

***i* Capital Global Fund**

**Annual Report
for the financial year ended
30 April 2009**

i CAPITAL GLOBAL FUND
(incorporated in the Cayman Islands)

ANNUAL REPORT
For the financial year ended 30 April 2009

Contents

	Page
Annual Report of the Fund Manager	1
Statement by Directors	3
Independent Auditor's Report	4
Income Statement	5
Balance Sheet	6
Statement of Changes in Equity	7
Statement of Changes in Net Assets Attributable to Holders of Participating Shares	8
Cash Flow Statement	9
Notes to the Financial Statements	10
Schedule of Securities	23
Other Information	24
Directory for the Fund	25

i Capital Global Fund

Annual Report of the Fund Manager
for the financial year ended 30 April 2009

Performance

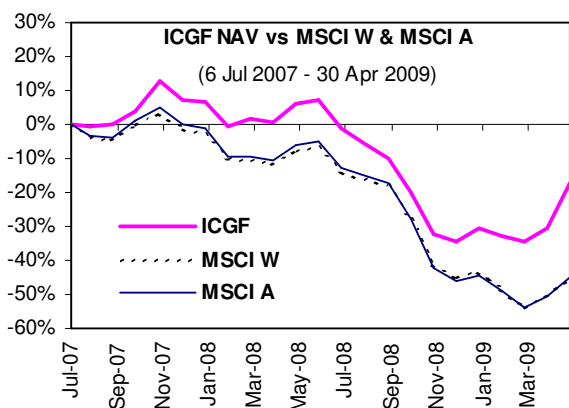
This is the 4th Quarterly and Annual Report of the *i* Capital Global Fund for the financial year ended 30 April 2009.

In the twelve months ended 30 April 2009, the net asset value (NAV) of the *i* Capital Global Fund fell 21.9% or US\$233.31 from US\$1,063.791 to US\$830.481 per share. In the same period, the Morgan Stanley World Index ⁽¹⁾ plunged 40.8% and the Morgan Stanley All Country Index ⁽²⁾ dived 41.2%.

Between 6 July 2007 and 30 April 2009, the net asset value (NAV) of the *i* Capital Global Fund fell 16.95% or US\$169.519 from US\$1,000.000 to US\$830.481 per share. In the same period, the Morgan Stanley World Index ⁽¹⁾ plunged 45.25% and the Morgan Stanley All Country Index ⁽²⁾ slumped 44.79%.

The performance of your Fund, since its inception in July 2007, is best seen visually. Figure 1 shows the NAV of the *i* Capital Global Fund against the performance of the two MSCI benchmark indices since its launch. As can be seen, your Fund has consistently outperformed the two MSCI benchmark indices.

Figure 1



As you may know, your Fund was launched just before the financial markets and economies were adversely affected by the US-led financial crisis. Instead of expecting that the global economy and financial markets would collapse precipitously, Capital Dynamics (S) Pte Ltd, as the fund manager, consistently took advantage of the panicky pessimism and irrational selling. At the end of October 2008, your Fund had about US\$12.38 million in cash.

This dropped to slightly over US\$6.22 million by end January 2009. As a result of our continuous buying, by 30 April 2009, your Fund was about 92.1% invested and had cash of only US\$2.65 million.

Although with hindsight this looks like the right decision to make, it was the fund manager's belief in value investing that enabled our convictions to be right.

In the 2009 financial year, your Fund sold all its investments in Diamond Offshore, an oil services company listed on the NYSE, Oil Search, an oil company listed on the ASX and Sonic Healthcare, a healthcare group listed on the ASX.

At the same time, in the same financial year, your Fund made two new investments. They are (1). Beijing Capital Land, a property development company listed on the HKEX and (2). Keppel Corporation, an oil-related conglomerate listed on the SGX.

Since 30 April 2008, your Fund has also bought additional shares of Bank of East Asia, Chaoda Modern Agriculture, RexLot (formerly Rex Capital), St Galler Kantonalbank and Tesco. After selling Oil Search on 4 July 2008, your Fund bought back the shares of Oil Search when its price became attractive again in October 2008.

The portfolio of your Fund is spread across 13 companies that are engaged in a wide range of business activities – see the Schedule of Securities on page 23. The top 5 investments as at 30 April 2009 are RexLot, Shanghai Industrial Holdings, Oil Search, Keppel Corporation and Beijing Capital Land. They make up 54% of the total assets.

Subsequent to 30 April 2009, your Fund has sold all its holdings of Oil Search and made additional investments in Porsche and invested in New World Department Store, a China retailer listed on the Hong Kong stock exchange.

By 30 September 2009, the cash level was about 2.93% of your Fund's net asset value and its cash is held in a basket of currencies.

Strategy

The last twelve months must have been extremely excruciating for many people, including our shareowners. However, as the global economy recovers, as equity markets regain normalcy, as the poor times gradually fade from our memories, it is a good time to take stock of what investing is all about.

In a bear market, especially one that is as panicky as the 2007-2009 bear market, it is easy to lose perspective. Mindful of this, in the annual report for financial year 2008, dated 16 September 2008, I reminded shareowners that :

“Bull markets can only start from bear markets.”

