High Grade Aluminium	Jun-02	1,325.70	(21,605)	0.00%
3	LME High Grade Aluminium	Jun-02	1,325.70	(5,528)	0.00%
11	LME High Grade Aluminium	Jun-02	1,325.70	(14,095)	0.00%
2	LME High Grade Aluminium	Jun-02	1,325.70	(3,059)	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,326.61	5,781	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,326.61	5,481	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,326.61	3,654	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,326.61	6,043	0.00%
11	LME High Grade Aluminium	Jul-02	1,326.61	(20,263)	0.00%
(19)	LME High Grade Aluminium	Jul-02	1,327.29	29,876	0.01%
(7)	LME High Grade Aluminium	Jul-02	1,327.29	11,094	0.00%
(19)	LME High Grade Aluminium	Jul-02	1,327.29	29,781	0.01%
(18)	LME High Grade Aluminium	Jul-02	1,327.29	28,079	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,327.29	3,098	0.00%
(6)	LME High Grade Aluminium	Jul-02	1,327.29	8,910	0.00%
(5)	LME High Grade Aluminium	Jul-02	1,327.29	7,581	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,327.29	4,680	0.00%
(4)	LME High Grade Aluminium	Jul-02	1,327.29	6,165	0.00%
(9)	LME High Grade Aluminium	Jul-02	1,327.29	13,814	0.00%
(4)	LME High Grade Aluminium	Jul-02	1,327.29	6,040	0.00%
(12)	LME High Grade Aluminium	Jul-02	1,327.29	18,419	0.00%
(11)	LME High Grade Aluminium	Jul-02	1,327.29	17,159	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,327.29	4,605	0.00%
(4)	LME High Grade Aluminium	Jul-02	1,327.29	6,240	0.00%

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## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(4)	LME High Grade Aluminium	Jul-02	1,327.29	5,940	0.00%
(4)	LME High Grade Aluminium	Jul-02	1,327.29	6,240	0.00%
(5)	LME High Grade Aluminium	Jul-02	1,327.29	5,456	0.00%
23	LME High Grade Aluminium	Jul-02	1,327.29	(41,988)	(0.01)%
5	LME High Grade Aluminium	Jul-02	1,327.29	(9,165)	0.00%
19	LME High Grade Aluminium	Jul-02	1,327.29	(35,513)	(0.01)%
19	LME High Grade Aluminium	Jul-02	1,327.29	(34,924)	(0.01)%
21	LME High Grade Aluminium	Jul-02	1,327.29	(38,337)	(0.01)%
15	LME High Grade Aluminium	Jul-02	1,327.29	(27,009)	0.00%
17	LME High Grade Aluminium	Jul-02	1,327.29	(29,824)	(0.01)%
13	LME High Grade Aluminium	Jul-02	1,327.29	(22,806)	0.00%
7	LME High Grade Aluminium	Jul-02	1,327.29	(10,690)	0.00%
(6)	LME High Grade Aluminium	Jul-02	1,327.96	6,822	0.00%
(5)	LME High Grade Aluminium	Jul-02	1,327.96	5,841	0.00%
(15)	LME High Grade Aluminium	Jul-02	1,327.96	17,898	0.00%
(6)	LME High Grade Aluminium	Jul-02	1,327.96	7,159	0.00%
(16)	LME High Grade Aluminium	Jul-02	1,327.96	18,887	0.00%
(16)	LME High Grade Aluminium	Jul-02	1,327.96	18,479	0.00%
(6)	LME High Grade Aluminium	Jul-02	1,327.96	7,009	0.00%
(5)	LME High Grade Aluminium	Jul-02	1,327.96	6,216	0.00%
(6)	LME High Grade Aluminium	Jul-02	1,327.96	7,159	0.00%
(11)	LME High Grade Aluminium	Jul-02	1,327.96	13,240	0.00%
(17)	LME High Grade Aluminium	Jul-02	1,327.96	20,815	0.00%
3	LME High Grade Aluminium	Jul-02	1,327.96	(5,483)	0.00%
1	LME High Grade Aluminium	Jul-02	1,327.96	(1,846)	0.00%
26	LME High Grade Aluminium	Jul-02	1,327.96	(53,146)	(0.01)%
15	LME High Grade Aluminium	Jul-02	1,327.96	(29,262)	(0.01)%
3	LME High Grade Aluminium	Jul-02	1,327.96	(5,258)	0.00%
18	LME High Grade Aluminium	Jul-02	1,327.96	(34,548)	(0.01)%
18	LME High Grade Aluminium	Jul-02	1,327.96	(34,246)	(0.01)%
8	LME High Grade Aluminium	Jul-02	1,327.96	(16,255)	0.00%
10	LME High Grade Aluminium	Jul-02	1,327.96	(15,291)	0.00%
7	LME High Grade Aluminium	Jul-02	1,327.96	(9,738)	0.00%
(4)	LME High Grade Aluminium	Jul-02	1,328.19	4,750	0.00%
(9)	LME High Grade Aluminium	Jul-02	1,328.19	10,786	0.00%
(16)	LME High Grade Aluminium	Jul-02	1,328.19	19,799	0.00%
(20)	LME High Grade Aluminium	Jul-02	1,328.19	24,448	0.00%
(6)	LME High Grade Aluminium	Jul-02	1,328.19	7,179	0.00%
(9)	LME High Grade Aluminium	Jul-02	1,328.19	10,768	0.00%
(17)	LME High Grade Aluminium	Jul-02	1,328.19	21,346	0.00%
(11)	LME High Grade Aluminium	Jul-02	1,328.19	13,337	0.00%
3	LME High Grade Aluminium	Jul-02	1,328.19	(5,854)	0.00%
14	LME High Grade Aluminium	Jul-02	1,328.19	(24,106)	0.00%
12	LME High Grade Aluminium	Jul-02	1,328.19	(21,253)	0.00%

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## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
10	LME High Grade Aluminium	Jul-02	1,328.19	(20,323)	0.00%
8	LME High Grade Aluminium	Jul-02	1,328.19	(16,555)	0.00%
8	LME High Grade Aluminium	Jul-02	1,328.19	(17,075)	0.00%
11	LME High Grade Aluminium	Jul-02	1,328.19	(15,307)	0.00%
16	LME High Grade Aluminium	Jul-02	1,328.19	(21,005)	0.00%
10	LME High Grade Aluminium	Jul-02	1,328.19	(14,841)	0.00%
(10)	LME High Grade Aluminium	Jul-02	1,328.42	13,567	0.00%
(17)	LME High Grade Aluminium	Jul-02	1,328.42	23,063	0.00%
(10)	LME High Grade Aluminium	Jul-02	1,328.42	12,414	0.00%
10	LME High Grade Aluminium	Jul-02	1,328.42	(20,258)	0.00%
10	LME High Grade Aluminium	Jul-02	1,328.42	(18,573)	0.00%
10	LME High Grade Aluminium	Jul-02	1,328.42	(21,311)	0.00%
7	LME High Grade Aluminium	Jul-02	1,328.42	(14,713)	0.00%
(18)	LME High Grade Aluminium	Jul-02	1,328.64	26,121	0.00%
(11)	LME High Grade Aluminium	Jul-02	1,328.64	16,032	0.00%
(13)	LME High Grade Aluminium	Jul-02	1,328.64	17,078	0.00%
1	LME High Grade Aluminium	Jul-02	1,328.64	(1,858)	0.00%
10	LME High Grade Aluminium	Jul-02	1,328.64	(19,193)	0.00%
13	LME High Grade Aluminium	Jul-02	1,328.64	(28,656)	0.00%
8	LME High Grade Aluminium	Jul-02	1,328.64	(16,815)	0.00%
10	LME High Grade Aluminium	Jul-02	1,328.64	(10,106)	0.00%
(11)	LME High Grade Aluminium	Jul-02	1,328.87	13,656	0.00%
(19)	LME High Grade Aluminium	Jul-02	1,328.87	23,763	0.00%
(5)	LME High Grade Aluminium	Jul-02	1,328.87	6,253	0.00%
(14)	LME High Grade Aluminium	Jul-02	1,328.87	16,501	0.00%
10	LME High Grade Aluminium	Jul-02	1,328.87	(22,011)	0.00%
4	LME High Grade Aluminium	Jul-02	1,328.87	(8,624)	0.00%
10	LME High Grade Aluminium	Jul-02	1,328.87	(10,111)	0.00%
14	LME High Grade Aluminium	Jul-02	1,328.87	(15,030)	0.00%
3	LME High Grade Aluminium	Jul-02	1,328.87	(4,461)	0.00%
8	LME High Grade Aluminium	Jul-02	1,328.87	(13,239)	0.00%
(15)	LME High Grade Aluminium	Jul-02	1,329.55	15,145	0.00%
(19)	LME High Grade Aluminium	Jul-02	1,329.55	20,086	0.00%
(19)	LME High Grade Aluminium	Jul-02	1,329.55	12,177	0.00%
(17)	LME High Grade Aluminium	Jul-02	1,329.55	12,808	0.00%
6	LME High Grade Aluminium	Jul-02	1,329.55	(12,842)	0.00%
6	LME High Grade Aluminium	Jul-02	1,329.55	(12,723)	0.00%
7	LME High Grade Aluminium	Jul-02	1,329.55	(14,615)	0.00%
7	LME High Grade Aluminium	Jul-02	1,329.55	(14,501)	0.00%
6	LME High Grade Aluminium	Jul-02	1,329.55	(12,234)	0.00%
6	LME High Grade Aluminium	Jul-02	1,329.55	(6,459)	0.00%
20	LME High Grade Aluminium	Jul-02	1,329.55	(23,157)	0.00%
12	LME High Grade Aluminium	Jul-02	1,329.55	(15,739)	0.00%
(18)	LME High Grade Aluminium	Jul-02	1,329.77	16,725	0.00%

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## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(5)	LME High Grade Aluminium	Jul-02	1,329.77	4,646	0.00%
(19)	LME High Grade Aluminium	Jul-02	1,329.77	18,842	0.00%
(6)	LME High Grade Aluminium	Jul-02	1,329.77	5,875	0.00%
(20)	LME High Grade Aluminium	Jul-02	1,329.77	20,148	0.00%
1	LME High Grade Aluminium	Jul-02	1,329.77	(2,034)	0.00%
7	LME High Grade Aluminium	Jul-02	1,329.77	(14,445)	0.00%
6	LME High Grade Aluminium	Jul-02	1,329.77	(11,834)	0.00%
4	LME High Grade Aluminium	Jul-02	1,329.77	(7,443)	0.00%
3	LME High Grade Aluminium	Jul-02	1,329.77	(5,654)	0.00%
4	LME High Grade Aluminium	Jul-02	1,329.77	(7,239)	0.00%
5	LME High Grade Aluminium	Jul-02	1,329.77	(9,443)	0.00%
4	LME High Grade Aluminium	Jul-02	1,329.77	(7,654)	0.00%
4	LME High Grade Aluminium	Jul-02	1,329.77	(7,579)	0.00%
9	LME High Grade Aluminium	Jul-02	1,329.77	(11,800)	0.00%
20	LME High Grade Aluminium	Jul-02	1,329.77	(28,272)	0.00%
1	LME High Grade Aluminium	Jul-02	1,329.77	(1,485)	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,329.99	3,310	0.00%
2	LME High Grade Aluminium	Jul-02	1,329.99	(3,934)	0.00%
(7)	LME High Grade Aluminium	Jul-02	1,331.21	12,858	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,331.21	3,214	0.00%
2	LME High Grade Aluminium	Jul-02	1,331.21	(3,918)	0.00%
7	LME High Grade Aluminium	Jul-02	1,331.21	(11,629)	0.00%
(12)	LME High Grade Aluminium	Jul-02	1,331.45	19,271	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,331.45	3,212	0.00%
(13)	LME High Grade Aluminium	Jul-02	1,331.45	20,659	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,331.45	3,112	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,331.45	3,212	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,331.45	3,162	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,331.45	3,112	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,331.45	3,062	0.00%
(4)	LME High Grade Aluminium	Jul-02	1,331.45	6,099	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,331.45	4,574	0.00%
4	LME High Grade Aluminium	Jul-02	1,331.45	(7,821)	0.00%
3	LME High Grade Aluminium	Jul-02	1,331.45	(5,727)	0.00%
12	LME High Grade Aluminium	Jul-02	1,331.45	(11,509)	0.00%
19	LME High Grade Aluminium	Jul-02	1,331.45	(28,269)	0.00%
6	LME High Grade Aluminium	Jul-02	1,331.45	(8,648)	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,331.69	4,500	0.00%
(17)	LME High Grade Aluminium	Jul-02	1,331.69	25,924	0.00%
(7)	LME High Grade Aluminium	Jul-02	1,331.69	11,191	0.00%
(7)	LME High Grade Aluminium	Jul-02	1,331.69	11,191	0.00%
(11)	LME High Grade Aluminium	Jul-02	1,331.69	19,112	0.00%
10	LME High Grade Aluminium	Jul-02	1,331.69	(9,593)	0.00%
13	LME High Grade Aluminium	Jul-02	1,331.69	(18,741)	0.00%

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## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
15	LME High Grade Aluminium	Jul-02	1,331.69	(22,284)	0.00%
4	LME High Grade Aluminium	Jul-02	1,331.69	(6,637)	0.00%
3	LME High Grade Aluminium	Jul-02	1,331.69	(5,237)	0.00%
(8)	LME High Grade Aluminium	Jul-02	1,332.42	13,503	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,332.42	4,801	0.00%
(2)	LME High Grade Aluminium	Jul-02	1,332.42	3,176	0.00%
(4)	LME High Grade Aluminium	Jul-02	1,332.42	6,302	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,332.42	4,655	0.00%
6	LME High Grade Aluminium	Jul-02	1,332.42	(5,759)	0.00%
6	LME High Grade Aluminium	Jul-02	1,332.42	(5,759)	0.00%
8	LME High Grade Aluminium	Jul-02	1,332.42	(13,969)	0.00%
(3)	LME High Grade Aluminium	Jul-02	1,332.66	104,677	0.02%
(14)	LME High Grade Aluminium	Jul-02	1,332.66	488,578	0.08%
3	LME High Grade Aluminium	Jul-02	1,332.66	(102,830)	(0.02)%
8	LME High Grade Aluminium	Jul-02	1,332.66	(280,503)	(0.05)%
6	LME High Grade Aluminium	Jul-02	1,332.66	(210,884)	(0.04)%
(10)	LME High Grade Aluminium	Aug-02	1,333.15	14,569	0.00%
(18)	LME High Grade Aluminium	Aug-02	1,333.15	23,480	0.00%
(5)	LME High Grade Aluminium	Aug-02	1,333.15	5,835	0.00%
(19)	LME High Grade Aluminium	Aug-02	1,333.15	22,171	0.00%
(1)	LME High Grade Aluminium	Aug-02	1,333.15	1,188	0.00%
(8)	LME High Grade Aluminium	Aug-02	1,333.15	9,307	0.00%
(9)	LME High Grade Aluminium	Aug-02	1,333.15	10,770	0.00%
(17)	LME High Grade Aluminium	Aug-02	1,333.15	18,928	0.00%
(10)	LME High Grade Aluminium	Aug-02	1,333.15	9,509	0.00%
(16)	LME High Grade Aluminium	Aug-02	1,333.15	15,415	0.00%
(10)	LME High Grade Aluminium	Aug-02	1,333.15	9,322	0.00%
19	LME High Grade Aluminium	Aug-02	1,333.15	(18,246)	0.00%
23	LME High Grade Aluminium	Aug-02	1,333.15	(22,806)	0.00%
5	LME High Grade Aluminium	Aug-02	1,333.15	(7,427)	0.00%
13	LME High Grade Aluminium	Aug-02	1,333.15	(20,424)	0.00%
13	LME High Grade Aluminium	Aug-02	1,333.15	(23,804)	0.00%
19	LME High Grade Aluminium	Aug-02	1,333.15	(34,634)	(0.01)%
19	LME High Grade Aluminium	Aug-02	1,333.15	(35,346)	(0.01)%
12	LME High Grade Aluminium	Aug-02	1,333.15	(23,350)	0.00%
(6)	LME High Grade Aluminium	Aug-02	1,333.39	5,970	0.00%
(7)	LME High Grade Aluminium	Aug-02	1,333.39	6,718	0.00%
(17)	LME High Grade Aluminium	Aug-02	1,333.39	16,276	0.00%
(8)	LME High Grade Aluminium	Aug-02	1,333.39	7,859	0.00%
(17)	LME High Grade Aluminium	Aug-02	1,333.39	16,701	0.00%
(18)	LME High Grade Aluminium	Aug-02	1,333.39	17,927	0.00%
(10)	LME High Grade Aluminium	Aug-02	1,333.39	10,074	0.00%
(10)	LME High Grade Aluminium	Aug-02	1,333.39	10,182	0.00%
(10)	LME High Grade Aluminium	Aug-02	1,333.39	10,142	0.00%

