Golden Accumulator SMA Plan Newsletter 1st Qtr 2011

BF&M pension matters

Markets remained resilient despite wars, natural disasters and growing economic issues in Europe

Market Review

The markets had to fight through a fiery contagion of revolution and civil war in the Middle East and North Africa that toppled governments and sent dictators scurrying; a horrendous earthquake, nuclear meltdown and tsunami in Japan; chronic financial woes that beset and threatened to dismember the European Union, and exploding oil and food prices.

Overcoming a pair of major shocks in the first quarter, global financial markets recovered amid growing optimism that the recovery from the financial crisis had become self-sustaining.

While the markets staggered, they recovered and proved tough enough to take the one-two punch. They now go into the second quarter still having to navigate strong cross-currents, but with sentiment buttressed by the ability to shake off these twin shocks.
The Dow managed to end the first quarter of 2011 with its biggest percentage gain for the period since 1999, rising 6.4% and rebounded 6% from lows hit in mid-March. The Standard & Poor's 500-stock rose 5.42%.

Reflecting investors' willingness to take on risk, small-company stocks rallied strongly. The Russell 2000 Index was the best-performer among the broad U.S. benchmarks, gaining 7.6%.

In Europe, the specter of government debt crises continued to stalk the continent's so-called peripheral countries, from Ireland and Greece to Portugal, which is the latest European economy to head toward insolvency. The broad Stoxx Europe 600 added 5.8% and the U.K.'s FTSE 100 rose 0.2%, near a two-year high.

In Asia, stocks were generally higher despite inflation pressure from food prices. The Shanghai Composite Index, which lost 14% last year, is now up 4.2%, while Japanese stocks shed 3%.

Interest rates stayed near historic lows in the first quarter, thanks to the Fed holding short-term rates near zero and keeping a lid on long-term rates with its program to buy as much as $600 billion in Treasury debt through June. The Barclays Global Aggregate bond index was up 1.6% for the quarter.

Investment Implications

We believe 2011 will be a difficult year for investors. While the U.S. recovery appears to be improving, sustained economic growth in emerging markets has brought about some inflation concerns. In addition, there have been major political voids created in key Middle East countries which need to be resolved.

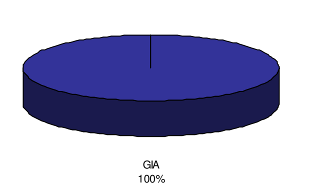
It is looking more likely that the help of the liquidity provided by the U.S. Federal Reserve may come to an end in mid-2011. This could have an adverse effect on equity markets in the U.S. in particular.

Bond investors face a turning point as we believe the long term bull in bonds is over. With rising levels of inflation and a solid economic recovery we should see rising rates in the near future.

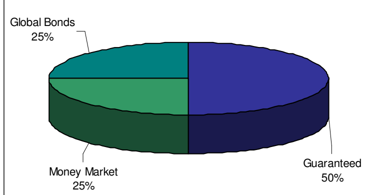
For help in understanding your risk profile, call BF&M Investment Services at 296-8288 for assistance. Or try our online quiz and calculators at www.bfm.bm.

CURRENT GIA CREDITING RATE 1.10%

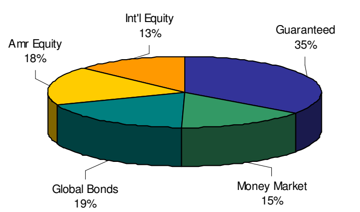
GUARANTEED RETURN



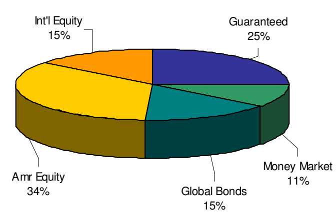
FIXED INCOME



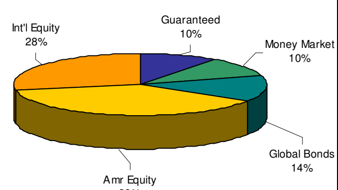
CONSERVATIVE



MODERATE



AGGRESSIVE



Golden Accumulator Retirement Plan

Summary Performance - as of March 31st, 2011

Separately Managed Accounts (SMA)

BF&M Investment Services

PERFORMANCE BY PROFILE		Annualized returns for 10 Yrs	5 Yrs	3 Yrs	1 Yr	For the Period of 3 Mos
Guaranteed	Profile Returns	3.02%	3.21%	2.54%	1.67%	0.27%
	GIA	3.02%	3.21%	2.54%	1.67%	0.27%
Fixed Income	Profile Returns	3.57%	3.87%	2.82%	2.79%	0.13%
	Weighted Index	3.54%	3.91%	2.85%	2.96%	0.21%
Conservative	Profile Returns	4.00%	3.51%	1.90%	5.53%	1.55%
	Weighted Index	4.28%	3.97%	2.89%	6.74%	1.65%
Moderate	Profile Returns	4.08%	3.30%	1.35%	6.92%	2.31%
	Weighted Index	4.37%	3.81%	2.81%	9.00%	2.63%
Aggressive	Profile Returns	4.01%	2.56%	-0.05%	8.22%	3.14%
	Weighted Index	4.67%	3.50%	2.05%	10.65%	3.26%

PERFORMANCE BY FUND		Annualized returns for 10 Yrs	5 Yrs	3 Yrs	1 Yr	For the Period of 3 Mos
Money Market	Fund	2.31%	2.45%	0.78%	0.28%	0.06%
ML 91 Day T-Bill	Index	2.24%	2.23%	0.51%	0.16%	0.05%
Global Bonds	Fund	5.85%	6.48%	5.24%	7.47%	-0.07%
85% Citi. G7 Govt, 15% ML Corp.	Index	5.81%	6.91%	5.66%	8.34%	0.24%
Diversified	Fund	4.83%	3.43%	0.81%	9.27%	2.77%
Weighted Index	Index	4.87%	4.32%	-0.15%	9.51%	4.64%
American Equity	Fund	3.62%	2.63%	-0.17%	9.79%	4.21%
S&P 500 Ttl Rtrn Index	Index	3.29%	2.62%	2.35%	15.64%	5.92%
International Equity	Fund	2.48%	-1.97%	-7.09%	9.80%	5.42%
MSCI EAFE Net	Index	5.39%	1.30%	-3.01%	10.42%	3.36%

GIA Current Crediting Rate is 1.10%

Want to Know More About Your Investments?

Fact Sheets for these investments have been posted at www.bfm.bm. Here are a few definitions of some of the terms used on our fund fact sheets. They are statistics used to measure the risk and reward profile of the funds.

Alpha – The value that a portfolio manager adds to or subtracts from a fund's return over its benchmark. A positive alpha means the fund has out performed its benchmark while a negative alpha means it has underperformed.

Sharpe – This ratio tells us whether a portfolio's returns are due to smart investment decisions or a result of excess risk. It can be used to compare funds with different investment strategies. The greater the Sharpe ratio the better the fund's risk adjusted performance.

Standard Deviation – This measures a fund's volatility or the risk about the size of changes in a fund's value. A higher standard deviation means a fund's fund's price can fluctuate over a larger range of values.

For assistance on your pension plan contact BF&M Investment Services at 296-8288.
Data for this report supplied by Wall Street Journal, Bloomberg Professional, and the New York Times