Secondly, our approach to investing is consistent, simple and time tested. In the 2nd quarterly report for financial year 2009, dated 30 March 2009, I wrote :

“For many, risk management and risk control only take place when a crisis has developed. For the i Capital Global Fund, risk management is contained within our sound, rational investment framework that is anchored on value investing. The inherent nature of stock markets is that it will always go up and down and up. Value investing does not guarantee that the value of your investment will not fluctuate. It certainly will and at times, in a volatile fashion. However, value investing allows us to focus on the right drivers of a business, which are typically longer-term in nature.”

Then, in the 3rd quarterly report for financial year 2009, dated 30 June 2009, I advised our shareowners that :

“Investing in such conditions typically creates low risk, high return types of investment. Investors often do not realise that high risk does not lead to high return. They typically lead to no return or even losses”.

We have the right investment framework, we stick to the right investment philosophy and we have a Fund that is conservative. In the 1st quarter report for financial year 2009, dated 10 January 2009, I reminded our shareowners of the following :

“The US-led financial crisis has quickly resulted in global financial and economic panic and it has in the process revealed many risks and weaknesses that have long been foreseen by the Fund Manager of the i Capital Global Fund. Bernard Madoff apparently had a secret black box for his investing “success”. We stick to the conservative philosophy of value investing. Adolf Merckle, one of Germany’s richest men, sold short VW shares and lost his fortune and his life. In contrast, the i Capital Global Fund stays away from short-selling. While others suffer from credit squeeze, the balance sheet of the i Capital Global Fund has zero borrowings. Such is the conservative approach of your Fund.”

With this powerful combination, it is thus not surprising that the performance of your Fund is world-class. Table 1 below shows the performance of the i Capital Global Fund compared with the 42 equity markets that it can invest in.

CSE (Sri Lanka)	16.43%	ASX200 (Australia)	-25.44%
Sensex (India)	14.45%	ShangHai (China)	-26.50%
ICGF	14.08%	DAX (Germany)	-29.49%
IDX (Indonesia)	10.80%	S&P 500 (US)	-30.88%
Bovespa (Brazil)	8.99%	SMI (Swiss)	-31.74%
SSE (Chile)	6.13%	OMXSPI - SAX (Sweden)	-32.81%
ISE (Turkey)	-3.98%	KSE (Pakistan)	-33.15%
HSI (Hong Kong)	-7.00%	RTSI (Russia)	-36.47%
BOLSA (Mexico)	-9.81%	OSE (Norway)	-37.51%
KOSPI (S. Korea)	-10.10%	CAC40 (France)	-37.81%
ShenZhen (China)	-10.97%	Copenhagen IDX (Denmark)	-38.90%
KLCI (Malaysia)	-12.50%	HOSE (Vietnam)	-42.52%
SET (Thailand)	-13.85%	PSI 20 (Portugal)	-43.29%
JSE (S. Africa)	-14.74%	AEX (Netherlands)	-43.90%
TWSE (Taiwan)	-18.27%	NIKKEI (Japan)	-44.14%
NASDAQ (US)	-20.40%	FTSE MIB (Italy)	-44.48%
IBEX 35 (Spain)	-21.93%	OMX Helsinki (Finland)	-45.20%
TSX Comp (Canada)	-22.13%	BFX (Belgium)	-46.43%
FTSE 100 (UK)	-23.26%	ASE (Greece)	-46.79%
STI (Singapore)	-24.97%	ATX (Austria)	-46.95%
NZX (New Zealand)	-25.16%	LuxX Index (Luxembourg)	-47.10%
PSEI (Phillipines)	-25.33%	ISEQ (Ireland)	-64.58%

In this recession, Asia, spearheaded by China, led the global economy in recovering. As I had explained about the i Capital Long Boom before, such a development is not surprising and is healthy. It makes the global economy more balanced.

As the global economy enters a new exciting era, one should look forward to the many better years ahead. While one cannot deny the seriousness of the US-led financial crisis, one can also not deny the immense importance of China’s once-in-a-millennium transformation. While we will on behalf of the i Capital Global Fund, be constantly looking out for the many investing opportunities being thrown up by this, as your fund manager, we will stick to our time tested “Intelligently Eclectic” value investing style.

Tan Teng Boo
Capital Dynamics (S) Pte Ltd
23 October 2009

- (1): This index comprises prices from 23 developed countries.
(2): This index comprises prices from 48 countries, including China.

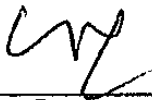
/ CAPITAL GLOBAL FUND

STATEMENT BY DIRECTORS

In the opinion of the directors,

- (a) the financial statements of *i* Capital Global Fund (the "Fund") as set out on pages 3 to 19 are drawn up so as to give a true and fair view of the state of affairs of the Fund at 30 April 2009 and of the results of the business, changes in equity, changes in net assets attributable to holders of participating shares and cash flows of the Fund for the financial year ended 30 April 2009; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they fall due.