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## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(18)	LME High Grade Aluminium	Aug-02	1,333.39	19,556	0.00%
(11)	LME High Grade Aluminium	Aug-02	1,333.39	12,457	0.00%
(21)	LME High Grade Aluminium	Aug-02	1,333.39	21,261	0.00%
(7)	LME High Grade Aluminium	Aug-02	1,333.39	6,942	0.00%
(16)	LME High Grade Aluminium	Aug-02	1,333.39	14,899	0.00%
(21)	LME High Grade Aluminium	Aug-02	1,333.39	19,056	0.00%
(18)	LME High Grade Aluminium	Aug-02	1,333.39	16,563	0.00%
5	LME High Grade Aluminium	Aug-02	1,333.39	(4,959)	0.00%
27	LME High Grade Aluminium	Aug-02	1,333.39	(27,286)	0.00%
28	LME High Grade Aluminium	Aug-02	1,333.39	(36,269)	(0.01)%
28	LME High Grade Aluminium	Aug-02	1,333.39	(43,213)	(0.01)%
28	LME High Grade Aluminium	Aug-02	1,333.39	(39,671)	(0.01)%
19	LME High Grade Aluminium	Aug-02	1,333.39	(25,153)	0.00%
6	LME High Grade Aluminium	Aug-02	1,333.39	(9,420)	0.00%
19	LME High Grade Aluminium	Aug-02	1,333.39	(29,798)	(0.01)%
19	LME High Grade Aluminium	Aug-02	1,333.39	(31,195)	(0.01)%
19	LME High Grade Aluminium	Aug-02	1,333.39	(31,432)	(0.01)%
17	LME High Grade Aluminium	Aug-02	1,333.39	(30,839)	(0.01)%
(21)	LME High Grade Aluminium	Aug-02	1,334.60	17,502	0.00%
(24)	LME High Grade Aluminium	Aug-02	1,334.60	20,080	0.00%
(12)	LME High Grade Aluminium	Aug-02	1,334.60	9,251	0.00%
(21)	LME High Grade Aluminium	Aug-02	1,334.60	17,371	0.00%
(19)	LME High Grade Aluminium	Aug-02	1,334.60	14,766	0.00%
(21)	LME High Grade Aluminium	Aug-02	1,334.60	20,909	0.00%
9	LME High Grade Aluminium	Aug-02	1,334.60	(11,917)	0.00%
27	LME High Grade Aluminium	Aug-02	1,334.60	(32,206)	(0.01)%
27	LME High Grade Aluminium	Aug-02	1,334.60	(28,278)	0.00%
1	LME High Grade Aluminium	Aug-02	1,334.60	(1,182)	0.00%
3	LME High Grade Aluminium	Aug-02	1,334.60	(5,440)	0.00%
20	LME High Grade Aluminium	Aug-02	1,334.60	(37,322)	(0.01)%
20	LME High Grade Aluminium	Aug-02	1,334.60	(36,857)	(0.01)%
11	LME High Grade Aluminium	Aug-02	1,334.60	(19,171)	0.00%
(17)	LME High Grade Aluminium	Aug-02	1,334.85	19,056	0.00%
8	LME High Grade Aluminium	Aug-02	1,334.85	(13,943)	0.00%
9	LME High Grade Aluminium	Aug-02	1,334.85	(14,167)	0.00%
(24)	LME High Grade Aluminium	Aug-02	1,335.09	24,508	0.00%
24	LME High Grade Aluminium	Aug-02	1,335.09	(28,364)	0.00%
(28)	LME High Grade Aluminium	Aug-02	1,336.06	19,689	0.00%
(1)	LME High Grade Aluminium	Aug-02	1,336.06	741	0.00%
(20)	LME High Grade Aluminium	Aug-02	1,336.06	14,813	0.00%
(7)	LME High Grade Aluminium	Aug-02	1,336.06	4,878	0.00%
(7)	LME High Grade Aluminium	Aug-02	1,336.06	4,728	0.00%
(8)	LME High Grade Aluminium	Aug-02	1,336.06	5,575	0.00%
(13)	LME High Grade Aluminium	Aug-02	1,336.06	8,780	0.00%

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### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(28)	LME High Grade Aluminium	Aug-02	1,336.06	17,673	0.00%
(4)	LME High Grade Aluminium	Aug-02	1,336.06	2,563	0.00%
(27)	LME High Grade Aluminium	Aug-02	1,336.06	15,138	0.00%
(2)	LME High Grade Aluminium	Aug-02	1,336.06	1,519	0.00%
2	LME High Grade Aluminium	Aug-02	1,336.06	(2,365)	0.00%
28	LME High Grade Aluminium	Aug-02	1,336.06	(37,347)	(0.01)%
27	LME High Grade Aluminium	Aug-02	1,336.06	(40,300)	(0.01)%
26	LME High Grade Aluminium	Aug-02	1,336.06	(36,597)	(0.01)%
7	LME High Grade Aluminium	Aug-02	1,336.06	(9,643)	0.00%
10	LME High Grade Aluminium	Aug-02	1,336.06	(15,751)	0.00%
20	LME High Grade Aluminium	Aug-02	1,336.06	(31,627)	(0.01)%
20	LME High Grade Aluminium	Aug-02	1,336.06	(26,092)	0.00%
5	LME High Grade Aluminium	Aug-02	1,336.06	(6,985)	0.00%
(14)	LME High Grade Aluminium	Aug-02	1,336.30	10,740	0.00%
(20)	LME High Grade Aluminium	Aug-02	1,336.30	16,318	0.00%
(29)	LME High Grade Aluminium	Aug-02	1,336.30	24,481	0.00%
(3)	LME High Grade Aluminium	Aug-02	1,336.30	2,504	0.00%
19	LME High Grade Aluminium	Aug-02	1,336.30	(26,179)	0.00%
13	LME High Grade Aluminium	Aug-02	1,336.30	(19,309)	0.00%
15	LME High Grade Aluminium	Aug-02	1,336.30	(20,967)	0.00%
19	LME High Grade Aluminium	Aug-02	1,336.30	(26,559)	0.00%
(14)	LME High Grade Aluminium	Aug-02	1,336.54	10,569	0.00%
(27)	LME High Grade Aluminium	Aug-02	1,336.54	18,999	0.00%
(21)	LME High Grade Aluminium	Aug-02	1,336.54	14,110	0.00%
(7)	LME High Grade Aluminium	Aug-02	1,336.54	3,876	0.00%
(15)	LME High Grade Aluminium	Aug-02	1,336.54	9,805	0.00%
(28)	LME High Grade Aluminium	Aug-02	1,336.54	18,303	0.00%
13	LME High Grade Aluminium	Aug-02	1,336.54	(19,296)	0.00%
27	LME High Grade Aluminium	Aug-02	1,336.54	(33,091)	(0.01)%
22	LME High Grade Aluminium	Aug-02	1,336.54	(30,318)	(0.01)%
7	LME High Grade Aluminium	Aug-02	1,336.54	(13,603)	0.00%
8	LME High Grade Aluminium	Aug-02	1,336.54	(15,785)	0.00%
2	LME High Grade Aluminium	Aug-02	1,336.54	(2,797)	0.00%
20	LME High Grade Aluminium	Aug-02	1,336.54	(28,637)	0.00%
13	LME High Grade Aluminium	Aug-02	1,336.54	(18,208)	0.00%
(9)	LME High Grade Aluminium	Aug-02	1,336.79	6,815	0.00%
(17)	LME High Grade Aluminium	Aug-02	1,336.79	12,200	0.00%
(28)	LME High Grade Aluminium	Aug-02	1,336.79	16,903	0.00%
(12)	LME High Grade Aluminium	Aug-02	1,336.79	7,469	0.00%
(28)	LME High Grade Aluminium	Aug-02	1,336.79	14,103	0.00%
(21)	LME High Grade Aluminium	Aug-02	1,336.79	7,926	0.00%
(19)	LME High Grade Aluminium	Aug-02	1,336.79	5,651	0.00%
(20)	LME High Grade Aluminium	Aug-02	1,336.79	4,948	0.00%
(2)	LME High Grade Aluminium	Aug-02	1,336.79	495	0.00%

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## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(28)	LME High Grade Aluminium	Aug-02	1,336.79	5,948	0.00%
5	LME High Grade Aluminium	Aug-02	1,336.79	(6,897)	0.00%
27	LME High Grade Aluminium	Aug-02	1,336.79	(40,144)	(0.01)%
27	LME High Grade Aluminium	Aug-02	1,336.79	(39,638)	(0.01)%
27	LME High Grade Aluminium	Aug-02	1,336.79	(40,954)	(0.01)%
27	LME High Grade Aluminium	Aug-02	1,336.79	(37,660)	(0.01)%
11	LME High Grade Aluminium	Aug-02	1,336.79	(14,458)	0.00%
7	LME High Grade Aluminium	Aug-02	1,336.79	(9,804)	0.00%
20	LME High Grade Aluminium	Aug-02	1,336.79	(28,137)	0.00%
20	LME High Grade Aluminium	Aug-02	1,336.79	(28,167)	0.00%
13	LME High Grade Aluminium	Aug-02	1,336.79	(16,407)	0.00%
(28)	LME High Grade Aluminium	Aug-02	1,339.20	7,971	0.00%
25	LME High Grade Aluminium	Aug-02	1,339.20	(38,508)	(0.01)%
3	LME High Grade Aluminium	Aug-02	1,339.20	(4,208)	0.00%
(28)	LME High Grade Aluminium	Aug-02	1,339.44	9,448	0.00%
(27)	LME High Grade Aluminium	Aug-02	1,339.44	7,760	0.00%
(15)	LME High Grade Aluminium	Aug-02	1,339.44	4,593	0.00%
24	LME High Grade Aluminium	Aug-02	1,339.44	(33,674)	(0.01)%
27	LME High Grade Aluminium	Aug-02	1,339.44	(38,389)	(0.01)%
19	LME High Grade Aluminium	Aug-02	1,339.44	(25,946)	0.00%
(10)	LME High Grade Aluminium	Aug-02	1,339.93	13,752	0.00%
10	LME High Grade Aluminium	Aug-02	1,339.93	(19,618)	0.00%
6	LME High Grade Aluminium	Sep-02	1,341.61	(11,693)	0.00%
20	LME High Grade Aluminium	Sep-02	1,341.61	(39,227)	(0.01)%
13	LME High Grade Aluminium	Sep-02	1,341.61	(23,612)	0.00%
9	LME High Grade Aluminium	Sep-02	1,341.61	(12,196)	0.00%
10	LME High Grade Aluminium	Sep-02	1,341.61	(12,613)	0.00%
2	LME High Grade Aluminium	Sep-02	1,341.61	(2,923)	0.00%
(3)	LME High Grade Aluminium	Sep-02	1,341.61	3,943	0.00%
(2)	LME High Grade Aluminium	Sep-02	1,341.61	2,759	0.00%
(1)	LME High Grade Aluminium	Sep-02	1,341.61	1,379	0.00%
(3)	LME High Grade Aluminium	Sep-02	1,341.61	3,583	0.00%
(3)	LME High Grade Aluminium	Sep-02	1,341.61	3,737	0.00%
(5)	LME High Grade Aluminium	Sep-02	1,341.61	5,816	0.00%
(4)	LME High Grade Aluminium	Sep-02	1,341.61	4,931	0.00%
(10)	LME High Grade Aluminium	Sep-02	1,341.61	7,557	0.00%
(10)	LME High Grade Aluminium	Sep-02	1,341.61	6,082	0.00%
(11)	LME High Grade Aluminium	Sep-02	1,341.61	8,340	0.00%
(8)	LME High Grade Aluminium	Sep-02	1,341.61	4,065	0.00%
4	LME High Grade Aluminium	Sep-02	1,342.57	(6,349)	0.00%
2	LME High Grade Aluminium	Sep-02	1,342.57	(2,912)	0.00%
2	LME High Grade Aluminium	Sep-02	1,342.57	(2,915)	0.00%
(5)	LME High Grade Aluminium	Sep-02	1,342.57	6,168	0.00%
(3)	LME High Grade Aluminium	Sep-02	1,342.57	3,811	0.00%



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### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
10	LME Copper	Jun-02	1,613.26	(5,513)	0.00%
31	LME Copper	Jun-02	1,613.26	(15,347)	0.00%
8	LME Copper	Jun-02	1,613.26	(6,011)	0.00%
5	LME Copper	Jun-02	1,613.26	(2,850)	0.00%
(4)	LME Copper	Jun-02	1,613.26	(2,757)	0.00%
(8)	LME Copper	Jun-02	1,613.26	(4,797)	0.00%
(6)	LME Copper	Jun-02	1,613.26	(3,521)	0.00%
(6)	LME Copper	Jun-02	1,613.26	(5,351)	0.00%
(8)	LME Copper	Jun-02	1,613.26	(8,515)	0.00%
(8)	LME Copper	Jun-02	1,613.26	(8,995)	0.00%
(7)	LME Copper	Jun-02	1,613.26	(8,185)	0.00%
(7)	LME Copper	Jun-02	1,613.26	(8,150)	0.00%
15	LME Copper	Jul-02	1,614.57	(18,035)	0.00%
8	LME Copper	Jul-02	1,614.57	(10,195)	0.00%
7	LME Copper	Jul-02	1,614.57	(10,105)	0.00%
24	LME Copper	Jul-02	1,614.57	(32,096)	(0.01)%
(4)	LME Copper	Jul-02	1,614.57	(2,429)	0.00%
(16)	LME Copper	Jul-02	1,614.57	(18,853)	0.00%
(10)	LME Copper	Jul-02	1,614.57	(11,908)	0.00%
(7)	LME Copper	Jul-02	1,614.57	(9,342)	0.00%
(4)	LME Copper	Jul-02	1,614.57	(4,138)	0.00%
(4)	LME Copper	Jul-02	1,614.57	(4,163)	0.00%
(3)	LME Copper	Jul-02	1,614.57	(3,197)	0.00%
(6)	LME Copper	Jul-02	1,614.57	(2,195)	0.00%
20	LME Copper	Jul-02	1,614.83	(21,317)	0.00%
17	LME Copper	Jul-02	1,614.83	(18,859)	0.00%
(8)	LME Copper	Jul-02	1,614.83	(4,775)	0.00%
(9)	LME Copper	Jul-02	1,614.83	(8,015)	0.00%
(11)	LME Copper	Jul-02	1,614.83	(4,027)	0.00%
(9)	LME Copper	Jul-02	1,614.83	(6,951)	0.00%
(4)	LME Copper	Jul-02	1,616.67	(3,596)	0.00%
4	LME Copper	Jul-02	1,616.67	1,536	0.00%
1	LME Copper	Jul-02	1,616.93	572	0.00%
(7)	LME Copper	Jul-02	1,616.93	(4,243)	0.00%
(2)	LME Copper	Jul-02	1,616.93	(1,112)	0.00%
9	LME Copper	Jul-02	1,616.93	3,469	0.00%
(1)	LME Copper	Jul-02	1,616.93	(790)	0.00%
2	LME Copper	Jul-02	1,617.19	1,669	0.00%
(10)	LME Copper	Jul-02	1,617.19	(8,406)	0.00%
(20)	LME Copper	Jul-02	1,617.19	(18,877)	0.00%
(2)	LME Copper	Jul-02	1,617.19	(2,375)	0.00%
1	LME Copper	Jul-02	1,617.19	386	0.00%
19	LME Copper	Jul-02	1,617.19	3,651	0.00%
10	LME Copper	Jul-02	1,617.19	2,594	0.00%

