

P&C Global Gold and Natural Resources Fund

Monthly Investors Report as at 28 April 2006

Swiss Valoren No 1.557.566 Bloomberg Ticker: PCGLDFD CY

Fund's objectives: Seeking absolute returns in USD and portfolio insurance through diversification into asset class with low correlation to financial assets (bonds, equities and currencies).

Investment vehicles: Gold mining equities (<100%), physical gold, silver and precious metals (<100%), cash (<50%). Plus other natural resource equities and commodities. Cash used for capital preservation. Significant gold sector exposure expected.

Investment restrictions: Min 20 holdings, 10% max single share holding, 15% max single issuer, 5% max unlisted equities, normally no currency hedging.

Key Information

Subscription price as at 28/04/06	
NAV Pre Perf Fees:	USD 2,863.56
Min Investment:	USD 100,000
Size of Fund:	USD 42.2mn
Type of Fund:	Cyprus private fund under International Collective Investment Scheme Law No 47(1) 1999 of Cyprus
Fund Adviser:	Baker Steel Capital Managers LLP, London
Fund Manager:	P&C Global Fund Management Limited, Cyprus
Sub-Manager:	P&C Global Wealth Managers SA, Switzerland
Custodian:	RBC Global Services, London, UK
Administrator:	C P Palema Ltd
Auditor:	KPMG
Sales Fee:	Up to 5% permitted
Dealings:	Monthly (last business day of month)
Inv Mngmt Fee:	1.80%
Performance Fee:	12% absolute returns (High Water Mark principle) on a calendar year basis

Asset Allocation (As at 28/04/06)

Metal resource shares:	99.5%
Silver:	0.1%
Cash (net):	0.4%

Fund Commentary

Executive Summary

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In April the fund advanced more than gold and 1% greater than the FTSE gold mines index performance while significantly outperforming the index year to date. All precious metals relevant to the portfolio advanced during the month in the range of 6 to 11%. The portfolio remains concentrated with the number of companies represented at 41.

Company News During the month lower risk larger gold companies showed less gearing to the gold price than their historical average. Chinese related gold companies are continuing their positive re-rating by the market both due to positive company news and some favourable analysis of Chinese consumers' attitude toward gold as an investment. Nevsun Resources was strong on news of its gold production at its Tabakoto mine in Mali. Chimax announced a substantial resource upgrade on its Dinkidi Project in the Philippines.

Macro News Silver experienced significant volatility following its new ETF. More countries are changing their dollar pegs or discussing modifications in US\$ reserves targets. Sweden cut its US\$ reserves to 20% from 37%. Russia questioned the role of the US Dollar at the IMF and the World Bank meeting.

Outlook The US Dollar has been influencing the gold price as it declines on the back of monetary and political worries. Unusually, increasing tensions in the Middle East with problems both in the dragging war in Iraq and perceived threats of a strike against Iranian nuclear facilities depressed rather than strengthened the dollar. Although the twin deficits are still large and in place, there is not a serious deterioration in either that would justify a large dollar decline. Gold itself has seen such a sharp rise that commentators seem to be becoming polarised between the \$1000+ plus brigade and the correction team. At such times expect volatility. **STOP PRESS:** we have seen significant corrections since the April month end and will report more fully on this next time.

Fund Statistics

CAGR (before all fees)	39.4% pa
CAGR (after all fees)	36.3% pa
Number of Months	38
Number of "Up" Months	25
Average "Up" Month	+7.9%
Number of "Down" Months	13
Average "Down" Month	-6.0%
Largest Monthly Rise	+22.1 (September 2005)
Largest Monthly Fall	-19.4% (April 2004)
Number of stock positions	41
Unlisted stock positions	1
Largest stock position	8%

Investment Driven Major Buys and Sales

Net Buys	Net Sales
Straits Resources	Randgold
Kimberley Diamonds	

Top 10 Holdings

1. Ballarat Goldfields NL	6. Cambior Inc
2. Straits Resources Ltd	7. DRD Gold Ltd
3. Mvelaphanda Resources Ltd	8. Banro Corporation
4. Nevsun Resources Ltd	9. Kinross Gold Corp
5. Bendigo Mining Ltd	10. Sino Gold Ltd

Performance in USD (for initial investors)

	28/2/03	28/4/06	% ch
P&C Gold Fund (Gross NAV)	1000	2863.6	+186.4%
Value of \$1,000 invested (after all fees)	1000	2666.5	+166.7%
FTSE Gold Mines Index	1191	2647.0	+122.2%
Gold Bullion	347	644	+85.6%
Silver Bullion	4.49	12.55	+179.5%
Palladium Bullion	241	362	+50.2%
Platinum	490	1145	+133.7%

Monthly Performance (gross)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Yr
2003	-	0.0%	-3.8%	-0.6%	13.3%	2.0%	9.8%	19.1%	4.5%	7.4%	7.1%	3.3%	80.0%
2004	-5.0%	2.0%	6.8%	-19.4%	1.4%	-6.1%	-2.2%	4.9%	9.9%	5.2%	8.4%	-9.2%	-7.7%
2005	-2.7%	7.6%	-4.0%	-11.6%	-4.0%	5.9%	3.6%	1.7%	22.1%	-8.2%	9.85%	6.72%	25.0%
2006	18.5%	-2.3%	3.5%	15.4%									38.2%

All prices and comparative numbers are unaudited and for indication purposes only

Performance in USD (for initial investors) and Asset Allocation