On behalf of the directors,



Tan Teng Boo
Director

30 September 2009



Sim Blow Ming Myra
Director

30 September 2009

**Independent Auditor's Report
To the Shareholders and Board of Directors of the i Capital Global Fund**

We have audited the accompanying financial statements of i Capital Global Fund (the "Fund") set out on pages 3 to 19 which comprise the balance sheet as at 30 April 2009 and the income statement, statement of changes in equity, statement of changes in net assets attributable to holders of participating shares and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

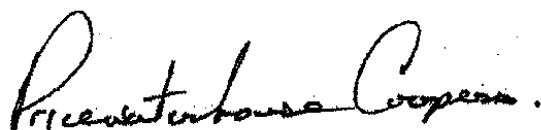
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of i Capital Global Fund as of 30 April 2009, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.



30 September 2009

i CAPITAL GLOBAL FUND

INCOME STATEMENT

For the financial year ended 30 April 2009

	Note	2009 US\$	For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008 US\$
Income			
Dividend income		816,946	435,146
Interest income	4	56,975	588,390
Net foreign exchange (loss)/gain		(45,038)	533,539
Other net changes on financial assets and financial liabilities at fair value through profit or loss	6	(9,280,584)	1,201,681
Total (loss)/income		(8,451,701)	2,758,756
Expenses:			
Performance fees	11	-	299,199
Management fees	11	482,379	414,961
Administrative & Custodian fees	11	61,812	47,961
Audit fees		18,334	17,886
Other operating expenses		14,452	69,773
Total operating expenses		576,977	849,780
Operating (loss)/profit		(9,028,678)	1,908,976
Interest expense		(288)	(258)
Total finance costs		(288)	(258)
(Loss)/profit before tax		(9,028,966)	1,908,718
Withholding tax on dividends and other investment income		(54,530)	(71,763)
(Decrease)/increase in net assets attributable to holders of participating shares from operations (at bid market prices)		(9,083,496)	1,836,955
Adjustment from bid market prices to last traded market prices	12	194,169	31,809
(Decrease)/increase in net assets attributable to holders of participating shares from operations (at last traded market prices)		(8,889,327)	1,868,764

The accompanying notes form an integral part of these financial statements.

i CAPITAL GLOBAL FUND

BALANCE SHEET

As at 30 April 2009

	Note	2009 US\$	2008 US\$
ASSETS			
Current Assets			
Financial assets at fair value through profit or loss	5	32,328,435	28,084,042
Other receivables	8	356,000	53,143
Cash and cash equivalents	7	2,649,043	11,870,972
Total Assets		35,333,478	40,008,157
Equity			
Management shares	10	10	10
Total Equity		10	10
LIABILITIES			
Current Liabilities			
Accrued expenses and other payables	9	241,829	85,318
Liabilities (excluding net assets attributable to holders of participating shares)		241,829	85,318
Net assets attributable to holders of participating shares (at bid market prices)	12	35,091,639	39,922,829
Represented by:			
Net assets attributable to holders of participating shares (at last traded market prices)		35,317,617	39,954,638
Adjustment from bid market prices to last traded market prices	12	(225,978)	(31,809)
Net assets attributable to holders of participating shares (at bid market prices)		35,091,639	39,922,829
Net assets value per holders of participating shares at bid market prices, based on 42,527 shares (2008: 37,559 shares) outstanding		825.17	1,062.94

The accompanying notes form an integral part of these financial statements.

i CAPITAL GLOBAL FUND

STATEMENT OF CHANGES IN EQUITY
For the financial year ended 30 April 2009

	Note	2009		For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008	
		Number of shares	US\$	Number of shares	US\$
Equity at beginning of the year/period		10	10	1	1
Issue of management shares		-	-	9	9
Equity at end of financial year/period	10	10	10	10	10

The accompanying notes form an integral part of these financial statements.

i CAPITAL GLOBAL FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF PARTICIPATING SHARES

For the financial year ended 30 April 2009

	2009		For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008	
	Number of shares	US\$	Number of shares	US\$
Net assets attributable to holders of participating shares at the beginning of the year/period (at last traded market prices)	37,559	39,954,638	-	-
Issue of participating shares during the year/period	5,220	4,427,016	37,559	38,085,874
Redemption of participating shares during the year/period	(252)	(174,710)	-	-
Net increase from share transactions	4,968	4,252,306	37,559	38,085,874
(Decrease)/increase in net assets attributable to holders of participating shares from operations (at last traded market prices)	-	(8,889,327)	-	1,868,764
Net assets attributable to holders of participating shares at end of the year/period (at last traded market prices)	42,527	35,317,617	37,559	39,954,638

The accompanying notes form an integral part of these financial statements.