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### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(15)	LME Copper	Jul-02	1,617.98	(17,547)	0.00%
(5)	LME Copper	Jul-02	1,617.98	(6,005)	0.00%
(2)	LME Copper	Jul-02	1,617.98	(2,215)	0.00%
5	LME Copper	Jul-02	1,617.98	1,990	0.00%
1	LME Copper	Jul-02	1,617.98	273	0.00%
16	LME Copper	Jul-02	1,617.98	667	0.00%
(19)	LME Copper	Jul-02	1,618.24	(19,120)	0.00%
(18)	LME Copper	Jul-02	1,618.24	(18,699)	0.00%
3	LME Copper	Jul-02	1,618.24	1,588	0.00%
2	LME Copper	Jul-02	1,618.24	96	0.00%
7	LME Copper	Jul-02	1,618.24	2,612	0.00%
5	LME Copper	Jul-02	1,618.24	1,336	0.00%
14	LME Copper	Jul-02	1,618.24	(3,372)	0.00%
9	LME Copper	Jul-02	1,618.24	(3,448)	0.00%
(3)	LME Copper	Jul-02	1,618.24	(2,381)	0.00%
4	LME Copper	Jul-02	1,618.50	1,619	0.00%
2	LME Copper	Jul-02	1,618.50	759	0.00%
8	LME Copper	Jul-02	1,618.50	2,303	0.00%
3	LME Copper	Jul-02	1,618.50	864	0.00%
3	LME Copper	Jul-02	1,618.50	839	0.00%
4	LME Copper	Jul-02	1,618.50	1,219	0.00%
3	LME Copper	Jul-02	1,618.50	933	0.00%
4	LME Copper	Jul-02	1,618.50	619	0.00%
4	LME Copper	Jul-02	1,618.50	719	0.00%
6	LME Copper	Jul-02	1,618.50	216	0.00%
(1)	LME Copper	Jul-02	1,618.50	80	0.00%
(8)	LME Copper	Jul-02	1,618.50	(2,567)	0.00%
(3)	LME Copper	Jul-02	1,618.50	(1,099)	0.00%
(6)	LME Copper	Jul-02	1,618.50	(4,787)	0.00%
(21)	LME Copper	Jul-02	1,618.50	(16,098)	0.00%
(2)	LME Copper	Jul-02	1,618.50	(1,592)	0.00%
7	LME Copper	Jul-02	1,618.60	1,844	0.00%
8	LME Copper	Jul-02	1,618.60	1,907	0.00%
9	LME Copper	Jul-02	1,618.60	515	0.00%
(20)	LME Copper	Jul-02	1,618.60	(15,972)	0.00%
(4)	LME Copper	Jul-02	1,618.60	(3,616)	0.00%
7	LME Copper	Jul-02	1,618.70	2,868	0.00%
10	LME Copper	Jul-02	1,618.70	792	0.00%
(12)	LME Copper	Jul-02	1,618.70	(10,954)	0.00%
(5)	LME Copper	Jul-02	1,618.70	(3,533)	0.00%
8	LME Copper	Jul-02	1,619.00	1,337	0.00%
10	LME Copper	Jul-02	1,619.00	(4,328)	0.00%
9	LME Copper	Jul-02	1,619.00	(3,895)	0.00%
8	LME Copper	Jul-02	1,619.00	(3,463)	0.00%

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### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
9	LME Copper	Jul-02	1,619.00	(2,995)	0.00%
8	LME Copper	Jul-02	1,619.00	(2,063)	0.00%
13	LME Copper	Jul-02	1,619.00	(4,486)	0.00%
(6)	LME Copper	Jul-02	1,619.00	(2,072)	0.00%
(3)	LME Copper	Jul-02	1,619.00	(792)	0.00%
(14)	LME Copper	Jul-02	1,619.00	(5,304)	0.00%
(2)	LME Copper	Jul-02	1,619.00	(1,675)	0.00%
(8)	LME Copper	Jul-02	1,619.00	(5,613)	0.00%
(12)	LME Copper	Jul-02	1,619.00	(11,044)	0.00%
(16)	LME Copper	Jul-02	1,619.00	(19,225)	0.00%
(4)	LME Copper	Jul-02	1,619.00	(5,431)	0.00%
15	LME Copper	Jul-02	1,619.24	(5,127)	0.00%
17	LME Copper	Jul-02	1,619.24	(7,702)	0.00%
17	LME Copper	Jul-02	1,619.24	(7,681)	0.00%
17	LME Copper	Jul-02	1,619.24	(3,006)	0.00%
2	LME Copper	Jul-02	1,619.24	146	0.00%
(4)	LME Copper	Jul-02	1,619.24	(1,080)	0.00%
(7)	LME Copper	Jul-02	1,619.24	(3,614)	0.00%
(6)	LME Copper	Jul-02	1,619.24	(2,273)	0.00%
2	LME Copper	Jul-02	1,619.24	376	0.00%
(2)	LME Copper	Jul-02	1,619.24	(553)	0.00%
(2)	LME Copper	Jul-02	1,619.24	(1,687)	0.00%
(13)	LME Copper	Jul-02	1,619.24	(17,649)	0.00%
(8)	LME Copper	Jul-02	1,619.24	(10,361)	0.00%
(8)	LME Copper	Jul-02	1,619.24	(10,511)	0.00%
(11)	LME Copper	Jul-02	1,619.24	(11,702)	0.00%
(9)	LME Copper	Jul-02	1,619.24	(7,995)	0.00%
8	LME Copper	Jul-02	1,619.97	(269)	0.00%
13	LME Copper	Jul-02	1,619.97	701	0.00%
(6)	LME Copper	Jul-02	1,619.97	(1,655)	0.00%
(2)	LME Copper	Jul-02	1,619.97	(1,352)	0.00%
(13)	LME Copper	Jul-02	1,619.97	(11,633)	0.00%
17	LME Copper	Jul-02	1,620.69	(1,446)	0.00%
10	LME Copper	Jul-02	1,620.69	(1,906)	0.00%
15	LME Copper	Jul-02	1,620.69	(3,140)	0.00%
16	LME Copper	Jul-02	1,620.69	(4,649)	0.00%
18	LME Copper	Jul-02	1,620.69	(6,355)	0.00%
18	LME Copper	Jul-02	1,620.69	(7,818)	0.00%
1	LME Copper	Jul-02	1,620.69	134	0.00%
(13)	LME Copper	Jul-02	1,620.69	(8,874)	0.00%
(5)	LME Copper	Jul-02	1,620.69	(4,304)	0.00%
(14)	LME Copper	Jul-02	1,620.69	(11,061)	0.00%
(13)	LME Copper	Jul-02	1,620.69	(10,320)	0.00%
(1)	LME Copper	Jul-02	1,620.69	(900)	0.00%

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Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(23)	LME Copper	Jul-02	1,620.69	(22,663)	0.00%
(21)	LME Copper	Jul-02	1,620.69	(19,248)	0.00%
(5)	LME Copper	Jul-02	1,620.69	(4,488)	0.00%
(5)	LME Copper	Aug-02	1,621.42	(3,967)	0.00%
5	LME Copper	Aug-02	1,621.42	838	0.00%
(8)	LME Copper	Aug-02	1,621.66	(6,345)	0.00%
(20)	LME Copper	Aug-02	1,621.66	(17,917)	0.00%
(1)	LME Copper	Aug-02	1,621.66	(699)	0.00%
(11)	LME Copper	Aug-02	1,621.66	(9,618)	0.00%
(18)	LME Copper	Aug-02	1,621.66	(19,090)	0.00%
21	LME Copper	Aug-02	1,621.66	7,401	0.00%
17	LME Copper	Aug-02	1,621.66	4,181	0.00%
2	LME Copper	Aug-02	1,621.66	180	0.00%
13	LME Copper	Aug-02	1,621.66	2,258	0.00%
1	LME Copper	Aug-02	1,621.66	224	0.00%
4	LME Copper	Aug-02	1,621.66	575	0.00%
(21)	LME Copper	Aug-02	1,622.87	(26,110)	0.00%
(20)	LME Copper	Aug-02	1,622.87	(24,092)	0.00%
16	LME Copper	Aug-02	1,622.87	2,123	0.00%
9	LME Copper	Aug-02	1,622.87	2,072	0.00%
1	LME Copper	Aug-02	1,622.87	380	0.00%
6	LME Copper	Aug-02	1,622.87	1,381	0.00%
1	LME Copper	Aug-02	1,622.87	189	0.00%
8	LME Copper	Aug-02	1,622.87	1,511	0.00%
8	LME Copper	Aug-02	1,623.11	3,559	0.00%
(8)	LME Copper	Aug-02	1,623.11	(7,305)	0.00%
8	LME Copper	Aug-02	1,623.35	2,207	0.00%
8	LME Copper	Aug-02	1,623.35	2,607	0.00%
13	LME Copper	Aug-02	1,623.35	1,637	0.00%
11	LME Copper	Aug-02	1,623.35	2,898	0.00%
12	LME Copper	Aug-02	1,623.35	5,036	0.00%
(6)	LME Copper	Aug-02	1,623.35	(5,484)	0.00%
(14)	LME Copper	Aug-02	1,623.35	(11,695)	0.00%
(11)	LME Copper	Aug-02	1,623.35	(10,536)	0.00%
(11)	LME Copper	Aug-02	1,623.35	(10,770)	0.00%
(10)	LME Copper	Aug-02	1,623.35	(9,616)	0.00%
6	LME Copper	Aug-02	1,624.32	1,351	0.00%
12	LME Copper	Aug-02	1,624.32	3,302	0.00%
9	LME Copper	Aug-02	1,624.32	2,477	0.00%
11	LME Copper	Aug-02	1,624.32	3,577	0.00%
(3)	LME Copper	Aug-02	1,624.32	(1,622)	0.00%
1	LME Copper	Aug-02	1,624.32	225	0.00%
2	LME Copper	Aug-02	1,624.32	(137)	0.00%
(15)	LME Copper	Aug-02	1,624.32	(7,550)	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(10)	LME Copper	Aug-02	1,624.32	(8,221)	0.00%
(7)	LME Copper	Aug-02	1,624.32	(6,306)	0.00%
(6)	LME Copper	Aug-02	1,624.32	(5,720)	0.00%
13	LME Copper	Aug-02	1,624.56	3,831	0.00%
15	LME Copper	Aug-02	1,624.56	3,468	0.00%
19	LME Copper	Aug-02	1,624.56	(2,852)	0.00%
(4)	LME Copper	Aug-02	1,624.56	(2,012)	0.00%
(15)	LME Copper	Aug-02	1,624.56	(14,799)	0.00%
(3)	LME Copper	Aug-02	1,624.56	(2,867)	0.00%
(25)	LME Copper	Aug-02	1,624.56	22,517	0.00%
19	LME Copper	Aug-02	1,624.80	706	0.00%
18	LME Copper	Aug-02	1,624.80	782	0.00%
10	LME Copper	Aug-02	1,624.80	(566)	0.00%
12	LME Copper	Aug-02	1,624.80	(79)	0.00%
19	LME Copper	Aug-02	1,624.80	3,675	0.00%
6	LME Copper	Aug-02	1,624.80	823	0.00%
(8)	LME Copper	Aug-02	1,624.80	(4,063)	0.00%
(8)	LME Copper	Aug-02	1,624.80	(4,223)	0.00%
(3)	LME Copper	Aug-02	1,624.80	(2,966)	0.00%
(18)	LME Copper	Aug-02	1,624.80	(18,478)	0.00%
(10)	LME Copper	Aug-02	1,624.80	(9,528)	0.00%
(33)	LME Copper	Aug-02	1,624.80	29,689	0.01%
(4)	LME Copper	Aug-02	1,624.80	2,064	0.00%
18	LME Copper	Aug-02	1,625.04	1,227	0.00%
3	LME Copper	Aug-02	1,625.04	280	0.00%
19	LME Copper	Aug-02	1,625.04	4,739	0.00%
4	LME Copper	Aug-02	1,625.04	1,073	0.00%
4	LME Copper	Aug-02	1,625.04	773	0.00%
(1)	LME Copper	Aug-02	1,625.04	(528)	0.00%
(6)	LME Copper	Aug-02	1,625.04	(6,180)	0.00%
(8)	LME Copper	Aug-02	1,625.04	(7,621)	0.00%
(15)	LME Copper	Aug-02	1,625.04	(14,289)	0.00%
(18)	LME Copper	Aug-02	1,625.04	9,291	0.00%
(16)	LME Copper	Aug-02	1,626.01	(16,529)	0.00%
(5)	LME Copper	Aug-02	1,626.01	(4,759)	0.00%
(11)	LME Copper	Aug-02	1,626.01	(10,470)	0.00%
(16)	LME Copper	Aug-02	1,626.01	(16,489)	0.00%
(3)	LME Copper	Aug-02	1,626.01	(3,092)	0.00%
(4)	LME Copper	Aug-02	1,626.01	(3,926)	0.00%
(4)	LME Copper	Aug-02	1,626.01	(3,926)	0.00%
15	LME Copper	Aug-02	1,626.01	3,475	0.00%
16	LME Copper	Aug-02	1,626.01	2,879	0.00%
2	LME Copper	Aug-02	1,626.01	410	0.00%
19	LME Copper	Aug-02	1,626.01	991	0.00%

