

P&C Global Gold and Natural Resources Fund

Monthly Investors Report as at 30 November 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 30/11/06	
NAV Pre Perf Fees:	USD 2,534.62
Min Investment:	USD 100,000
Size of Fund:	USD 31.8mn
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 30/11/06)

Metal resource shares:	99.6%
Silver:	0.1%
Cash (net):	0.3%

Fund Commentary

Executive Summary In November the fund rose 5.4%, continuing to reflect the recovery in prices in the mining sector following a sharp correction in prices over the summer. During the month gold bullion rose 6.8%, silver rose 13.6%, palladium rose 2.9% and platinum rose 10.0%. The FTSE Gold Mines Index rose 8.8% during November.

There was no significant portfolio activity during the month, but redemption requests at the mid-month valuation reduced the small remaining cash position leaving the fund fully invested as at month end.

Two key factors drove the performance of metals and mining stocks during November. First, the US\$ came under renewed selling pressure – a traditional spur to commodity prices in general, and precious metal and their associated mining stocks in particular. Evidence emerged of shifts away from the US\$ to the Euro in the official reserves of surplus nations, in particular OPEC members, and global capital markets began to price in falling US interest rates for 2007, whilst anticipating rising interest rates in Europe and Japan. The second key factor remains the buoyant cash flow of mining companies leading to the prospect of further corporate activity. Mergers and acquisitions continue to look more financially appealing than physical exploration and exploitation.

Outlook

As the markets slow down ahead of Christmas and New Year the supportive background for commodities and mining stocks, in particular, remains in place. The market volatility experienced earlier in the year has shaken out some of the more speculative money, creating a firmer foundation for prices. Although US growth has slowed, the risks of a hard landing seem to be fading and confidence is building in Mr Bernanke's stewardship of the Federal Reserve. This, combined with the ongoing supply/demand imbalances in many commodity markets provides for high levels of confidence.

To all investors and friends – Merry Christmas and a happy, healthy and prosperous 2007

Fund Statistics

CAGR (before all fees)	25.1% pa
CAGR (after all fees)	23.1% pa
Number of Months	45
Number of "Up" Months	28
Average "Up" Month	+7.6%
Number of "Down" Months	17
Average "Down" Month	-6.1%
Largest Monthly Rise	+22.1 (September 2005)
Largest Monthly Fall	-19.4% (April 2004)
Number of stock positions	66
Unlisted stock positions	3
Largest stock position	4.7%

Investment Driven Major Buys and Sales

Net Buys	Net Sales
None	None

Top 10 Holdings

- | | |
|---------------------|------------------------|
| 1. Nevsun Resources | 6. Ballarat Goldfields |
| 2. African Minerals | 7. Bema Gold |
| 3. Euro Goldfields | 8. DRD Gold |
| 4. Harmony Gold | 9. Banro Corp |
| 5. AngloGold | 10. Straits Resources |

Performance in USD (for initial investors)

	28/2/03	30/11/06	% ch
P&C Gold Fund (Gross NAV)	1000	2534.62	+125.35%
Value of \$1,000 invested (after all fees)	1000	2360.29	+123.60%
FTSE Gold Mines Index	1190.83	2533.29	+112.73%
Gold Bullion	349.95	648.00	+85.17%
Silver Bullion	4.60	13.96	+203.48%
Palladium Bullion	241.50	331.25	+37.16%
Platinum	683.50	1188.25	+73.85%

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%	-10.0%	-5.4%	-2.56%	1.15%	-8.11%	9.02%	5.40%		22.31%

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

Performance in USD (for initial investors) and Asset Allocation