i CAPITAL GLOBAL FUND

CASH FLOW STATEMENT

For the financial year ended 30 April 2009

	Note	For the financial period from 6 February 2007 (date of incorporation) to 30 April	
		2009 US\$	2008 US\$
Cash flows from operating activities			
(Decrease)/increase in net assets attributable to holders of participating shares from operations (at last traded market prices)		(8,889,327)	1,868,764
Adjustment for:			
Bid market prices to last traded market prices		(194,169)	(31,809)
Dividend income		(816,946)	(435,146)
Interest income		(56,975)	(588,390)
Tax expense		54,530	71,763
Interest expense		288	258
Operating cash flow before working capital changes		(9,902,599)	885,440
Changes in operating assets and liabilities			
Net increase in financial assets at fair value through profit or loss		(4,244,393)	(28,084,042)
Net increase in other assets		-	(10)
Net increase in other liabilities		156,511	85,318
Cash used in operations		(13,990,481)	(27,113,294)
Dividend received, net of withholding tax		458,468	311,341
Interest received		58,066	587,299
Net cash used in operating activities		(13,473,947)	(26,214,654)
Cash flows from financing activities			
Interest paid		(288)	(258)
Proceeds from participating shares issued		4,427,016	38,085,874
Redemption of participating shares		(174,710)	-
Proceeds from management shares issued		-	10
Net cash provided by financing activities		4,252,018	38,085,626
Net (decrease)/increase in cash and cash equivalents held		(9,221,929)	11,870,972
Cash and cash equivalents at the beginning of the financial year/period		11,870,972	-
Cash and cash equivalents at the end of the financial year/period	7	2,649,043	11,870,972

The accompanying notes form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General information

i Capital Global Fund (the "Fund") is an open-ended investment company incorporated as an exempt limited liability company under the Companies Law (Revised) of the Cayman Islands on 6 February 2007. The Fund commenced operations on 6 July 2007.

Investment objective

The primary objective of the Fund is long term capital appreciation of its investments, whilst dividend and/or interest income from these investments would be of secondary consideration.

The Fund will primarily invest in a managed portfolio of securities, which includes shares, stocks, warrants and bonds issued by companies listed in the stock markets of countries shown below, and may be revised by the Investment Manager at its discretion from time to time.

Countries that the Fund will be investing in

<u>Oceania</u>	<u>North America</u>	<u>Asia</u>	<u>Europe</u>	<u>South America</u>	<u>Africa</u>
Australia New Zealand	Canada Mexico United States	China Hong Kong India Indonesia Japan Korea(South) Malaysia Pakistan Philippines Russia Singapore Sri Lanka Taiwan Thailand Turkey Vietnam	Austria Belgium Denmark Finland France Germany Greece Ireland Italy Luxembourg Netherlands Norway Portugal Spain Sweden Switzerland United Kingdom	Brazil Chile	South Africa

The Fund will select a company as an investee where there is a disparity between the company's market price and its intrinsic value. The Fund may also invest in cash deposits and/or in short term obligations in order to have funds available for general corporate purposes. The Fund will not invest in other collective investment vehicles.

The Fund's investment activities are managed by Capital Dynamics (S) Private Limited (the "Investment Manager"). The Fund's administration is delegated to HSBC Trustee (Cayman) Limited (the "Administrator"). The Administrator has retained HSBC Institutional Trust Services (Singapore) Limited as the Administrator's Agent. The registered office of the Fund is P.O. Box 484 Strathvale House North Church Street George Town Grand Cayman KY1-1106, Cayman Islands.

The financial statements were authorised for issue by the directors on 30 September 2009.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied, unless otherwise stated.

2.1 Basis of preparation

The accompanying financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"). These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Board of Directors to exercise its judgement in the process of applying the Fund's accounting policies. There were no significant assumptions and estimates made by the Directors for the preparation of the financial statements for the financial year ended 30 April 2009.

Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Fund

The following standards and amendments to existing standards have been published and are mandatory for the Fund's accounting periods beginning on or after 1 May 2009 or later periods, but the Fund has not early adopted them:

- IAS 39 (Amendment), 'Financial instruments: Recognition and measurement' (effective from 1 January 2009). The amendment is part of the IASB's annual improvement project published in May 2008.

The definition of financial asset or financial liability at fair value through profit or loss as it relates to items that are held for trading is also amended. This clarifies that a financial asset or liability that is part of a portfolio of financial instruments managed together with evidence of an actual recent pattern of short-term profit taking is included in such a portfolio on initial recognition.

The Fund will apply the IAS 39 (Amendment) from 1 May 2009. However, it is not expected to have an impact on the Fund's income statement.