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## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
7	LME Copper	Aug-02	1,626.01	1,697	0.00%
(14)	LME Copper	Aug-02	1,626.25	(13,235)	0.00%
(7)	LME Copper	Aug-02	1,626.25	(5,667)	0.00%
10	LME Copper	Aug-02	1,626.25	2,484	0.00%
9	LME Copper	Aug-02	1,626.25	2,292	0.00%
2	LME Copper	Aug-02	1,626.25	(241)	0.00%
(6)	LME Copper	Aug-02	1,626.38	(5,204)	0.00%
(18)	LME Copper	Aug-02	1,626.38	(17,875)	0.00%
(5)	LME Copper	Aug-02	1,626.38	(5,212)	0.00%
2	LME Copper	Aug-02	1,626.38	391	0.00%
18	LME Copper	Aug-02	1,626.38	3,968	0.00%
3	LME Copper	Aug-02	1,626.38	80	0.00%
6	LME Copper	Aug-02	1,626.38	(702)	0.00%
(18)	LME Copper	Aug-02	1,626.50	(15,508)	0.00%
(15)	LME Copper	Aug-02	1,626.50	(14,195)	0.00%
7	LME Copper	Aug-02	1,626.50	2,483	0.00%
10	LME Copper	Aug-02	1,626.50	3,547	0.00%
12	LME Copper	Aug-02	1,626.50	2,231	0.00%
13	LME Copper	Aug-02	1,626.50	2,986	0.00%
16	LME Copper	Aug-02	1,626.50	575	0.00%
19	LME Copper	Aug-02	1,626.50	1,989	0.00%
16	LME Copper	Aug-02	1,626.50	2,575	0.00%
(2)	LME Copper	Aug-02	1,626.50	3,606	0.00%
(7)	LME Copper	Aug-02	1,626.50	3,576	0.00%
(29)	LME Copper	Aug-02	1,626.50	14,527	0.00%
(11)	LME Copper	Aug-02	1,626.50	5,524	0.00%
(11)	LME Copper	Aug-02	1,626.50	5,758	0.00%
22	LME Copper	Aug-02	1,628.00	(15,446)	0.00%
21	LME Copper	Aug-02	1,628.00	(14,864)	0.00%
23	LME Copper	Aug-02	1,628.00	(18,373)	0.00%
20	LME Copper	Aug-02	1,628.00	(16,032)	0.00%
28	LME Copper	Aug-02	1,628.00	(22,619)	0.00%
6	LME Copper	Aug-02	1,628.00	(3,759)	0.00%
(41)	LME Copper	Aug-02	1,628.00	24,402	0.00%
(28)	LME Copper	Aug-02	1,628.00	8,356	0.00%
(29)	LME Copper	Aug-02	1,628.00	10,104	0.00%
(22)	LME Copper	Aug-02	1,628.00	2,165	0.00%
16	LME Copper	Sep-02	1,629.75	(26,925)	0.00%
(13)	LME Copper	Sep-02	1,629.75	6,983	0.00%
(3)	LME Copper	Sep-02	1,629.75	1,543	0.00%
22	LME Copper	Sep-02	1,631.02	(29,861)	(0.01)%
8	LME Copper	Sep-02	1,631.02	(10,137)	0.00%
(10)	LME Copper	Sep-02	1,631.02	2,354	0.00%
(19)	LME Copper	Sep-02	1,631.02	(1,047)	0.00%

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## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(1)	LME Copper	Sep-02	1,631.02	(90)	0.00%
9	LME Nickel	Jun-02	7,067.00	20,074	0.00%
2	LME Nickel	Jun-02	7,067.00	4,521	0.00%
5	LME Nickel	Jun-02	7,067.00	11,572	0.00%
(5)	LME Nickel	Jun-02	7,067.00	(8,768)	0.00%
(1)	LME Nickel	Jun-02	7,067.00	(1,670)	0.00%
(1)	LME Nickel	Jun-02	7,067.00	(3,056)	0.00%
(8)	LME Nickel	Jun-02	7,067.00	(28,045)	0.00%
(1)	LME Nickel	Jun-02	7,067.00	148	0.00%
12	LME Nickel	Jun-02	7,067.50	26,604	0.00%
3	LME Nickel	Jun-02	7,067.50	6,682	0.00%
(3)	LME Nickel	Jun-02	7,067.50	(9,167)	0.00%
(12)	LME Nickel	Jun-02	7,067.50	1,763	0.00%
5	LME Nickel	Jul-02	7,070.00	9,142	0.00%
6	LME Nickel	Jul-02	7,070.00	10,827	0.00%
(1)	LME Nickel	Jul-02	7,070.00	(1,760)	0.00%
(5)	LME Nickel	Jul-02	7,070.00	(14,048)	0.00%
(5)	LME Nickel	Jul-02	7,070.00	(1,148)	0.00%
4	LME Nickel	Jul-02	7,071.00	5,298	0.00%
4	LME Nickel	Jul-02	7,071.00	8,154	0.00%
12	LME Nickel	Jul-02	7,071.00	14,957	0.00%
3	LME Nickel	Jul-02	7,071.00	3,752	0.00%
6	LME Nickel	Jul-02	7,071.00	8,865	0.00%
(5)	LME Nickel	Jul-02	7,071.00	(14,048)	0.00%
(5)	LME Nickel	Jul-02	7,071.00	(14,798)	0.00%
(1)	LME Nickel	Jul-02	7,071.00	(3,053)	0.00%
(2)	LME Nickel	Jul-02	7,071.00	(6,159)	0.00%
(6)	LME Nickel	Jul-02	7,071.00	(1,395)	0.00%
(10)	LME Nickel	Jul-02	7,071.00	(7,156)	0.00%
9	LME Nickel	Jul-02	7,073.00	20,128	0.00%
5	LME Nickel	Jul-02	7,073.00	4,947	0.00%
6	LME Nickel	Jul-02	7,073.00	7,443	0.00%
(2)	LME Nickel	Jul-02	7,073.00	(6,327)	0.00%
(1)	LME Nickel	Jul-02	7,073.00	(3,860)	0.00%
(2)	LME Nickel	Jul-02	7,073.00	69	0.00%
(2)	LME Nickel	Jul-02	7,073.00	57	0.00%
(1)	LME Nickel	Jul-02	7,073.00	2,071	0.00%
(9)	LME Nickel	Jul-02	7,073.00	18,643	0.00%
(2)	LME Nickel	Jul-02	7,073.00	3,879	0.00%
(1)	LME Nickel	Jul-02	7,073.00	2,380	0.00%
8	LME Nickel	Jul-02	7,074.50	13,628	0.00%
(6)	LME Nickel	Jul-02	7,074.50	(17,757)	0.00%
(2)	LME Nickel	Jul-02	7,074.50	(7,689)	0.00%
9	LME Nickel	Jul-02	7,077.00	(4,685)	0.00%

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### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
2	LME Nickel	Jul-02	7,077.00	(675)	0.00%
(9)	LME Nickel	Jul-02	7,077.00	(35,060)	(0.01)%
(2)	LME Nickel	Jul-02	7,077.00	(7,086)	0.00%
7	LME Nickel	Jul-02	7,077.00	(725)	0.00%
(7)	LME Nickel	Jul-02	7,077.00	(24,781)	0.00%
13	LME Nickel	Jul-02	7,077.00	(5,013)	0.00%
(3)	LME Nickel	Jul-02	7,077.00	6,061	0.00%
(10)	LME Nickel	Jul-02	7,077.00	17,984	0.00%
8	LME Nickel	Aug-02	7,083.45	153	0.00%
(4)	LME Nickel	Aug-02	7,083.45	(14,243)	0.00%
(4)	LME Nickel	Aug-02	7,083.45	(11,477)	0.00%
9	LME Nickel	Aug-02	7,084.97	1,344	0.00%
(6)	LME Nickel	Aug-02	7,084.97	(17,234)	0.00%
(3)	LME Nickel	Aug-02	7,084.97	(8,671)	0.00%
(5)	LME Nickel	Aug-02	7,088.86	(14,434)	0.00%
(2)	LME Nickel	Aug-02	7,088.86	(5,499)	0.00%
(1)	LME Nickel	Aug-02	7,088.86	(2,881)	0.00%
(2)	LME Nickel	Aug-02	7,088.86	(5,653)	0.00%
2	LME Nickel	Aug-02	7,088.86	5,011	0.00%
(1)	LME Nickel	Aug-02	7,088.86	(2,764)	0.00%
5	LME Nickel	Aug-02	7,088.86	9,198	0.00%
4	LME Nickel	Aug-02	7,088.86	6,780	0.00%
(5)	LME Tin	Jun-02	4,332.98	(10,332)	0.00%
(1)	LME Tin	Jun-02	4,332.98	(1,461)	0.00%
1	LME Tin	Jun-02	4,332.98	1,223	0.00%
1	LME Tin	Jun-02	4,332.98	990	0.00%
2	LME Tin	Jun-02	4,332.98	2,127	0.00%
3	LME Tin	Jun-02	4,332.98	3,512	0.00%
4	LME Tin	Jun-02	4,332.98	4,683	0.00%
1	LME Tin	Jun-02	4,332.98	1,243	0.00%
(1)	LME Tin	Jun-02	4,332.98	(1,179)	0.00%
2	LME Tin	Jun-02	4,332.98	2,547	0.00%
2	LME Tin	Jun-02	4,332.98	2,747	0.00%
1	LME Tin	Jun-02	4,332.98	1,373	0.00%
1	LME Tin	Jun-02	4,332.98	1,471	0.00%
2	LME Tin	Jun-02	4,332.98	2,680	0.00%
1	LME Tin	Jun-02	4,332.98	1,340	0.00%
2	LME Tin	Jun-02	4,332.98	2,697	0.00%
2	LME Tin	Jun-02	4,332.98	2,508	0.00%
2	LME Tin	Jun-02	4,332.98	2,542	0.00%
1	LME Tin	Jun-02	4,332.98	1,273	0.00%
2	LME Tin	Jun-02	4,332.98	2,547	0.00%
2	LME Tin	Jun-02	4,332.98	2,547	0.00%
2	LME Tin	Jun-02	4,332.98	3,067	0.00%



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### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(1)	LME Tin	Jun-02	4,332.98	(1,894)	0.00%
(2)	LME Tin	Jun-02	4,332.98	(3,738)	0.00%
(1)	LME Tin	Jun-02	4,332.98	(1,896)	0.00%
(2)	LME Tin	Jun-02	4,332.98	(3,903)	0.00%
(2)	LME Tin	Jun-02	4,332.98	(3,763)	0.00%
(1)	LME Tin	Jun-02	4,332.98	(1,906)	0.00%
(1)	LME Tin	Jun-02	4,332.98	(1,856)	0.00%
2	LME Tin	Jun-02	4,332.98	2,519	0.00%
2	LME Tin	Jun-02	4,332.98	2,717	0.00%
1	LME Tin	Jun-02	4,332.98	1,258	0.00%
3	LME Tin	Jun-02	4,332.98	3,985	0.00%
1	LME Tin	Jun-02	4,332.98	1,303	0.00%
2	LME Tin	Jun-02	4,332.98	2,753	0.00%
2	LME Tin	Jun-02	4,332.98	2,787	0.00%
1	LME Tin	Jun-02	4,332.98	1,393	0.00%
3	LME Tin	Jun-02	4,332.98	3,812	0.00%
1	LME Tin	Jun-02	4,332.98	1,473	0.00%
(4)	LME Tin	Jun-02	4,332.98	(3,891)	0.00%
(1)	LME Tin	Jun-02	4,332.98	(571)	0.00%
(10)	LME Tin	Jun-02	4,332.98	(3,415)	0.00%
(3)	LME Tin	Jun-02	4,332.98	(434)	0.00%
(17)	LME Tin	Jun-02	4,332.98	2,270	0.00%
3	LME Special High Grade Zinc	Jun-02	761.96	(6,683)	0.00%
12	LME Special High Grade Zinc	Jun-02	761.96	(27,475)	0.00%
2	LME Special High Grade Zinc	Jun-02	761.96	(4,518)	0.00%
11	LME Special High Grade Zinc	Jun-02	761.96	(24,847)	0.00%
2	LME Special High Grade Zinc	Jun-02	761.96	(4,518)	0.00%
(3)	LME Special High Grade Zinc	Jun-02	761.96	4,786	0.00%
(2)	LME Special High Grade Zinc	Jun-02	761.96	2,874	0.00%
(3)	LME Special High Grade Zinc	Jun-02	761.96	4,090	0.00%
(10)	LME Special High Grade Zinc	Jun-02	761.96	13,057	0.00%
(10)	LME Special High Grade Zinc	Jun-02	761.96	13,057	0.00%
(2)	LME Special High Grade Zinc	Jun-02	761.96	2,900	0.00%
4	LME Special High Grade Zinc	Jun-02	762.18	(8,813)	0.00%
(4)	LME Special High Grade Zinc	Jun-02	762.18	5,746	0.00%
13	LME Special High Grade Zinc	Jul-02	763.04	(28,582)	0.00%
2	LME Special High Grade Zinc	Jul-02	763.04	(4,397)	0.00%
3	LME Special High Grade Zinc	Jul-02	763.04	(6,620)	0.00%
(3)	LME Special High Grade Zinc	Jul-02	763.04	4,073	0.00%
(7)	LME Special High Grade Zinc	Jul-02	763.04	9,318	0.00%
(8)	LME Special High Grade Zinc	Jul-02	763.04	10,629	0.00%
10	LME Special High Grade Zinc	Jul-02	763.68	(18,658)	0.00%
(3)	LME Special High Grade Zinc	Jul-02	763.68	4,074	0.00%
(7)	LME Special High Grade Zinc	Jul-02	763.68	9,169	0.00%

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Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(5)	LME Special High Grade Zinc	Jul-02	764.32	6,671	0.00%
(9)	LME Special High Grade Zinc	Jul-02	764.32	10,860	0.00%
(7)	LME Special High Grade Zinc	Jul-02	764.32	8,660	0.00%
(2)	LME Special High Grade Zinc	Jul-02	764.32	2,621	0.00%
13	LME Special High Grade Zinc	Jul-02	764.32	(21,529)	0.00%
2	LME Special High Grade Zinc	Jul-02	764.32	(3,337)	0.00%
2	LME Special High Grade Zinc	Jul-02	764.32	(3,470)	0.00%
6	LME Special High Grade Zinc	Jul-02	764.32	(10,557)	0.00%
(5)	LME Special High Grade Zinc	Jul-02	764.54	6,143	0.00%
(5)	LME Special High Grade Zinc	Jul-02	764.54	6,143	0.00%
(9)	LME Special High Grade Zinc	Jul-02	764.54	11,283	0.00%
(8)	LME Special High Grade Zinc	Jul-02	764.54	10,181	0.00%
(7)	LME Special High Grade Zinc	Jul-02	764.54	8,601	0.00%
(7)	LME Special High Grade Zinc	Jul-02	764.54	8,601	0.00%
(6)	LME Special High Grade Zinc	Jul-02	764.54	7,372	0.00%
(6)	LME Special High Grade Zinc	Jul-02	764.54	7,222	0.00%
(11)	LME Special High Grade Zinc	Jul-02	764.54	14,065	0.00%
(9)	LME Special High Grade Zinc	Jul-02	764.54	11,846	0.00%
(7)	LME Special High Grade Zinc	Jul-02	764.54	9,126	0.00%
8	LME Special High Grade Zinc	Jul-02	764.54	(13,855)	0.00%
6	LME Special High Grade Zinc	Jul-02	764.54	(10,502)	0.00%
2	LME Special High Grade Zinc	Jul-02	764.54	(3,501)	0.00%
3	LME Special High Grade Zinc	Jul-02	764.54	(4,839)	0.00%
12	LME Special High Grade Zinc	Jul-02	764.54	(21,682)	0.00%
9	LME Special High Grade Zinc	Jul-02	764.54	(16,261)	0.00%
10	LME Special High Grade Zinc	Jul-02	764.54	(17,818)	0.00%
12	LME Special High Grade Zinc	Jul-02	764.54	(21,361)	0.00%
9	LME Special High Grade Zinc	Jul-02	764.54	(16,036)	0.00%
2	LME Special High Grade Zinc	Jul-02	764.54	(3,439)	0.00%
7	LME Special High Grade Zinc	Jul-02	764.54	(3,198)	0.00%
(7)	LME Special High Grade Zinc	Jul-02	764.75	9,089	0.00%
(7)	LME Special High Grade Zinc	Jul-02	764.75	9,614	0.00%
(6)	LME Special High Grade Zinc	Jul-02	764.75	8,241	0.00%
(8)	LME Special High Grade Zinc	Jul-02	764.75	10,441	0.00%
(8)	LME Special High Grade Zinc	Jul-02	764.75	10,387	0.00%
(9)	LME Special High Grade Zinc	Jul-02	764.75	11,067	0.00%
10	LME Special High Grade Zinc	Jul-02	764.75	(17,178)	0.00%
13	LME Special High Grade Zinc	Jul-02	764.75	(6,374)	0.00%
3	LME Special High Grade Zinc	Jul-02	764.75	(1,373)	0.00%
10	LME Special High Grade Zinc	Jul-02	764.75	(3,141)	0.00%
9	LME Special High Grade Zinc	Jul-02	764.75	(4,458)	0.00%
(7)	LME Special High Grade Zinc	Jul-02	764.96	9,518	0.00%
(6)	LME Special High Grade Zinc	Jul-02	764.96	8,059	0.00%
(10)	LME Special High Grade Zinc	Jul-02	764.96	13,264	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in futures contracts

