

P&C Global Gold and Natural Resources Fund

Monthly Investors Report as at 30 April 2008

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 30/04/08	
NAV Pre Perf Fees:	USD 2,394.04
Min Investment:	USD 100,000
Size of Fund:	USD 19.5mn
Type of Fund:	Cyprus private fund under International Collective Investment Scheme Law No 47(1) 1999 of Cyprus
Fund Manager:	P&C Global Fund Management Limited, Cyprus
Sub-Manager:	Butterfield Asset Management, Bermuda
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 30/04/08)

Metal resource shares:	102.25%
Silver:	0.05%
Cash (net):	-2.30%

Fund Commentary

The Fund fell -9.0% in April. The FTSE Gold Mines Index fell -8.9%. Gold bullion ended the month -4.3% weaker at US\$877.6/oz.

Market Highlights: Apart from the fall in the gold price in April, there was also some profit taking following the precious metals complex's out performance in Sub Prime Q108. A number of other negatives weighed on golds. Some were company specific, such as production downgrades (Sino Gold) and temporary closures (Coeur d'Alene). Other sound bytes were political. Ghana seeks higher royalties from gold mines. Ecuador prohibits mining for 6 months (Aurelian Resources). Venezuela both denied (Crystallex) and rescinded (Gold Reserve) mining permits.

But the fundamental news flow continues strong. Takeover / M&A activity is heating up in the sector (bids for Frontier Pacific Mining by Eldorado Gold Corp, for Yukon Zinc by both Griffin Mining and a Chinese consortium, for Jinshan Mining by China National Gold Corp, for Coal of Africa by Arcelor Mittal).

Above all, gold producers are experiencing strong margin expansion at the current gold price. Baker Steel report that "between 2006 and 2007 the operating margin increased from US\$286/oz to US\$298/oz, a difference of +4%. Assuming a conservative 20% increase in operating costs, this operating margin has increased to US\$400/oz in 2008, a 34% improvement....both Harmony and Gold Fields....are on prospective p/e's in the low teens, putting them on a discount to the general stock market – virtually unheard of in the gold sector."

An increase in M&A activity in the intermediate and emerging producer segment, where your fund is absolutely loaded, should be extremely positive for us.

Though it may feel hard to bite do so, corrections of this sort are opportunities to add to positions in gold shares. Where investors missed the early part of our multi year gold bull market (the majority position, we suggest), we suggest they "dollar average" in at these levels. Above all, gold shares have underperformed gold bullion and this is where the real opportunity lies.

Fund Statistics

CAGR	17.01%
Number of Months	62
Number of "Up" Months	39
Average "Up" Month	+7.0%
Number of "Down" Months	23
Average "Down" Month	-6.22%
Largest Monthly Rise	+22.1 (September 2005)
Largest Monthly Fall	-19.4% (April 2004)
Number of stock positions	54
Unlisted stock positions	1
Largest stock position	5.8%

Investment Driven Major Buys and Sales

Net Buys

Andina Minerals
Barrick Gold
Detour Gold

Net Sales

Banro Corp
Frontier Pacific Mining
Far East Energy
Apex Silver

Top 10 Holdings

1. Ivanhoe Nickel & Platinum	6. Lingbao Gold
2. Streettracks Gold Trust (ETF)	7. Yamana Gold
3. IAM Gold Corp	8. Eldorado Gold
4. QGXLTD	9. Barrick Gold
5. Nevsun Resources	10. Pan Amer Silver

Performance in USD (for initial investors)

	28/2/03	30/04/08	%ch
P&C Gold Fund (Gross NAV)	1000	2394.04	+139.4%
FTSE Gold Mines Index	1190.83	2749.15	+130.86%
Gold Bullion	349.95	877.60	+150.8%
Silver Bullion	4.60	16.86	+266.5%
Palladium Bullion	241.50	422.8	+75.1%
Platinum	683.50	2043.40	+199.0%

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%	19.7%
2007	-2.99%	1.94%	1.27%	3.80%	0.57%	1.53%	-2.01%	-12.08%	21.11%	11.1%	-11.0%	3.0%	12.8%
2008	0.17%	8.8%	-12.7%	-9.0%									-14.3%

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

Performance in USD (for initial investors)

P&C Fd (NAV for Initial Investors)