- IAS 1 (Revised), 'Presentation of financial statements' (effective from 1 January 2009). The revised standard will prohibit the presentation of items of income and expenses (that is, 'non-owner changes in equity') in the statement of changes in equity, requiring 'non-owner changes in equity' to be presented separately from owner changes in equity. All non-owner changes in equity will be required to be shown in a performance statement, but entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income). Where entities restate or reclassify comparative information, they will be required to present a restated balance sheet as at the beginning comparative period in addition to the current requirement to present balance sheets at the end of the current period and comparative period. The Fund will apply IAS 1 (Revised) from 1 May 2009, and it is likely the Fund will present solely a statement of comprehensive income. This change is not expected to significantly change the presentation of the Fund's performance statement.
- IAS 1 (Amendment), 'Presentation of financial statements' (effective from 1 January 2009). The amendment is part of the IASB's annual improvement project published in May 2008. The amendment clarifies that some rather than all financial assets and liabilities classified as held for trading in accordance with IAS 39, 'Financial instruments: Recognition and measurement', are examples of current assets and liabilities respectively. The Fund will apply the amendments from 1 May 2009. However, it is not expected to have an impact on the Fund's financial statements.
- IAS 32 (Amendment), 'Financial instruments: Presentation', and IAS 1 (Amendment), 'Presentation of financial statements' - 'Puttable financial instruments and obligations arising on liquidation' (effective from 1 January 2009). The amended standards require entities to classify puttable financial instruments and instruments, or components of instruments that impose on the entity an obligation to deliver to another party a pro rata share of the net assets of the entity only on liquidation as equity, provided the financial instruments have particular features and meet specific conditions. The Fund will apply the IAS 32 and IAS 1 (Amendment) from 1 May 2009. It is not expected to have any impact on the Fund's financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

2. Summary of significant accounting policies (continued)

2.1 Basis of preparation (continued)

- On 5 March 2009, the IASB has issued Improving Disclosures about Financial Instruments (Amendments to IFRS 7). The amendments require enhanced disclosures about fair value measurements and liquidity risk. Among other things, the new disclosures establish a three-level hierarchy for making fair value measurements:

1. quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
2. inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (ie as prices) or indirectly (ie derived from prices) (Level 2); and
3. inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3). Additional disclosures including a measure of sensitivity to a change in input data is required for Level 3.

The Fund will apply the amendments from 1 May 2009. However, it is not expected to have an impact on the Fund's financial statements.

2.2 Foreign currency translation

(a) Functional and presentation currency

The primary activity of the Fund is to invest in global equities which have strong fundamentals and good growth potential. The performance of the Fund is measured and reported to the investors in US Dollar. The Investment Manager considers the US Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Fund's functional and presentation currency is the US Dollar.

(b) Transactions and balances

Foreign currency transactions are translated into the US Dollar using the exchange rates prevailing at the dates of the transactions. Foreign currency monetary assets and liabilities are translated into the US Dollar at the rates of exchange prevailing at the balance sheet date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year/period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement. Translation differences on non-monetary financial assets and liabilities such as equities at fair value through profit or loss are recognised in the income statement within the fair value net gain or loss.

2.3 Financial assets at fair value through profit or loss

(a) Classification

The Fund classifies its investments in debt and equity securities as financial assets at fair value through profit or loss. These financial assets are designated by the Board of Directors at fair value through profit or loss at inception.

Financial assets designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Investment Manager and the Board of Directors to evaluate the information about these financial assets on a fair value basis together with other related financial information.

(b) Recognition/derecognition

Regular-way purchases and sales of investments are recognised on the trade date – the date on which the Fund commits to purchase or sell the investment. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

(c) Measurement

Financial assets at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed in

(d) Fair value estimation

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. The quoted market price used for financial assets held by the Fund is the current bid price.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

2. Summary of significant accounting policies (continued)

2.4 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

2.5 Cash and cash equivalents

Cash and cash equivalents include cash held with banks and fixed deposits.

2.6 Receivables

Receivables are recognised initially at fair value plus transaction costs that are directly attributable to their acquisition or origination. They are subsequently re-measured at amortised cost using the effective interest method, less provision for impairment.

2.7 Payables

Payables are recognised initially at fair value and subsequently stated at amortised cost. The difference between the proceeds and the amount payable is recognised over the period of the payable using the effective interest method.

2.8 Provisions

Provisions are recognised when the Fund has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

2.9 Interest income and dividend income

Interest income is recognised on a time proportion basis using the effective interest method.

Dividend income is recognised when the right to receive payment is established.

2.10 Taxation

The Fund is domiciled in the Cayman Islands. Under the current laws of the Cayman Islands, there is no income, estate, corporation, capital gains or other taxes payable by the Fund.

The Fund currently incurs withholding tax imposed by certain countries on investment income. Such income is recorded gross of withholding tax in the income statement.

2.11 Participating shares

The Fund issues participating shares, which may be redeemed by the holder serving notice on the Fund after the expiry of the holder's commitment period in the Fund, and are classified as financial liabilities. Participating shares can be put back to the Fund on any dealing day for cash equal to a proportionate share of the Fund's net asset value. The participating share is carried at the redemption amount that is payable at the balance sheet date if the holder exercises the right to put the share back to the Fund.

Participating shares are issued and redeemed at the holder's option at prices based on the Fund's net assets value per share at the time of issue or redemption. The Fund's net asset value per share is calculated by dividing the net assets attributable to the holders of participating shares with the total number of outstanding participating shares. In accordance with the provisions of the Fund's regulations, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per share for subscriptions and redemptions.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

2. Summary of significant accounting policies (continued)

2.12 Share Capital

Management shares are not redeemable, do not participate in the net income or dividends of the fund and are classified as equity, as per the Fund's articles of association.