Net quantity long/(short)	Description	Maturity date	Settlement price	Unrealised gain/(loss)  US\$	Unrealised gain/(loss) as % of Net Asset Value
<b>US Dollar (continued)</b>					
(8)	LME Special High Grade Zinc	Jul-02	764.96	10,395	0.00%
(9)	LME Special High Grade Zinc	Jul-02	764.96	11,189	0.00%
(9)	LME Special High Grade Zinc	Jul-02	764.96	10,739	0.00%
1	LME Special High Grade Zinc	Jul-02	764.96	(491)	0.00%
6	LME Special High Grade Zinc	Jul-02	764.96	(3,143)	0.00%
1	LME Special High Grade Zinc	Jul-02	764.96	(496)	0.00%
11	LME Special High Grade Zinc	Jul-02	764.96	(5,391)	0.00%
10	LME Special High Grade Zinc	Jul-02	764.96	(3,226)	0.00%
15	LME Special High Grade Zinc	Jul-02	764.96	(4,164)	0.00%
5	LME Special High Grade Zinc	Jul-02	764.96	(1,994)	0.00%
2	LME Special High Grade Zinc	Jul-02	765.18	(2,407)	0.00%
(8)	LME Special High Grade Zinc	Jul-02	765.18	9,355	0.00%
(9)	LME Special High Grade Zinc	Jul-02	765.18	10,525	0.00%
(12)	LME Special High Grade Zinc	Jul-02	765.18	13,952	0.00%
(12)	LME Special High Grade Zinc	Jul-02	765.18	13,925	0.00%
(9)	LME Special High Grade Zinc	Jul-02	765.18	10,127	0.00%
(2)	LME Special High Grade Zinc	Jul-02	765.18	2,914	0.00%
10	LME Special High Grade Zinc	Jul-02	765.18	(3,971)	0.00%
11	LME Special High Grade Zinc	Jul-02	765.18	(3,680)	0.00%
14	LME Special High Grade Zinc	Jul-02	765.18	(4,597)	0.00%
11	LME Special High Grade Zinc	Jul-02	765.18	(3,818)	0.00%
2	LME Special High Grade Zinc	Jul-02	765.18	(769)	0.00%
2	LME Special High Grade Zinc	Jul-02	765.18	(694)	0.00%
(10)	LME Special High Grade Zinc	Jul-02	768.02	13,917	0.00%
4	LME Special High Grade Zinc	Jul-02	768.02	(1,454)	0.00%
4	LME Special High Grade Zinc	Jul-02	768.02	(1,404)	0.00%
2	LME Special High Grade Zinc	Jul-02	768.02	98	0.00%
				<u>13,477,546</u>	
<b>Total investment in futures contracts</b>				<b>30,014,798</b>	<b>5.15%</b>

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
EUR	7,100,000	GBP	4,591,755	Jun-02	513,431	0.09%
EUR	15,400,000	GBP	9,960,443	Jul-02	232,466	0.04%
EUR	3,700,000	GBP	2,393,182	Jul-02	18,236	0.00%
EUR	6,900,000	GBP	4,463,072	Jul-02	10,604	0.00%
EUR	1,300,000	GBP	840,879	Jul-02	361	0.00%
EUR	1,600,000	GBP	1,034,941	Jul-02	(4,065)	0.00%
EUR	5,700,000	GBP	3,687,113	Jul-02	21,727	0.00%
EUR	1,800,000	GBP	1,164,380	Jul-02	13,150	0.00%
EUR	4,400,000	GBP	2,846,298	Jul-02	29,494	0.01%
EUR	1,300,000	GBP	840,962	Jul-02	12,334	0.00%
EUR	16,100,000	GBP	10,415,380	Jul-02	135,494	0.02%
EUR	17,200,000	GBP	11,127,265	Jul-02	102,233	0.02%
EUR	6,500,000	GBP	4,205,123	Jul-02	21,864	0.00%
					1,107,329	
CHF	230,200	GBP	100,000	Jun-02	2,257	0.00%
CHF	920,800	GBP	400,000	Jun-02	9,027	0.00%
CHF	3,222,800	GBP	1,400,000	Jun-02	31,593	0.01%
CHF	344,319	GBP	150,000	Jun-02	2,736	0.00%
CHF	229,364	GBP	100,000	Jun-02	1,703	0.00%
GBP	100,000	CHF	228,965	Jun-02	(1,440)	0.00%
GBP	300,000	CHF	688,479	Jun-02	(5,367)	0.00%
GBP	450,000	CHF	1,032,435	Jun-02	(7,863)	0.00%
GBP	100,000	CHF	229,143	Jun-02	(1,557)	0.00%
GBP	100,000	CHF	229,323	Jun-02	(1,676)	0.00%
GBP	150,000	CHF	345,137	Jun-02	(3,277)	0.00%
GBP	850,000	CHF	1,959,080	Jun-02	(20,756)	0.00%
GBP	100,000	CHF	230,511	Jun-02	(2,463)	0.00%
CHF	3,626,698	GBP	1,600,000	Jul-02	(18,725)	0.00%
CHF	1,926,250	GBP	850,000	Jul-02	7,188	0.00%
CHF	2,037,873	GBP	900,000	Jul-02	17,320	0.00%
CHF	1,018,553	GBP	450,000	Jul-02	5,006	0.00%
CHF	2,715,938	GBP	1,200,000	Jul-02	6,545	0.00%
					20,251	
EUR	4,900,000	CHF	7,138,124	Jun-02	32,200	0.01%
EUR	700,000	CHF	1,020,971	Jun-02	3,781	0.00%
CHF	292,737	EUR	200,000	Jun-02	(398)	0.00%
EUR	3,600,000	CHF	5,270,868	Jun-02	6,110	0.00%
EUR	3,000,000	CHF	4,395,120	Jun-02	3,286	0.00%
CHF	1,327,671	EUR	900,000	Jun-02	5,056	0.00%
CHF	5,605,722	EUR	3,800,000	Jun-02	21,347	0.00%
CHF	6,330,073	EUR	4,300,000	Jun-02	15,397	0.00%
CHF	2,058,840	EUR	1,400,000	Jun-02	3,615	0.00%
CHF	2,349,712	EUR	1,600,000	Jun-02	1,983	0.00%
EUR	500,000	CHF	732,870	Jul-02	164	0.00%
EUR	2,000,000	CHF	2,929,280	Jul-02	2,111	0.00%
EUR	300,000	CHF	439,191	Jul-02	450	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
EUR	500,000	CHF	731,370	Jul-02	1,156	0.00%
EUR	2,300,000	CHF	3,362,807	Jul-02	6,307	0.00%
CHF	735,075	EUR	500,000	Jul-02	1,294	0.00%
CHF	6,459,640	EUR	4,400,000	Jul-02	5,424	0.00%
CHF	587,464	EUR	400,000	Jul-02	641	0.00%
CHF	440,328	EUR	300,000	Jul-02	302	0.00%
EUR	9,000,000	CHF	13,194,468	Jul-02	54,520	0.01%
EUR	27,900,000	CHF	40,895,150	Jul-02	(3,984)	0.00%
EUR	12,800,000	CHF	18,759,578	Jul-02	(27,720)	0.00%
EUR	3,500,000	CHF	5,129,250	Jul-02	(2,791)	0.00%
EUR	3,000,000	CHF	4,396,224	Jul-02	(6,383)	0.00%
EUR	25,800,000	CHF	37,800,406	Jul-02	(147,370)	(0.03)%
EUR	2,600,000	CHF	3,808,626	Jul-02	(12,691)	0.00%
EUR	7,300,000	CHF	10,692,777	Jul-02	(40,209)	(0.01)%
EUR	8,400,000	CHF	12,301,699	Jul-02	(44,442)	(0.01)%
EUR	2,500,000	CHF	3,660,760	Jul-02	(3,791)	0.00%
					<u>(124,635)</u>	
EUR	11,500,000	JPY	1,356,888,703	Jun-02	542,457	0.09%
EUR	51,900,000	JPY	6,120,799,356	Jul-02	1,005,455	0.17%
EUR	29,100,000	JPY	3,431,243,245	Jul-02	563,401	0.10%
EUR	77,600,000	JPY	9,147,381,843	Jul-02	1,076,682	0.19%
EUR	22,600,000	JPY	2,663,552,244	Jul-02	216,705	0.04%
EUR	5,400,000	JPY	636,363,675	Jul-02	28,371	0.00%
EUR	5,800,000	JPY	683,436,945	Jul-02	23,343	0.00%
EUR	5,700,000	JPY	671,207,906	Jul-02	39,951	0.01%
EUR	4,800,000	JPY	565,066,877	Jul-02	(6,507)	0.00%
EUR	8,600,000	JPY	1,012,123,327	Jul-02	(71,505)	(0.01)%
					<u>3,418,353</u>	
SEK	4,573,200	EUR	500,000	Jun-02	5,710	0.00%
SEK	4,569,400	EUR	500,000	Jun-02	5,302	0.00%
SEK	4,574,900	EUR	500,000	Jun-02	5,892	0.00%
SEK	6,417,320	EUR	700,000	Jun-02	9,587	0.00%
SEK	10,997,040	EUR	1,200,000	Jun-02	15,996	0.00%
SEK	4,582,800	EUR	500,000	Jun-02	6,740	0.00%
EUR	800,000	SEK	7,305,600	Jun-02	(7,900)	0.00%
EUR	500,000	SEK	4,571,200	Jun-02	(5,495)	0.00%
EUR	600,000	SEK	5,478,900	Jun-02	(5,892)	0.00%
EUR	1,200,000	SEK	11,047,800	Jun-02	(21,444)	0.00%
EUR	800,000	SEK	7,381,280	Jun-02	(16,021)	0.00%
SEK	3,646,100	EUR	400,000	Jul-02	3,179	0.00%
SEK	55,603,025	EUR	6,100,000	Jul-02	48,471	0.01%
SEK	4,567,300	EUR	500,000	Jul-02	5,011	0.00%
SEK	18,230,400	EUR	2,000,000	Jul-02	15,882	0.00%
SEK	12,761,280	EUR	1,400,000	Jul-02	11,117	0.00%
SEK	9,115,200	EUR	1,000,000	Jul-02	7,941	0.00%
SEK	5,469,120	EUR	600,000	Jul-02	4,765	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
SEK	19,141,920	EUR	2,100,000	Jul-02	16,676	0.00%
SEK	20,049,700	EUR	2,200,000	Jul-02	17,068	0.00%
SEK	3,647,358	EUR	400,000	Jul-02	3,313	0.00%
SEK	4,561,750	EUR	500,000	Jul-02	4,416	0.00%
SEK	20,071,700	EUR	2,200,000	Jul-02	19,429	0.00%
SEK	20,106,900	EUR	2,200,000	Jul-02	23,207	0.00%
EUR	2,200,000	SEK	20,156,620	Jul-02	(28,543)	0.00%
EUR	800,000	SEK	7,315,280	Jul-02	(8,834)	0.00%
EUR	2,300,000	SEK	21,028,900	Jul-02	(25,126)	0.00%
EUR	1,100,000	SEK	10,058,950	Jul-02	(12,194)	0.00%
EUR	2,200,000	SEK	20,155,300	Jul-02	(28,401)	0.00%
EUR	1,400,000	SEK	12,902,120	Jul-02	(26,232)	0.00%
EUR	400,000	SEK	3,691,120	Jul-02	(8,010)	0.00%
EUR	2,300,000	SEK	21,254,990	Jul-02	(49,389)	(0.01)%
EUR	1,400,000	SEK	12,930,120	Jul-02	(29,237)	(0.01)%
EUR	300,000	SEK	2,770,740	Jul-02	(6,265)	0.00%
EUR	1,100,000	SEK	10,159,380	Jul-02	(22,972)	0.00%
EUR	200,000	SEK	1,849,060	Jul-02	(4,380)	0.00%
EUR	2,300,000	SEK	21,256,255	Jul-02	(49,525)	(0.01)%
EUR	2,200,000	SEK	20,298,960	Jul-02	(43,819)	(0.01)%
EUR	1,400,000	SEK	12,930,225	Jul-02	(29,248)	(0.01)%
SEK	6,329,187	EUR	700,000	Jul-02	(287,545)	(0.05)%
SEK	2,712,948	EUR	300,000	Jul-02	(8,467)	0.00%
SEK	5,426,482	EUR	600,000	Jul-02	20,016	0.00%
SEK	157,376,458	EUR	17,400,000	Jul-02	180,640	0.03%
SEK	261,403,737	EUR	28,900,000	Jul-02	129,706	0.02%
SEK	70,557,583	EUR	7,800,000	Jul-02	15,781	0.00%
SEK	26,234,363	EUR	2,900,000	Jul-02	6,703	0.00%
SEK	28,044,386	EUR	3,100,000	Jul-02	5,543	0.00%
					<u>(136,848)</u>	
CZK	21,350,700	EUR	700,000	Jun-02	4,078	0.00%
CZK	27,546,300	EUR	900,000	Jun-02	8,315	0.00%
EUR	800,000	CZK	24,567,760	Jun-02	(10,035)	0.00%
EUR	800,000	CZK	24,511,600	Jun-02	(8,228)	0.00%
CZK	60,640,000	EUR	2,000,000	Jul-02	17,587	0.00%
CZK	69,736,000	EUR	2,300,000	Jul-02	5,533	0.00%
CZK	66,704,000	EUR	2,200,000	Jul-02	(3,841)	0.00%
					<u>13,409</u>	
USD	4,120,860	GBP	2,746,169	Jun-02	(6,638)	0.00%
GBP	8,450,000	USD	12,677,797	Jun-02	524,940	0.09%
GBP	100,000	USD	141,815	Jul-02	8,185	0.00%
GBP	50,000	USD	70,902	Jul-02	4,097	0.00%
USD	70,795	GBP	50,000	Jul-02	(4,205)	0.00%
USD	72,364	GBP	50,000	Jul-02	(2,636)	0.00%
USD	72,656	GBP	50,000	Jul-02	(2,344)	0.00%
GBP	100,000	USD	141,639	Jul-02	8,352	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
USD	3,822,741	GBP	2,700,000	Jul-02	(227,008)	(0.04)%
GBP	2,700,000	USD	3,883,599	Jul-02	166,150	0.03%
USD	145,303	GBP	100,000	Jul-02	(4,688)	0.00%
GBP	11,350,000	USD	17,022,026	Jul-02	460,427	0.08%
GBP	2,150,000	USD	3,223,891	Jul-02	406,227	0.07%
GBP	1,000,000	USD	1,499,315	Jul-02	173,111	0.03%
GBP	14,000,000	USD	20,989,220	Jul-02	582,357	0.10%
GBP	6,500,000	USD	9,744,443	Jul-02	265,073	0.05%
GBP	6,000,000	USD	8,993,346	Jul-02	197,781	0.03%
GBP	2,300,000	USD	3,447,061	Jul-02	65,626	0.01%
GBP	14,100,000	USD	21,129,597	Jul-02	357,277	0.06%
GBP	150,000	USD	224,745	Jul-02	55,072	0.01%
GBP	250,000	USD	362,375	Aug-02	11,878	0.00%
USD	72,438	GBP	50,000	Aug-02	(2,413)	0.00%
USD	290,773	GBP	200,000	Aug-02	(8,629)	0.00%
GBP	250,000	USD	363,865	Aug-02	10,341	0.00%
USD	362,703	GBP	250,000	Aug-02	(11,503)	0.00%
GBP	150,000	USD	224,495	Aug-02	4,308	0.00%
GBP	250,000	USD	360,199	Aug-02	13,722	0.00%
USD	363,500	GBP	250,000	Aug-02	(10,421)	0.00%
GBP	650,000	USD	951,805	Aug-02	51,201	0.01%
GBP	1,000,000	USD	1,449,779	Sep-02	44,126	0.01%
GBP	5,100,000	USD	7,418,996	Sep-02	198,492	0.03%
					<b>3,328,258</b>	
AUD	663,954	USD	376,959	Jun-02	(464)	0.00%
AUD	600,000	USD	315,090	Jun-02	25,471	0.00%
AUD	700,000	USD	367,381	Jun-02	29,940	0.01%
AUD	500,000	USD	264,678	Jun-02	19,123	0.00%
AUD	3,300,000	USD	1,844,700	Jun-02	28,384	0.00%
AUD	14,700,000	USD	8,217,300	Jun-02	126,439	0.02%
AUD	3,100,000	USD	1,748,400	Jun-02	11,164	0.00%
AUD	7,400,000	USD	4,173,600	Jun-02	26,650	0.00%
AUD	10,500,000	USD	5,922,000	Jun-02	37,814	0.01%
USD	1,470,118	AUD	2,600,000	Jun-02	(5,645)	0.00%
USD	1,189,073	AUD	2,100,000	Jun-02	(2,890)	0.00%
USD	1,087,940	AUD	1,900,000	Jun-02	9,498	0.00%
USD	1,659,844	AUD	2,900,000	Jun-02	13,800	0.00%
USD	457,936	AUD	800,000	Jun-02	3,855	0.00%
USD	2,724,456	AUD	4,800,000	Jun-02	(30)	0.00%
USD	669,534	AUD	1,200,000	Jun-02	(11,588)	0.00%
USD	111,589	AUD	200,000	Jun-02	(1,931)	0.00%
USD	3,738,232	AUD	6,700,000	Jun-02	(64,697)	(0.01)%
USD	2,510,753	AUD	4,500,000	Jun-02	(43,453)	(0.01)%
USD	224,100	AUD	400,000	Jun-02	(2,941)	0.00%
USD	2,409,527	AUD	4,300,000	Jun-02	(31,159)	(0.01)%
USD	1,961,925	AUD	3,500,000	Jun-02	(24,680)	0.00%
USD	1,848,231	AUD	3,300,000	Jun-02	(24,853)	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
USD	501,035	AUD	900,000	Jun-02	(9,807)	0.00%
USD	389,178	AUD	700,000	Jun-02	(8,143)	0.00%
AUD	4,100,000	USD	2,308,300	Jul-02	17,854	0.00%
AUD	8,596,000	USD	4,839,548	Jul-02	37,433	0.01%
AUD	604,000	USD	340,354	Jul-02	2,328	0.00%
AUD	10,415,000	USD	5,863,645	Jul-02	45,354	0.01%
AUD	6,285,000	USD	3,541,598	Jul-02	24,227	0.00%
USD	572,180	AUD	1,000,000	Jul-02	4,825	0.00%
USD	971,975	AUD	1,700,000	Jul-02	7,472	0.00%
USD	390,411	AUD	700,000	Jul-02	(6,737)	0.00%
USD	1,456,026	AUD	2,600,000	Jul-02	(19,096)	0.00%
USD	2,407,097	AUD	4,300,000	Jul-02	(32,528)	(0.01)%
USD	223,932	AUD	400,000	Jul-02	(3,010)	0.00%
USD	3,123,288	AUD	5,600,000	Jul-02	(53,898)	(0.01)%
USD	834,975	AUD	1,500,000	Jul-02	(16,057)	0.00%
USD	2,277,694	AUD	4,100,000	Jul-02	(48,461)	(0.01)%
USD	2,277,694	AUD	4,100,000	Jul-02	(48,461)	(0.01)%
USD	1,781,856	AUD	3,200,000	Jul-02	(33,679)	(0.01)%
USD	446,624	AUD	800,000	Jul-02	(7,260)	0.00%
AUD	52,800,000	USD	29,951,117	Jul-02	160,751	0.03%
AUD	14,500,000	USD	8,223,066	Jul-02	(120,887)	(0.02)%
USD	1,793,096	AUD	3,162,100	Jul-02	12,383	0.00%
AUD	14,700,000	USD	8,333,587	Jul-02	(54,617)	(0.01)%
AUD	5,400,000	USD	3,060,519	Jul-02	(3,312)	0.00%
AUD	700,000	USD	396,665	Jul-02	26,440	0.00%
AUD	11,600,000	USD	6,570,441	Jul-02	28,671	0.00%
AUD	17,800,000	USD	10,080,473	Jul-02	28,111	0.00%
AUD	10,600,000	USD	6,002,455	Jul-02	(51,190)	(0.01)%
AUD	9,800,000	USD	5,548,956	Jul-02	124,401	0.02%
AUD	2,500,000	USD	1,414,909	Jul-02	66,827	0.01%
AUD	1,000,000	USD	565,502	Aug-02	29,329	0.01%
AUD	2,400,000	USD	1,356,835	Aug-02	67,904	0.01%
AUD	1,000,000	USD	565,246	Aug-02	26,626	0.00%
AUD	500,000	USD	282,597	Aug-02	12,537	0.00%
AUD	200,000	USD	112,998	Aug-02	4,333	0.00%
AUD	1,100,000	USD	621,262	Aug-02	17,108	0.00%
AUD	1,100,000	USD	621,093	Aug-02	11,153	0.00%
AUD	1,000,000	USD	564,422	Aug-02	4,924	0.00%
AUD	900,000	USD	507,793	Sep-02	3,044	0.00%
AUD	2,200,000	USD	1,241,158	Sep-02	570	0.00%
AUD	1,300,000	USD	733,344	Sep-02	2,411	0.00%
AUD	800,000	USD	451,122	Sep-02	(2,048)	0.00%
AUD	1,600,000	USD	902,078	Sep-02	(7,395)	0.00%
AUD	700,000	USD	394,478	Sep-02	(795)	0.00%
AUD	400,000	USD	225,374	Sep-02	783	0.00%
					<u>358,225</u>	
CAD	367,316	USD	241,327	Jun-02	721	0.00%



# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
CAD	1,500,000	USD	950,872	Jun-02	34,609	0.01%
USD	62,758	CAD	100,000	Jun-02	(2,941)	0.00%
CAD	900,000	USD	564,412	Jun-02	26,876	0.00%
CAD	300,000	USD	187,972	Jun-02	9,124	0.00%
USD	125,437	CAD	200,000	Jun-02	(5,960)	0.00%
USD	502,219	CAD	800,000	Jun-02	(23,370)	0.00%
USD	251,474	CAD	400,000	Jun-02	(11,321)	0.00%
USD	188,772	CAD	300,000	Jun-02	(8,324)	0.00%
USD	581,183	CAD	900,000	Jun-02	(10,105)	0.00%
CAD	1,700,000	USD	1,109,074	Jun-02	7,753	0.00%
CAD	13,000,000	USD	8,481,156	Jun-02	59,291	0.01%
CAD	25,500,000	USD	16,636,113	Jun-02	116,301	0.02%
CAD	1,800,000	USD	1,175,541	Jun-02	6,982	0.00%
CAD	50,000,000	USD	32,653,914	Jun-02	193,956	0.03%
CAD	4,900,000	USD	3,194,576	Jun-02	24,516	0.00%
CAD	2,500,000	USD	1,630,119	Jun-02	12,274	0.00%
USD	4,480,447	CAD	6,900,000	Jun-02	(52,559)	(0.01)%
USD	4,545,381	CAD	7,000,000	Jun-02	(53,321)	(0.01)%
USD	194,953	CAD	300,000	Jun-02	(2,134)	0.00%
USD	2,143,762	CAD	3,300,000	Jun-02	(24,197)	0.00%
USD	6,728,517	CAD	10,400,000	Jun-02	(103,840)	(0.02)%
USD	1,744,366	CAD	2,700,000	Jun-02	(29,419)	(0.01)%
USD	7,543,131	CAD	11,700,000	Jun-02	(143,270)	(0.02)%
USD	5,222,168	CAD	8,100,000	Jun-02	(99,187)	(0.02)%
USD	5,027,652	CAD	7,800,000	Jun-02	(96,616)	(0.02)%
USD	4,964,731	CAD	7,700,000	Jun-02	(93,841)	(0.02)%
USD	5,222,909	CAD	8,100,000	Jun-02	(98,446)	(0.02)%
USD	4,382,460	CAD	6,800,000	Jun-02	(84,851)	(0.01)%
USD	7,160,597	CAD	11,100,000	Jun-02	(131,630)	(0.02)%
USD	4,840,958	CAD	7,500,000	Jun-02	(86,222)	(0.01)%
CAD	41,300,000	USD	27,129,282	Jul-02	95,999	0.02%
CAD	109,200,000	USD	71,728,425	Jul-02	464,115	0.08%
CAD	68,000,000	USD	44,663,031	Jul-02	249,472	0.04%
CAD	19,300,000	USD	12,675,847	Jul-02	93,247	0.02%
CAD	700,000	USD	438,536	Jul-02	21,199	0.00%
USD	451,890	CAD	700,000	Jul-02	(7,846)	0.00%
CAD	500,000	USD	328,375	Jul-02	14,386	0.00%
CAD	500,000	USD	328,331	Jul-02	13,670	0.00%
CAD	12,500,000	USD	8,208,080	Jul-02	150,623	0.03%
CAD	68,000,000	USD	44,646,923	Jul-02	289,527	0.05%
CAD	53,500,000	USD	35,125,830	Jul-02	83,319	0.01%
CAD	700,000	USD	459,580	Jul-02	13,715	0.00%
CAD	800,000	USD	525,189	Jul-02	20,473	0.00%
CAD	300,000	USD	196,929	Aug-02	12,577	0.00%
CAD	700,000	USD	459,435	Aug-02	13,358	0.00%
CAD	800,000	USD	524,949	Aug-02	14,106	0.00%
CAD	1,000,000	USD	656,168	Aug-02	14,545	0.00%
CAD	700,000	USD	459,265	Aug-02	10,740	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
CAD	13,800,000	USD	9,052,267	Aug-02	91,403	0.02%
CAD	900,000	USD	590,329	Aug-02	5,240	0.00%
CAD	1,300,000	USD	852,670	Aug-02	6,051	0.00%
CAD	1,900,000	USD	1,246,017	Sep-02	8,537	0.00%
CAD	1,000,000	USD	655,757	Sep-02	5,367	0.00%
CAD	2,700,000	USD	1,770,325	Sep-02	11,162	0.00%
CAD	1,600,000	USD	1,049,016	Sep-02	5,806	0.00%
CAD	900,000	USD	589,852	Sep-02	6,958	0.00%
					<u>1,038,598</u>	
USD	8,483	NZD	17,399	Jun-02	110	0.00%
NZD	500,000	USD	236,350	Jun-02	7,346	0.00%
NZD	1,700,000	USD	803,590	Jun-02	24,975	0.00%
USD	97,899	NZD	200,000	Jun-02	420	0.00%
USD	244,750	NZD	500,000	Jun-02	1,055	0.00%
USD	97,111	NZD	200,000	Jun-02	(367)	0.00%
USD	48,199	NZD	100,000	Jun-02	(540)	0.00%
USD	192,796	NZD	400,000	Jun-02	(2,160)	0.00%
USD	289,194	NZD	600,000	Jun-02	(3,241)	0.00%
USD	96,842	NZD	200,000	Jun-02	(636)	0.00%
NZD	11,800,000	USD	5,746,694	Jul-02	200,402	0.03%
NZD	300,000	USD	145,889	Jul-02	170	0.00%
NZD	1,000,000	USD	486,243	Jul-02	5,895	0.00%
NZD	500,000	USD	243,040	Jul-02	1,507	0.00%
NZD	1,700,000	USD	826,056	Jul-02	(9,032)	0.00%
					<u>225,904</u>	
USD	4,639,263	EUR	4,781,054	Jun-02	(31,826)	(0.01)%
EUR	19,800,000	USD	19,210,237	Jun-02	2,802,309	0.48%
EUR	21,000,000	USD	20,369,979	Jul-02	1,153,512	0.20%
EUR	48,100,000	USD	46,652,815	Jul-02	1,628,623	0.28%
EUR	23,300,000	USD	22,595,967	Jul-02	634,332	0.11%
USD	9,236,745	EUR	9,524,961	Jul-02	(332,417)	(0.06)%
EUR	9,100,000	USD	8,824,252	Jul-02	395,899	0.07%
EUR	1,700,000	USD	1,648,121	Jul-02	44,420	0.01%
EUR	1,000,000	USD	875,070	Jul-02	94,370	0.02%
USD	945,400	EUR	1,000,000	Jul-02	(24,040)	0.00%
EUR	500,000	USD	439,150	Jul-02	45,549	0.01%
USD	478,615	EUR	500,000	Jul-02	(6,084)	0.00%
EUR	2,900,000	USD	2,811,127	Jul-02	67,221	0.01%
EUR	6,000,000	USD	5,815,866	Jul-02	190,655	0.03%
EUR	14,200,000	USD	13,762,384	Jul-02	833,658	0.14%
EUR	400,000	USD	387,656	Jul-02	32,977	0.01%
EUR	3,700,000	USD	3,584,542	Jul-02	268,353	0.05%
EUR	6,900,000	USD	6,684,099	Aug-02	485,505	0.08%
EUR	1,700,000	USD	1,646,515	Aug-02	115,446	0.02%
EUR	900,000	USD	871,453	Aug-02	50,508	0.01%
EUR	800,000	USD	774,556	Aug-02	47,146	0.01%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
EUR	4,900,000	USD	4,743,734	Aug-02	271,687	0.05%
EUR	1,900,000	USD	1,839,162	Aug-02	131,663	0.02%
EUR	1,800,000	USD	1,741,824	Aug-02	80,946	0.01%
EUR	1,800,000	USD	1,741,210	Sep-02	57,719	0.01%
EUR	1,300,000	USD	1,257,486	Sep-02	43,177	0.01%
EUR	3,100,000	USD	2,997,827	Sep-02	94,221	0.02%
EUR	1,000,000	USD	966,999	Sep-02	26,820	0.00%
EUR	1,700,000	USD	1,643,030	Sep-02	22,351	0.00%
					<u>9,224,700</u>	
KRW	2,500,000,000	USD	2,085,610	Jun-02	43,408	0.01%
KRW	800,000,000	USD	667,123	Jul-02	13,484	0.00%
KRW	6,700,000,000	USD	5,586,266	Jul-02	85,145	0.01%
KRW	1,300,000,000	USD	1,082,684	Jul-02	25,721	0.00%
					<u>167,758</u>	
USD	878,246	CHF	1,328,021	Jun-02	(7,274)	0.00%
CHF	800,000	USD	505,366	Jun-02	23,719	0.00%
CHF	800,000	USD	506,971	Jun-02	22,115	0.00%
CHF	1,500,000	USD	950,570	Jun-02	41,465	0.01%
CHF	3,200,000	USD	2,027,883	Jun-02	88,458	0.02%
CHF	2,100,000	USD	1,334,325	Jun-02	54,525	0.01%
CHF	4,100,000	USD	2,606,484	Jun-02	105,078	0.02%
CHF	4,200,000	USD	2,670,057	Jun-02	107,641	0.02%
CHF	1,600,000	USD	1,017,346	Jun-02	40,825	0.01%
USD	572,847	CHF	900,000	Jun-02	(22,374)	0.00%
USD	699,301	CHF	1,100,000	Jun-02	(28,192)	0.00%
USD	1,080,703	CHF	1,700,000	Jun-02	(43,603)	(0.01)%
USD	1,653,902	CHF	2,600,000	Jun-02	(65,626)	(0.01)%
USD	1,211,194	CHF	1,900,000	Jun-02	(45,384)	(0.01)%
USD	1,210,538	CHF	1,900,000	Jun-02	(46,040)	(0.01)%
USD	448,471	CHF	700,000	Jun-02	(14,479)	0.00%
USD	1,725,923	CHF	2,700,000	Jun-02	(59,740)	(0.01)%
USD	1,405,320	CHF	2,200,000	Jun-02	(49,665)	(0.01)%
USD	1,596,093	CHF	2,500,000	Jun-02	(57,299)	(0.01)%
USD	63,940	CHF	100,000	Jun-02	(2,196)	0.00%
USD	3,439,313	CHF	5,200,000	Jul-02	(331,732)	(0.06)%
CHF	4,700,000	USD	3,108,668	Jul-02	320,678	0.06%
CHF	13,600,000	USD	8,995,631	Jul-02	315,016	0.05%
CHF	1,300,000	USD	859,925	Jul-02	19,392	0.00%
USD	1,190,687	CHF	1,800,000	Jul-02	(110,558)	(0.02)%
CHF	3,500,000	USD	2,315,269	Jul-02	78,241	0.01%
CHF	900,000	USD	595,411	Jul-02	36,630	0.01%
USD	300,445	CHF	500,000	Jul-02	(30,345)	(0.01)%
CHF	200,000	USD	120,136	Jul-02	12,180	0.00%
USD	59,945	CHF	100,000	Jul-02	(6,213)	0.00%
CHF	700,000	USD	422,961	Jul-02	40,145	0.01%
CHF	300,000	USD	181,731	Jul-02	16,743	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
USD	303,638	CHF	500,000	Jul-02	(27,152)	0.00%
USD	60,593	CHF	100,000	Jul-02	(5,565)	0.00%
CHF	900,000	USD	577,738	Jul-02	17,695	0.00%
USD	262,243	CHF	400,000	Jul-02	(2,393)	0.00%
USD	333,100	CHF	500,000	Jul-02	2,304	0.00%
CHF	24,200,000	USD	16,010,832	Jul-02	472,135	0.08%
CHF	18,200,000	USD	12,042,108	Jul-02	335,924	0.06%
USD	2,779,000	CHF	4,200,000	Jul-02	(228,975)	(0.04)%
USD	2,580,548	CHF	3,900,000	Jul-02	(207,554)	(0.04)%
USD	370,011	CHF	600,000	Aug-02	(27,084)	0.00%
USD	557,915	CHF	900,000	Aug-02	(37,727)	(0.01)%
CHF	600,000	USD	377,501	Aug-02	19,593	0.00%
CHF	600,000	USD	380,699	Aug-02	16,396	0.00%
CHF	300,000	USD	189,379	Aug-02	9,168	0.00%
USD	1,926,722	CHF	3,100,000	Aug-02	(124,969)	(0.02)%
CHF	1,000,000	USD	631,273	Aug-02	30,563	0.01%
CHF	700,000	USD	442,031	Aug-02	21,254	0.00%
CHF	1,400,000	USD	892,783	Aug-02	33,787	0.01%
USD	498,784	CHF	800,000	Aug-02	(30,694)	(0.01)%
CHF	800,000	USD	512,885	Aug-02	16,594	0.00%
USD	661,908	CHF	1,000,000	Aug-02	(31,339)	(0.01)%
USD	437,883	CHF	700,000	Aug-02	(25,461)	0.00%
CHF	700,000	USD	446,856	Aug-02	16,488	0.00%
USD	315,219	CHF	500,000	Aug-02	(15,753)	0.00%
CHF	400,000	USD	255,505	Aug-02	9,272	0.00%
CHF	100,000	USD	64,137	Aug-02	2,057	0.00%
USD	132,398	CHF	200,000	Aug-02	(60,386)	(0.01)%
USD	794,419	CHF	1,200,000	Aug-02	(41,154)	(0.01)%
USD	860,699	CHF	1,300,000	Aug-02	(30,822)	(0.01)%
USD	2,185,150	CHF	3,300,000	Sep-02	(68,916)	(0.01)%
USD	728,408	CHF	1,100,000	Sep-02	(27,463)	0.00%
USD	927,129	CHF	1,400,000	Sep-02	(32,347)	(0.01)%
USD	1,324,492	CHF	2,000,000	Sep-02	(42,868)	(0.01)%
USD	728,545	CHF	1,100,000	Sep-02	(21,948)	0.00%
USD	397,402	CHF	600,000	Sep-02	(11,163)	0.00%
USD	198,708	CHF	300,000	Sep-02	(5,741)	0.00%
USD	794,872	CHF	1,200,000	Sep-02	(14,507)	0.00%
					<u>283,380</u>	
USD	305,490	HKD	2,382,800	Jun-02	<u>3</u>	0.00%
					<u>3</u>	
USD	4,003,266	JPY	487,021,943	Jun-07	(5,258)	0.00%
JPY	330,000,000	USD	2,653,661	Jun-02	59,314	0.01%
JPY	600,000,000	USD	4,827,031	Jun-02	105,650	0.02%
JPY	1,360,000,000	USD	10,941,271	Jun-02	239,473	0.04%
JPY	410,000,000	USD	3,301,127	Jun-02	69,538	0.01%
JPY	2,130,000,000	USD	17,149,758	Jun-02	361,260	0.06%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss)	Unrealised gain/(loss)
					US\$	as % of Net Asset Value
JPY	2,380,000,000	USD	19,162,641	Jun-02	403,661	0.07%
JPY	180,000,000	USD	1,450,794	Jun-02	29,010	0.00%
USD	1,125,230	JPY	140,000,000	Jun-02	(25,729)	0.00%
USD	4,350,103	JPY	540,000,000	Jun-02	(89,310)	(0.02)%
USD	4,814,540	JPY	600,000,000	Jun-02	(118,141)	(0.02)%
USD	3,604,686	JPY	450,000,000	Jun-02	(94,825)	(0.02)%
USD	5,370,978	JPY	670,000,000	Jun-02	(137,182)	(0.02)%
USD	5,371,650	JPY	670,000,000	Jun-02	(136,511)	(0.02)%
USD	1,841,650	JPY	230,000,000	Jun-02	(49,211)	(0.01)%
USD	3,371,477	JPY	420,000,000	Jun-02	(81,400)	(0.01)%
USD	3,855,189	JPY	480,000,000	Jun-02	(90,956)	(0.02)%
USD	10,789,556	JPY	1,350,000,000	Jun-02	(308,977)	(0.05)%
USD	2,237,834	JPY	280,000,000	Jun-02	(64,084)	(0.01)%
USD	10,309,443	JPY	1,290,000,000	Jun-02	(295,822)	(0.05)%
USD	2,157,790	JPY	270,000,000	Jun-02	(61,916)	(0.01)%
JPY	1,350,000,000	USD	10,791,367	Jul-02	308,850	0.05%
JPY	280,000,000	USD	2,238,209	Jul-02	64,058	0.01%
USD	2,229,122	JPY	280,000,000	Jul-02	(73,145)	(0.01)%
USD	3,671,306	JPY	460,000,000	Jul-02	(110,990)	(0.02)%
USD	3,030,641	JPY	380,000,000	Jul-02	(93,864)	(0.02)%
USD	3,265,761	JPY	410,000,000	Jul-02	(105,416)	(0.02)%
USD	795,437	JPY	100,000,000	Jul-02	(26,801)	0.00%
JPY	1,100,000,000	USD	9,045,078	Jul-02	235,438	0.04%
JPY	680,000,000	USD	5,591,786	Jul-02	(101,808)	(0.02)%
JPY	1,460,000,000	USD	12,007,107	Jul-02	(78,189)	(0.01)%
JPY	1,890,000,000	USD	15,545,806	Jul-02	289,347	0.05%
USD	5,220,890	JPY	634,703,875	Jul-02	(113,004)	(0.02)%
JPY	270,000,000	USD	2,221,054	Jul-02	48,478	0.01%
JPY	230,000,000	USD	1,892,105	Jul-02	36,807	0.01%
JPY	310,000,000	USD	2,551,003	Jul-02	79,257	0.01%
JPY	1,580,000,000	USD	13,002,542	Jul-02	258,045	0.04%
JPY	7,030,000,000	USD	57,856,011	Jul-02	1,177,084	0.20%
JPY	1,280,000,000	USD	10,535,838	Jul-02	218,390	0.04%
JPY	1,530,000,000	USD	12,594,894	Jul-02	209,620	0.04%
JPY	2,120,000,000	USD	17,452,632	Jul-02	120,647	0.02%
JPY	300,000,000	USD	2,469,837	Jul-02	5,190	0.00%
JPY	80,000,000	USD	628,914	Aug-02	29,912	0.01%
JPY	40,000,000	USD	314,312	Aug-02	15,100	0.00%
USD	156,482	JPY	20,000,000	Aug-02	(8,224)	0.00%
USD	782,473	JPY	100,000,000	Aug-02	(41,059)	(0.01)%
JPY	60,000,000	USD	471,980	Aug-02	22,341	0.00%
USD	391,481	JPY	50,000,000	Aug-02	(20,453)	0.00%
USD	79,218	JPY	10,000,000	Aug-02	(3,169)	0.00%
JPY	60,000,000	USD	468,406	Aug-02	26,016	0.00%
USD	158,470	JPY	20,000,000	Aug-02	(6,337)	0.00%
USD	159,889	JPY	20,000,000	Aug-02	(4,919)	0.00%
USD	161,299	JPY	20,000,000	Aug-02	(3,509)	0.00%
JPY	90,000,000	USD	708,536	Aug-02	33,363	0.01%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
JPY	20,000,000	USD	160,004	Aug-02	4,862	0.00%
USD	80,679	JPY	10,000,000	Aug-02	(1,755)	0.00%
JPY	30,000,000	USD	241,658	Aug-02	5,642	0.00%
JPY	10,000,000	USD	80,289	Aug-02	2,144	0.00%
USD	322,849	JPY	40,000,000	Aug-02	(6,884)	0.00%
USD	405,676	JPY	50,000,000	Aug-02	(6,490)	0.00%
USD	80,993	JPY	10,000,000	Aug-02	(1,441)	0.00%
USD	161,706	JPY	20,000,000	Aug-02	(3,160)	0.00%
USD	81,367	JPY	10,000,000	Aug-02	(1,066)	0.00%
USD	80,690	JPY	10,000,000	Aug-02	(1,744)	0.00%
JPY	70,000,000	USD	565,405	Aug-02	11,920	0.00%
USD	968,836	JPY	120,000,000	Aug-02	(20,865)	0.00%
JPY	100,000,000	USD	804,046	Aug-02	20,705	0.00%
JPY	30,000,000	USD	242,264	Aug-02	5,162	0.00%
USD	161,149	JPY	20,000,000	Aug-02	(3,801)	0.00%
JPY	40,000,000	USD	320,767	Aug-02	9,133	0.00%
USD	798,958	JPY	100,000,000	Aug-02	(25,793)	0.00%
USD	639,754	JPY	80,000,000	Sep-02	(20,641)	0.00%
JPY	160,000,000	USD	1,280,768	Sep-02	40,022	0.01%
JPY	10,000,000	USD	80,809	Sep-02	1,740	0.00%
JPY	10,000,000	USD	80,885	Sep-02	1,665	0.00%
USD	1,054,647	JPY	130,000,000	Sep-02	(18,495)	0.00%
JPY	30,000,000	USD	243,509	Sep-02	4,139	0.00%
JPY	50,000,000	USD	412,892	Sep-02	16,671	0.00%
					<u>2,107,310</u>	
USD	364,773	MXN	3,500,000	Jun-02	9,479	0.00%
USD	468,994	MXN	4,500,000	Jun-02	12,188	0.00%
USD	4,012,507	MXN	38,500,000	Jun-02	104,274	0.02%
USD	208,138	MXN	2,000,000	Jun-02	5,113	0.00%
USD	531,665	MXN	5,121,000	Jun-02	11,820	0.00%
USD	1,025,537	MXN	9,879,000	Jun-02	22,695	0.00%
USD	561,150	MXN	5,405,000	Jun-02	12,475	0.00%
USD	9,862	MXN	95,000	Jun-02	218	0.00%
USD	856,312	MXN	8,248,000	Jun-02	19,037	0.00%
USD	1,219,973	MXN	11,752,000	Jun-02	26,998	0.00%
USD	518,457	MXN	5,000,000	Jun-02	10,894	0.00%
MXN	1,500,000	USD	153,849	Jun-02	(1,581)	0.00%
MXN	2,000,000	USD	207,189	Jun-02	(4,164)	0.00%
MXN	4,000,000	USD	413,479	Jun-02	(7,429)	0.00%
MXN	12,500,000	USD	1,292,791	Jun-02	(23,885)	0.00%
MXN	6,000,000	USD	620,540	Jun-02	(11,465)	0.00%
MXN	9,500,000	USD	980,079	Jun-02	(15,710)	0.00%
MXN	17,500,000	USD	1,814,035	Jun-02	(37,566)	(0.01)%
MXN	10,000,000	USD	1,034,554	Jun-02	(19,429)	0.00%
MXN	9,500,000	USD	982,826	Jun-02	(18,457)	0.00%
MXN	1,000,000	USD	104,012	Jun-02	(2,499)	0.00%
MXN	3,000,000	USD	312,035	Jun-02	(7,498)	0.00%

