

OLDFIELD PARTNERS LLP

OVERSTONE EMERGING MARKETS EQUITY FUND

MARCH 2009 NEWSLETTER 5

Fund Summary

1 st April 2009			
NAV of fund	US\$5.1m		
A share unit price	US\$99.21		
C share unit price	US\$99.27		
Performance			
	A Shares	C Shares	MSCI Emerging Markets (NDR)
March	+4.7%	+4.7%	+14.4%
2009 to date	+0.6%	+0.7%	+0.9%
2008*	-1.4%	-1.4%	-0.3%
Since inception *	-0.8%	-0.7%	+0.6%

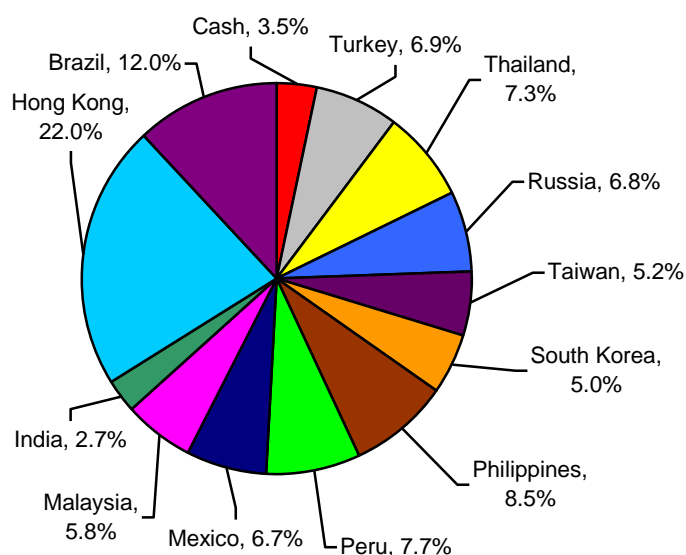
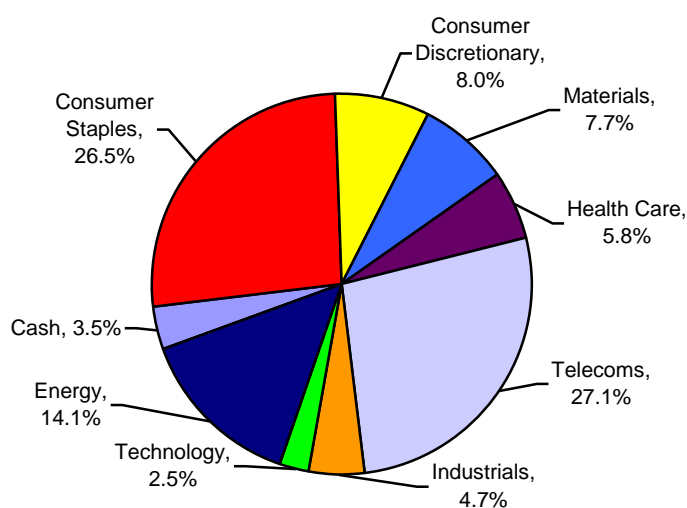
Top Five Holdings *

Stock	Portfolio Weighting	Monthly Performance (local terms)**
Cia de Minas Buenaventura	7.7%	+24.5%
Petroleo Brasileiro	7.3%	+9.9%
Thai Beverage	7.3%	-10.3%
Chaoda Modern	7.2%	+2.9%
Turkcell Iletisim	6.9%	-0.2%

* The fund commenced on 3rd November 2008
 Source: Oldfield Partners LLP, MSCI ©, Bloomberg and Northern Trust Fiduciary Services (Ireland) Ltd.
 Performance is calculated net of all fees and expenses and on a total return basis, inclusive of all distributions to unit holders.

* As at 31st March 2009
 Source: Oldfield Partners LLP and Bloomberg.
 ** Total return inclusive of dividends.

Sector and country breakdown as at 31st March 2009



Source: Oldfield Partners LLP

Oldfield Partners LLP,
 130 Buckingham Palace Road, London, SW1W 9SA.
 Telephone: +44 (0)20 7259 1000 Email: info@oldfieldpartners.com
 www.oldfieldpartners.com

Oldfield Partners LLP is authorised and regulated by the Financial Services Authority

Oldfield Partners LLP has approved and issued this communication for private circulation only; it must not be distributed to private customers. Information contained in this communication must not be construed as giving investment advice within or outside the United Kingdom. This is not an invitation to subscribe for any of the funds mentioned herein. Any reference to stocks is only for illustrative purposes and opinions expressed herein may be changed without notice at any time. The value of all investments and the income from them can go down as well as up; this may be due, in part, to exchange rate fluctuations. Past performance is not necessarily a guide to future performance. Oldfield Partners LLP does not warrant the accuracy, adequacy or completeness of the information and data contained herein and expressly disclaims liability for errors or omissions in this information and data. No warranty of any kind, implied, expressed or statutory, is given in conjunction with the information and data. © 2009. Partnership No. OC309959

OLDFIELD PARTNERS LLP

OVERSTONE EMERGING MARKETS EQUITY FUND

MARCH 2009 NEWSLETTER 5

Commentary

Emerging markets performed strongly in March. All regions and sectors posted positive gains, but the technology sector and Eastern Europe were notable outperformers. Our recent additions to the portfolio, such as Gazprom and Embraer, performed well, however, overall our tilt towards the companies with less cyclical earnings held us back at this early stage in the rally. Notably our telecom exposure and our smaller capitalisation stocks lagged in the month.