2.13 Interest expense

Interest expense is recognised on a time-proportionate basis using the effective interest method when the obligation to make payment is established.

2.14 Net asset value per share

The net asset value per share is calculated by dividing the net assets attributable to holders of participating shares of the Fund by the number of participating shares in issue at the balance sheet date.

2.15 Comparatives

The comparatives, which is in respect of a period from 6 February 2007 (date of incorporation) to 30 April 2008 and which is in excess of one year, are not comparable to the financial statements for year ended 30 April 2009.

3. Financial risk management

3.1 Strategy in using financial instruments

In the ordinary course of business, the Fund may be exposed to a variety of risks including but not limited to interest rate, market, currency, credit, concentration and liquidity risks as described more fully in the Private Placement Memorandum. The Investment Manager attempts to minimise the risks by employing a detailed research based, fundamentally driven, bottom up research process.

3.2 Market price risk

The Fund trades in financial instruments, taking positions in traded instruments. The value of these investments may change adversely due to changes in market conditions such as volatility in the prices, thereby adversely affecting the Fund.

The Fund cannot engage in short sales and borrowings. Thus, losses from purchases cannot exceed the total amount invested.

	2009		2008	
	Fair value US\$	% of net assets valued at bid market price	Fair value US\$	% of net assets valued at bid market price
Securities designated at fair value through profit or loss	32,328,435	92.13	28,084,042	70.35

The largest single holding accounts for 14% (2008: 23%) of the fair value above and relates to an investment in the shares of a finance company (2008: an automobile company).

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

3. Financial risk management (continued)

Sensitivity Analysis

At 30 April 2008 and 2009, the overall net market exposure of the Fund's securities investments are as follows:

	2009		2008	
	Fair value US\$	% of net assets values at bid market price	Fair value US\$	% of net assets values at bid market price
Australia	3,769,011	10.74	3,377,412	8.46
Singapore	3,734,211	10.64	281,931	0.71
Germany	2,512,323	7.16	6,456,905	16.17
Great Britain	3,458,406	9.86	3,153,881	7.90
Hong Kong	16,533,544	47.12	11,680,987	29.26
Switzerland	2,320,940	6.61	1,878,826	4.71
United States of America	-	-	1,254,100	3.14
	32,328,435	92.13	28,084,042	70.35

The Investment Manager does not manage the Fund's investment strategy to track any particular index or external benchmark. The sensitivity analysis presented is based upon the portfolio composition as at 30 April 2009 and 2008, and the historical correlation of the securities comprising the portfolio to the respective indices. The composition of the Fund's investment portfolio and the correlation thereof to the respective indices, is expected to change over time. Accordingly, the sensitivity analysis prepared as of the balance sheet date is not necessarily indicative of the effect on the Fund's net assets of the future movements in the level of the indices.

At 30 April 2008 and 2009, had the prices for equity securities listed in the major above indices moved by reasonable possible percentage, with all other variables held constant, the net assets attributable to the holders of redeemable shares will increase/decrease by:

Indices, average monthly fluctuation as at 30 April 2009		Fair value US\$	Changes in net assets attributable to participating shareholders	
			If the index goes up US\$	If the index goes down US\$
Australia	AS51 Index, +2%/-2%	3,769,011	75,380	(75,380)
Germany	DAX Index, +4%/-4%	2,512,323	100,493	(100,493)
Great Britain	UKX Index, +2%/-2%	3,458,406	69,168	(69,168)
Hong Kong	HSI Index, +3%/-3%	16,533,544	496,006	(496,006)
Singapore	FSSTI, +5%/-5%	3,734,211	186,710	(186,710)

Indices, average monthly fluctuation as at 30 April 2008		Fair value US\$	Changes in net assets attributable to participating shareholders	
			If the index goes up US\$	If the index goes down US\$
Australia	AS51 Index, +3%/-3%	3,377,412	84,977	(84,977)
Germany	Dax Index, +1.5%/-1.5%	6,456,905	111,866	(111,866)
Great Britain	UKX Index, +1.5%/-1.5%	3,153,881	39,593	(39,593)
Hong Kong	HSI Index, +15%/-15%	11,680,987	1,709,738	(1,709,738)
Singapore	FSSTI, +3.5%/-3.5%	281,931	4,519	(4,519)

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

3. Financial risk management (continued)

3.3 Interest rate risk

The Fund may hold assets and liabilities that may be adversely affected by fluctuations in market interest rates. The Investment Manager monitors interest rate risk exposure from interest bearing products and the correlations of other investments with interest rates in order to evaluate the effect of interest rate changes on the investments. Any excess cash and cash equivalents are invested at short-term market interest rates.