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
MXN	500,000	USD	51,912	Jun-02	(1,155)	0.00%
MXN	9,500,000	USD	988,111	Jun-02	(23,742)	0.00%
MXN	7,500,000	USD	780,600	Jun-02	(19,255)	0.00%
USD	609,075	MXN	6,000,000	Jul-02	(63,995)	(0.01)%
USD	7,867,222	MXN	77,500,000	Jul-02	73,504	0.01%
USD	355,294	MXN	3,500,000	Jul-02	484	0.00%
USD	2,131,763	MXN	21,000,000	Jul-02	46,123	0.01%
USD	2,588,570	MXN	25,500,000	Jul-02	29,760	0.01%
USD	3,096,132	MXN	30,500,000	Jul-02	11,691	0.00%
USD	2,842,351	MXN	28,000,000	Jul-02	(35,018)	(0.01)%
					<u>103,905</u>	
NOK	9,500,000	USD	1,249,852	Jun-02	115,735	0.02%
NOK	8,500,000	USD	1,117,517	Jul-02	66,586	0.01%
NOK	13,000,000	USD	1,708,672	Jul-02	118,068	0.02%
NOK	19,500,000	USD	2,561,947	Jul-02	109,127	0.02%
NOK	17,500,000	USD	2,296,332	Jul-02	94,701	0.02%
NOK	1,500,000	USD	196,774	Jul-02	6,418	0.00%
NOK	2,500,000	USD	327,822	Jul-02	10,129	0.00%
					<u>520,764</u>	
USD	272,177	SEK	2,535,655	Jun-02	610	0.00%
					<u>610</u>	
USD	25,095	SGD	44,322	Jun-02	(73)	0.00%
SGD	3,200,000	USD	1,812,012	Jun-02	24,552	0.00%
SGD	1,600,000	USD	906,142	Jul-02	10,080	0.00%
SGD	2,500,000	USD	1,415,933	Jul-02	16,954	0.00%
SGD	3,000,000	USD	1,699,633	Jul-02	19,195	0.00%
SGD	2,200,000	USD	1,246,510	Jul-02	13,259	0.00%
SGD	1,300,000	USD	736,597	Jul-02	9,268	0.00%
SGD	800,000	USD	453,359	Jul-02	4,638	0.00%
					<u>97,873</u>	
USD	169,666	ZAR	1,743,678	Jun-02	(2,510)	0.00%
					<u>(2,510)</u>	
PLN	8,900,000	USD	2,205,354	Jun-02	51,388	0.01%
PLN	9,800,000	USD	2,425,913	Jul-02	8,284	0.00%
PLN	27,200,000	USD	6,730,424	Jul-02	17,375	0.00%
PLN	8,300,000	USD	2,052,525	Jul-02	(310)	0.00%
PLN	6,500,000	USD	1,606,750	Jul-02	(4,482)	0.00%
PLN	700,000	USD	173,000	Jul-02	43	0.00%
PLN	2,200,000	USD	542,946	Jul-02	(817)	0.00%
PLN	10,600,000	USD	2,613,906	Jul-02	(7,393)	0.00%
PLN	2,600,000	USD	640,631	Jul-02	(2,834)	0.00%
					<u>61,254</u>	