PLDT, Philippino telecom, disappointed us during the month by buying a stake in Meralco, an electric utility. Management billed this as a pre-emptive move, as Meralco has a small telecom business based around its electric wire network. Investors had become accustomed to PLDT paying out a special dividend, to total a 100% payout of earnings, and it is likely PLDT will only pay out 70% for 2009.

During the month we bought **VTech Holdings**, which is a leading manufacturer of childrens' educational electronic toys and cordless phones. Last summer VTech was the last 'exporter to the Western consumer' stock that we sold, and it is the first that we have bought back. Near term trading will remain difficult, as evidenced by the exit from the market of key competitors, but VTech should be a long term winner. It has a well defined brand and has increasingly won shelf space with its innovative product designs. The company has a solid net cash position, a superb management, and trades on a price earnings ratio of five times.

Towards the end of the month we were exiting **Kimberly-Clark de Mexico**, Mexican manufacturer of tissues and toilet paper. The stock had performed well since purchase and had reached our guide price. We saw little further upside and the possibility of the prices of its two key input costs rising from here.

Sentiment to emerging markets, and wider equity markets, has clearly improved near term. However, investors have hardly thrown caution to the wind. Data for the monthly net inflows into emerging market funds for March showed that they remain subdued. The MSCI Emerging markets index is at a 25% discount to MSCI World on a historic price earnings ratio basis. The fund is trading on a historic price earnings ratio of eight times, a price to cash flow ratio of six times, and a dividend yield of 4%.

Oldfield Partners LLP,

130 Buckingham Palace Road, London, SW1W 9SA.

Telephone: +44 (0)20 7259 1000 Email: info@oldfieldpartners.com

www.oldfieldpartners.com

Oldfield Partners LLP is authorised and regulated by the Financial Services Authority

Oldfield Partners LLP has approved and issued this communication for private circulation only; it must not be distributed to private customers. Information contained in this communication must not be construed as giving investment advice within or outside the United Kingdom. This is not an invitation to subscribe for any of the funds mentioned herein. Any reference to stocks is only for illustrative purposes and opinions expressed herein may be changed without notice at any time. The value of all investments and the income from them can go down as well as up; this may be due, in part, to exchange rate fluctuations. Past performance is not necessarily a guide to future performance. Oldfield Partners LLP does not warrant the accuracy, adequacy or completeness of the information and data contained herein and expressly disclaims liability for errors or omissions in this information and data. No warranty of any kind, implied, expressed or statutory, is given in conjunction with the information and data. © 2009. Partnership No. OC309959

OLDFIELD PARTNERS LLP
OVERSTONE EMERGING MARKETS EQUITY FUND
MARCH 2009 NEWSLETTER 5

Fund Information as at 1st April 2009			
Currency	US\$	Investment Manager	Oldfield Partners LLP
Liquidity	Monthly dealing	Administrator	Northern Trust Fiduciary Services (Ireland) Ltd
Benchmark	MSCI World (Net Dividends Reinvested)	Custodian	Northern Trust Custodial Services (Ireland) Ltd
Management Fees	A shs = 1.25% C shs = 0.75% plus 15% of out performance of benchmark MSCI Emerging Markets.	Auditor	Deloitte
TER	A shs = 2.00% C shs = 2.00%	Legal Advisers	Arthur Cox
Minimum Investment	The equivalent of €250,000	Admin & Custody Fees	0.15% on the first US\$75m 0.135% on the next US\$75m 0.12% on the next US\$150m 0.09% thereafter
A shares ISIN	IE00B3DDVH01	C shares ISIN	IE00B3DDVJ25
A shares sedol	B3DDVH0	C shares sedol	B3DDVJ2

Overstone Emerging Markets Equity Fund is a sub-fund of Overstone Fund plc, which is incorporated in Ireland and approved by the Irish Financial Services Regulatory Authority. Six other sub-funds exist under the Overstone Fund plc umbrella; Overstone Global Equity Fund was launched on 1st June 2005, Overstone European Equity Fund was launched on 3rd October 2005, Overstone Opportunity Multi Fund was launched on 1st November 2005, Overstone Global ex US Equity Fund was launched on 1st June 2006, Overstone Japanese Equity Fund was launched on 1st October 2007, Overstone Smaller Companies Fund was launched on 1st October 2007.

Oldfield Partners LLP,
 130 Buckingham Palace Road, London, SW1W 9SA.
 Telephone: +44 (0)20 7259 1000 Email: info@oldfieldpartners.com
 www.oldfieldpartners.com

Oldfield Partners LLP is authorised and regulated by the Financial Services Authority

Oldfield Partners LLP has approved and issued this communication for private circulation only; it must not be distributed to private customers. Information contained in this communication must not be construed as giving investment advice within or outside the United Kingdom. This is not an invitation to subscribe for any of the funds mentioned herein. Any reference to stocks is only for illustrative purposes and opinions expressed herein may be changed without notice at any time. The value of all investments and the income from them can go down as well as up; this may be due, in part, to exchange rate fluctuations. Past performance is not necessarily a guide to future performance. Oldfield Partners LLP does not warrant the accuracy, adequacy or completeness of the information and data contained herein and expressly disclaims liability for errors or omissions in this information and data. No warranty of any kind, implied, expressed or statutory, is given in conjunction with the information and data. © 2009. Partnership No. OC309959