	Up to 1 year US\$	Non- interest bearing US\$	Total US\$
At 30 April 2009			
Assets			
Financial assets at fair value through profit or loss	-	32,328,435	32,328,435
Other receivables	-	356,000	356,000
Cash and cash equivalents	2,649,043	-	2,649,043
Total assets	2,649,043	32,684,435	35,333,478
Liabilities			
Accrued expenses and other payables	-	241,829	241,829
Total liabilities (excluding net assets attributable to holders of participating shares)	-	241,829	241,829
Total interest sensitivity gap	2,649,043	32,442,606	35,091,649
At 30 April 2008			
Assets			
Financial assets at fair value through profit or loss	-	28,084,042	28,084,042
Other receivables	-	53,143	53,143
Cash and cash equivalents	11,870,972	-	11,870,972
Total assets	11,870,972	28,137,185	40,008,157
Liabilities			
Accrued expenses and other payables	-	85,318	85,318
Total liabilities (excluding net assets attributable to holders of participating shares)	-	85,318	85,318
Total interest sensitivity gap	11,870,972	28,051,867	39,922,839

As at 30 April 2009, total interest income from cash and cash equivalents represents 7% (2008: 21%), which is at market interest rate, of the total revenue of the Fund. Interest income does not constitute the principal income sources of the Fund and any interest rate shift will not significantly affect the Fund's income.

As at 30 April 2009, the fund does not hold any fixed deposits. In 2008, the cash and cash equivalents invested at short term market interest rates are mainly denominated in Euro. If the Euro interest rate had increased/decreased by 0.5% with all the other variables held constant, the net assets attributable to participating shareholders would be higher/lower by US\$50,765, as a result of higher/lower short-term market interest rates.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

3. Financial risk management (continued)

3.4 Credit risk

The Fund takes on exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. The value of assets exposed to credit risks are disclosed in the balance sheet, and it applies to cash and cash equivalents and other receivables. For transactions in listed securities which are settled/paid for upon delivery using approved brokers, the risk of default is considered minimal as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

The Investment Manager structures the level of the Fund's credit risk by undertaking transactions with approved brokers and other reputable financial institutions. The Fund's financial assets are also held in custody with established and approved counterparties. Financial assets are securities which are listed with reputable stock exchanges. As at the date of these financial statements, the Fund's financial assets at fair value through profit or loss and all the cash and cash equivalents are placed with the Hongkong and Shanghai Banking Corporation Limited, the custodian of the Fund. The S&P credit of the custodian at year end was AA- (2008: AA-).

3.5 Liquidity risk

The Fund is exposed to quarterly cash redemptions of redeemable shares after a commitment period of 12 months commencing from the date on which a shareholder is registered. The liquidity risk is managed by the Board's right to postpone redemptions if aggregating redemptions are more than 10 per cent of the total number of participating shares in issue.

The Fund invests in investments that are traded in active market and can be readily disposed. These listed securities are considered readily realisable, as they are listed on official stock exchanges.

In accordance with the Fund's policy, the Investment Manager monitors the Fund's liquidity position on a daily basis, and the Board of Directors reviews it on a quarterly basis.

The table below analysis the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal to their carrying balances, as the impact of discounting is not significant.

	1-3 months US\$	3-12 months US\$	Total US\$
At 30 April 2009			
Accrued expenses and other payables	241,829	-	241,829
Net assets attributable to holders of participating shares	32,657,585	2,660,032	35,317,617
<hr/>			
	1-3 months US\$	3-12 months US\$	Total US\$
At 30 April 2008			
Accrued expenses and other payables	85,318	-	85,318
Net assets attributable to holders of participating shares	29,274,254	10,680,385	39,954,638

In order to manage the Fund's overall liquidity, the Fund has the ability to postpone or suspend redemption requests. The Fund will take all reasonable steps to end any such period of postponement or suspension as soon as may be possible.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

3. Financial risk management (continued)

3.6 Currency risk

Exposure to currencies other than US dollar in the Fund may adversely affect the Fund due to changes in currency rates versus the US dollar. As the Fund could be investing in 42 markets with various currencies, it provides a natural hedge against a particular currency fluctuating. In addition, the Fund also incorporates macro-economic analysis, in which economic growth, interest and inflation rates are some of the fundamental factors.

The table below summarises the Fund's exposure to currency risks.

Concentration of assets and liabilities

	As at 30 April 2009							
	USD US\$	HKD US\$	EUR US\$	AUD US\$	GBP US\$	SGD US\$	Others US\$	Total US\$
Assets								
Financial assets at								
fair value through profit								
or loss	-	16,533,544	2,512,323	3,769,011	3,458,406	3,734,211	2,320,940	32,328,435
Other receivables	40,010	29,032	-	-	74,594	127,945	84,419	356,000
Cash at bank	2,478,697	510	92,195	45,496	31,962	-	183	2,649,043
Total assets	2,518,707	16,563,086	2,604,518	3,814,507	3,564,962	3,862,156	2,405,542	35,333,478
Liabilities								
Accrued expenses								
and other payables	228,260	-	-	-	30	13,539	-	241,829
Total liabilities								
(excluding net assets attributable to holders of participating shares)	228,260	-	-	-	30	13,539	-	241,829
Net currency exposure	2,290,447	16,563,086	2,604,518	3,814,507	3,564,932	3,848,617	2,405,542	35,091,649
As at 30 April 2008								
	USD US\$	HKD US\$	EUR US\$	AUD US\$	GBP US\$	SGD US\$	Others US\$	Total US\$
Assets								
Financial assets at								
fair value through profit								
or loss	1,254,100	11,680,987	6,456,905	3,377,412	3,153,881	281,931	1,878,826	28,084,042
Other receivables	9,635	-	1,091	-	42,417	-	-	53,143
Cash at bank	1,433,867	87,688	10,221,210	38,065	24,976	-	65,166	11,870,972
Total assets	2,697,602	11,768,675	16,679,206	3,415,477	3,221,274	281,931	1,943,992	40,008,157
Liabilities								
Accrued expenses								
and other payables	70,519	-	-	-	-	14,799	-	85,318
Total liabilities								
(excluding net assets attributable to holders of participating shares)	70,519	-	-	-	-	14,799	-	85,318
Net currency exposure	2,627,083	11,768,675	16,679,206	3,415,477	3,221,274	267,132	1,943,992	39,922,839

