

P&C Global Gold and Natural Resources Fund

Monthly Investors Report as at 30 April 2007

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 30/4/07

NAV Pre Perf Fees: USD 2,578.28

Min Investment: USD 100,000

Size of Fund: USD 24.4mn

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 30/4/07)

Metal resource shares: 103.0%

Silver: 0.1%

Cash (net): -3.1%

Fund Commentary

The fund's NAV rose 3.8% in April, even as gold mining shares gave back most of their gains in the first half of the month by month end. Gold bullion rose 2.2% in April, silver rose 0.2% thereby stabilising after the sharp price fall in March, palladium rose 5.6% and platinum advanced by 3.5%. The FTSE Gold Mines Index closed up just 0.2% over the course of the month.

There were no significant purchases or sales in the underlying investment portfolio during April.

The fund's investment advisers continue to recommend a focus on small and mid-cap gold mining stocks. The larger gold producers are, by comparison, unattractive due to the ever increasing capital outlays required simply to maintain production levels and the continued drag of earlier hedging sales. This explains the low exposure to large cap stocks and, in particular, South African stocks in the fund. Nevertheless the advisers remain confident that the gold price is well underpinned by both de-hedging activity from producers as well as strong demand from the new Exchange Traded Fund vehicles. Even though the aggregate volume of hedged sales has halved since 1999 it still stands at c. 40 mln ounces which is approximately 65% of annual gold production.

Within the fund the largest stock holdings are generally in companies which the investment adviser believes are due to benefit from both a general re-rating and are highly leveraged to a rising gold price. Companies with exposure to platinum are also favoured.

Outlook

Supply and demand conditions remain favourable for gold. Small and mid-sized gold mining companies with high quality assets are due a market re-rating. Debt reduction strategies and reduced production hedging are creating the conditions for sharp share price increases on any upward move in the underlying gold price.

Fund Statistics

CAGR (before all fees)	22.9% pa
CAGR (after all fees)	20.4% pa
Number of Months	50
Number of "Up" Months	31
Average "Up" Month	+7.2%
Number of "Down" Months	19
Average "Down" Month	-5.8%
Largest Monthly Rise	+22.1 (September 2005)
Largest Monthly Fall	-19.4% (April 2004)
Number of stock positions	56
Unlisted stock positions	2
Largest stock position	7.0%

Investment Driven Major Buys and Sales

Net Buys	Net Sales
None	None

Top 10 Holdings

- | | |
|------------------------------|---------------------------|
| 1. Oceana Gold | 6. Straits Resources |
| 2. Ivanhoe Nickel & Platinum | 7. Kingsgate Consolidated |
| 3. Euro Goldfields | 8. Perseverance Corp |
| 4. Nevsun Resources | 9. Sino Gold |
| 5. Lihir Gold | 10. Golden Star |

Performance in USD (for initial investors)

	28/2/03	30/4/07	% ch
P&C Gold Fund (Gross NAV)	1000	2578.28	+125.78%
Value of \$1,000 invested (after all fees)	1000	2327.25	+123.27%
FTSE Gold Mines Index	1190.83	2310.95	+94.06%
Gold Bullion	349.95	678.45	+93.87%
Silver Bullion	4.60	13.41	+191.52%
Palladium Bullion	241.50	373.25	+54.55%
Platinum	683.50	1286.00	+88.15%

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%	-2.15%	19.68%
2007	-2.99%	1.94%	1.27%	3.80%									3.95%

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

Performance in USD (for initial investors) and Asset Allocation