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
HUF	610,000,000	USD	2,445,468	Jun-02	140,940	0.02%
HUF	220,000,000	USD	881,963	Jul-02	31,785	0.01%
HUF	460,000,000	USD	1,844,098	Jul-02	64,566	0.01%
HUF	520,000,000	USD	2,084,620	Jul-02	50,089	0.01%
HUF	30,000,000	USD	120,265	Jul-02	2,102	0.00%
HUF	670,000,000	USD	2,685,904	Jul-02	60,834	0.01%
HUF	90,000,000	USD	360,789	Jul-02	8,534	0.00%
					<u>358,850</u>	
CZK	1,737,908	USD	56,159	Jun-02	653	0.00%
					<u>653</u>	
USD	39,185	BRL	100,000	Jun-02	4,144	0.00%
USD	78,247	BRL	200,000	Jun-02	8,164	0.00%
BRL	200,000	USD	78,370	Jun-02	(8,287)	0.00%
BRL	2,200,000	USD	862,069	Jun-02	(91,158)	(0.02)%
USD	39,093	BRL	100,000	Jun-02	4,052	0.00%
USD	76,717	BRL	200,000	Jun-02	6,634	0.00%
USD	832,545	BRL	2,200,000	Jun-02	61,634	0.01%
BRL	400,000	USD	148,148	Jun-02	(7,983)	0.00%
USD	34,957	BRL	100,000	Jul-02	9,075	0.00%
USD	523,844	BRL	1,500,000	Jul-02	44,367	0.01%
USD	557,958	BRL	1,600,000	Jul-02	46,255	0.01%
USD	348,052	BRL	1,000,000	Jul-02	22,194	0.00%
USD	2,154,811	BRL	6,200,000	Jul-02	27,496	0.00%
USD	450,948	BRL	1,300,000	Jul-02	23,460	0.00%
USD	173,192	BRL	500,000	Jul-02	10,484	0.00%
					<u>160,531</u>	
SKK	12,000,000	USD	253,888	Jun-02	10,951	0.00%
SKK	20,000,000	USD	421,852	Jun-02	19,546	0.00%
SKK	12,000,000	USD	252,951	Jun-02	11,888	0.00%
SKK	23,000,000	USD	487,960	Jun-02	19,648	0.00%
SKK	4,000,000	USD	84,809	Jun-02	3,471	0.00%
SKK	9,000,000	USD	190,819	Jun-02	7,810	0.00%
USD	169,905	SKK	8,000,000	Jun-02	(6,654)	0.00%
USD	276,655	SKK	13,000,000	Jun-02	(10,254)	0.00%
USD	168,599	SKK	8,000,000	Jun-02	(7,961)	0.00%
USD	84,055	SKK	4,000,000	Jun-02	(4,225)	0.00%
USD	440,732	SKK	21,000,000	Jun-02	(22,736)	0.00%
USD	126,497	SKK	6,000,000	Jun-02	(5,923)	0.00%
USD	401,649	SKK	19,000,000	Jun-02	(17,679)	0.00%
USD	21,068	SKK	1,000,000	Jun-02	(1,002)	0.00%
SKK	20,000,000	USD	426,995	Jul-02	14,365	0.00%
SKK	9,000,000	USD	192,123	Jul-02	6,489	0.00%
SKK	19,000,000	USD	405,593	Jul-02	13,699	0.00%
SKK	3,000,000	USD	64,151	Jul-02	2,053	0.00%
USD	125,958	SKK	6,000,000	Jul-02	(6,450)	0.00%



# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

### Investment in FX Contracts

Fund buys		Fund sells		Maturity date	Unrealised gain/(loss) US\$	Unrealised gain/(loss) as % of Net Asset Value
USD	21,013	SKK	1,000,000	Jul-02	(1,055)	0.00%
USD	105,319	SKK	5,000,000	Jul-02	(5,021)	0.00%
USD	105,241	SKK	5,000,000	Jul-02	(5,099)	0.00%
USD	231,530	SKK	11,000,000	Jul-02	(11,218)	0.00%
USD	356,618	SKK	17,000,000	Jul-02	(18,537)	0.00%
USD	128,949	SKK	6,000,000	Jul-02	(3,459)	0.00%
SKK	29,000,000	USD	639,916	Jul-02	8,360	0.00%
SKK	10,000,000	USD	210,859	Jul-02	9,786	0.00%
SKK	2,000,000	USD	42,230	Jul-02	1,899	0.00%
USD	231,945	SKK	11,000,000	Jul-02	(10,765)	0.00%
USD	21,086	SKK	1,000,000	Jul-02	(979)	0.00%
SKK	15,000,000	USD	330,951	Jul-02	5,152	0.00%
SKK	37,000,000	USD	780,015	Jul-02	36,302	0.01%
SKK	5,000,000	USD	105,407	Jul-02	4,906	0.00%
USD	167,873	SKK	8,000,000	Jul-02	(8,628)	0.00%
USD	585,345	SKK	28,000,000	Jul-02	(32,408)	(0.01)%
USD	131,148	SKK	6,000,000	Jul-02	(1,228)	0.00%
SKK	7,000,000	USD	154,436	Jul-02	4,424	0.00%
SKK	14,000,000	USD	308,866	Jul-02	7,433	0.00%
SKK	164,000,000	USD	3,617,957	Jul-02	91,372	0.02%
SKK	30,000,000	USD	661,798	Jul-02	9,575	0.00%
					107,848	
<b>Total value of forward exchange contracts</b>					<b>22,441,773</b>	<b>3.86%</b>
<b>Total value of investments</b>					<b>52,456,571</b>	<b>9.01%</b>
<b>Cash</b>					<b>533,978,691</b>	<b>91.78%</b>
<b>Other net liabilities</b>					<b>(4,644,817)</b>	<b>(0.80)%</b>
<b>Total Net Assets</b>					<b>581,790,445</b>	<b>100.00%</b>

# Man AHL Diversified plc

## Schedule of investments as at 28 June 2002

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**All contracts are held with Man Financial Limited and the following is a list of approved counterparties:**

ABN  
Bank of America  
Bank of Montreal  
Bank of Tokyo Mitsubishi  
Bank One  
Bear Stearns  
Carr Futures  
CIBC  
Den Danske  
Goldman Sachs  
HSBC  
JPMorgan Chase Bank  
Lehman Brothers  
Man Capital  
Merrill Lynch  
Morgan Stanley  
National Australia Bank  
Pru Bache  
Royal Bank of Canada  
Royal Bank of Scotland  
Westpac

**A complete statement of changes in the composition of the portfolio will be made available to Shareholders on request, free of charge.**

# Information for investors in Switzerland

**This section is part of the prospectus issued by Man AHL Diversified plc (the “Prospectus”). It supplements information in the foregoing sections about the shares of Man AHL Diversified plc which are promoted and marketed in Switzerland. This section does not contain all the details which are to be found in the foregoing sections of the Prospectus, in the memorandum of association of the Company and in the articles of association of the Company and must therefore be read in conjunction with these documents.**

1. Man Management AG, PO Box 349, Bahnhofstrasse 15, 8808 Pfäffikon SZ, Switzerland, has been appointed agent (pursuant to an agreement effective 20 February 1997) and Schwyzer Kantonalbank, Pfäffikon Branch, 8808 Pfäffikon SZ, Switzerland, has been appointed ‘Swiss Paying Agent’ (pursuant to the Swiss Paying Agency Agreement) for Man AHL Diversified plc in Switzerland, at a cost of USD 2,500 per annum to Man AHL Diversified plc.
2. Man AHL Diversified plc is an investment company which was set up under the laws of Ireland and is authorised in Ireland by the Central Bank of Ireland.
3. In its decision of 20 February 1997, the Swiss Federal Banking Commission has granted Man Management AG permission for the promotion and marketing of Participating Shares in and from Switzerland.
4. The Prospectus and the documents of Man AHL Diversified plc listed in the foregoing sections of the Prospectus, together with the documents referred to in numbered paragraph 1 of this section, are available for perusal and can be obtained free of charge from Man Management AG in Switzerland during normal business hours.
5. Communications by Man AHL Diversified plc in Switzerland are always published in the Swiss Commercial Gazette (Schweizerisches Handelsamtsblatt) and in the Neue Zürcher Zeitung (and, at the discretion of Man Management AG, in other daily or weekly newspapers).  
The Subscription Prices and the Redemption Prices are published following each Dealing Day and at least weekly in the Neue Zürcher Zeitung.
6. With reference to Participating Shares marketed in Switzerland, the place of performance and the place of jurisdiction is Pfäffikon SZ, which is where Man Management AG is domiciled.

# Information for investors in Austria

This section is part of the prospectus issued by Man AHL Diversified plc (the “Prospectus”). It supplements information in the foregoing sections about the shares of Man AHL Diversified plc which are promoted and marketed in Austria. This section does not contain all the details which are to be found in the foregoing sections of the Prospectus, in the memorandum of association of the Company and in the articles of association of the Company and must therefore be read in conjunction with these documents.

1. Bank Austria Creditanstalt AG of Obere Donaustrasse 19, 1020 Wien, Austria, has been appointed as ‘Austrian Paying Agent and Representative’ for Man AHL Diversified plc.
2. Man AHL Diversified plc is an investment company which was set up under the laws of Ireland and is authorised in Ireland by the Central Bank of Ireland.
3. The Prospectus, together with the documents of Man AHL Diversified plc listed in the foregoing sections of the Prospectus, are available for perusal and can be obtained free of charge from the Austrian Paying Agent and Representative during usual business hours in Austria.
4. The Auditors are KPMG, Chartered Accountants, 5 George’s Dock, International Financial Service Centre, Dublin 1, Ireland. Europa Treuhand Ernst & Young Wirtschaftsprüfungs- und Steuerberatungsgesellschaft m.b.H. of Wagramer Strasse 19, 1220 Wien, Austria has accepted the tax representation responsibility for Man AHL Diversified plc subject to §40 Abs. 2 Ziffer 2 Investmentfondgesetz (Fund Investment Legislation) and will notify the Bundesministerium für Finanzen (Finance Ministry) of the yearly dividend payments.

Taxation of shareholders is based on the actual distribution of dividends and dividend equivalent income in accordance with Section 40, Paragraph 2, Item 1 of the Austrian Federal Law governing investment funds. Distribution-equivalent earnings are all earnings that are realised in the Company within a financial year and are neither applied to cover costs nor distributed.

Since Man AHL Diversified plc does not intend to carry out dividend distributions, all earnings thus generated are deemed to have accrued four months after the end of the Company’s financial year in which they were earned, i.e. on the 31 October following the end of the Company’s financial year, and those earnings not resulting from capital gains are assessable for income tax at the appropriate rate in that calendar year.

Under the procedure for assessing income from capital investments (i.e. shares held in private hands) as a general rule 20% of the capital gains contained in distribution-equivalent earnings (i.e. gains from the disposal of the Company’s assets, including subscription rights but excluding loan notes) is liable to a special tax of 25%. This special tax applies only if the Participating Shares are held in a domestic portfolio.

Furthermore a Shareholder must prove to the bank where he holds his securities account that he has disclosed ownership of the Participating Shares to the revenue authorities in Austria. This can be done by means of an informal letter to his tax office or by producing a previous tax return. The onus of proof does not apply if the securities account holder releases the bank from its duty of secrecy and authorises it to pass this information to the revenue authorities in Austria.

If a Shareholder fails to prove disclosure, his bank is required to make a security deduction at the year end and on the sale/redemption of Participating Shares or their transfer abroad. The amounts involved can be offset against income tax when he is next assessed. The amount of the security deduction is 2.5% of the value of the Participating Shares on 31 December, and in the case of mid-year sales/redemptions of Participating Shares or their transfer abroad: 0.2% of the sales proceeds or bid value per calendar month since the beginning of the calendar year (including the month of sale).

We wish to point out explicitly that this account of taxation is entirely restricted to income from capital investments, and that it merely represents an extract from the legal regulations. Shareholders are recommended to consult their tax advisers regarding their personal tax situations, particularly if Participating Shares are held as business assets.

5. Communications by Man AHL Diversified plc in Austria are published in the Neue Zürcher Zeitung, International Herald Tribune, Financial Times, Finanz & Wirtschaft and Le Temps, as well as in other daily and weekly newspapers at the discretion of the Investment Adviser. The Subscription Prices and the Redemption Prices will be published on stock exchange opening days in the Presse and in the Neue Zürcher Zeitung.
6. The Company, the Investment Adviser and the Manager are not subject to the supervision of the Austrian Financial Markets Authority nor are the subject to the supervision of any other state supervisory authority in Austria. Vienna is the competent jurisdiction for claims made against the Company which relate to the sale of the Participating Shares in Austria. The statement of claim as well as all other correspondence can be served on the Austrian Paying Agent and Representative. The competent court and jurisdiction for claims in respect of the sale/distribution of Participating Shares in Austria is, therefore, Vienna.
7. For Austrian Shareholders, §§3,3a of the Consumer Protection Law and §12 Securities Supervision Law shall apply.

According to the regulations of §26 Investmentfondgesetz (fund investment legislation), Bank Austria Creditanstalt AG confirms, as Austrian Paying Agent and Representative and prospectus verifier, that the Prospectus has been checked and held to be correct and complete.





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