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

3. Financial risk management (continued)

3.6 Currency risk (continued)

Sensitivity Analysis

At 30 April 2008 and 2009, had the exchange rate between the USD and the major holding currencies increased/decreased by a reasonable possible change, with all other variables held constant, net assets attributable to participating shareholders would have increased/decreased by the amounts shown below.

Exchange rate, average monthly fluctuation as at 30 April 2009	Changes in net assets attributable to participating shareholders	
	Net Assets US\$	US\$
Hong Kong dollar, 0.05%	16,563,086	8,282
Euro, 1.00%	2,604,518	26,045
Australian Dollar, 1.50%	3,814,507	57,218
British Pound, 2.00%	3,564,931	71,299
Singapore Dollar, 1.00%	3,848,617	38,486

Exchange rate, average monthly fluctuation as at 30 April 2008	Changes in net assets attributable to participating shareholders	
	Net Assets US\$	US\$
Hong Kong dollar, 0.0100%	11,768,675	1,177
Euro, 1.2440%	16,679,206	207,489
Australian Dollar, 1.3320%	3,415,477	45,494
British Pound, 0.0487%	3,221,274	1,568
Singapore Dollar, 1.000%	267,132	2,671

3.7 Capital Management

The Fund's capital is represented by the net assets attributable to holders of participating shares. The Fund strives to invest the subscriptions of redeemable participating shares in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet shareholder redemptions.

3.8 Off-balance sheet risk

The Fund does not have exposure to financial instruments and agreements that are off-balance sheet.

4. Interest income

Interest from cash held at bank and in trading accounts	For the financial period from 6 February 2007 (date of incorporation) to 30 April	
	2009 US\$	2008 US\$
	56,975	588,390

5. Financial assets at fair value through profit or loss

	2009 US\$	2008 US\$
- Listed equity securities	32,328,435	28,084,042
Total financial assets at fair value through profit or loss	32,328,435	28,084,042

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

6. Other net changes on financial assets and liabilities at fair value through profit or loss

	2009 US\$	For the financial period from 6 February 2007 (date of incorporation) US\$
Other net changes on financial assets and liabilities at fair value through profit or loss		
- realised	312,395	7,154
- unrealised	(9,592,979)	1,194,527
	<u>(9,280,584)</u>	<u>1,201,681</u>

7. Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents for the Fund comprised the following:

	2009 US\$	2008 US\$
Cash held at bank	2,649,043	1,717,906
Fixed Deposits	-	10,153,066
Total cash and cash equivalents	<u>2,649,043</u>	<u>11,870,972</u>

8. Other receivables

	2009 US\$	2008 US\$
Interest receivable	-	1,091
Dividend receivable	355,990	52,042
Other receivables	10	10
	<u>356,000</u>	<u>53,143</u>

9. Accrued expenses and other payables

	2009 US\$	2008 US\$
Management fee payable	43,906	49,019
Administrative and custodian fee payable	4,391	13,971
Audit fee payable	17,539	18,693
Due to unitholder	174,710	-
Other operating expenses	1,283	3,635
	<u>241,829</u>	<u>85,318</u>

10. Share capital

(a) Authorised share capital

The authorised share capital of the Fund is US\$1,000,000 comprising 10 management shares of par value of US\$1 and 99,999,000 participating shares of par value of US\$0.01.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

10. Share capital (continued)

(b) Management shares

Management shares were issued to Tan Teng Boo, Director of the Fund. Management shares are not redeemable at the option of the holder. In the event of liquidation, holders of Management shares are entitled to the return of the nominal capital paid up on the Management Shares, after return of the nominal amounts paid-up on Participating Shares. Management Shares confer no other right to participate in the profits or assets of the Fund. Management shares are classified as equity in the Fund's balance sheet.

(c) Participating shares

Participating shares are voting and redeemable, after the commitment period of 12 months commencing from the date on which a shareholder is registered, at the shareholders' option. Ordinary shares are therefore classified as financial liabilities. The participating shares are entitled to dividends at the discretion of the Board of Directors. The distribution of these ordinary shares is recognised in the income statement as finance costs. The participating shares can be put back to the Fund in a manner described in the Private Placement Memorandum for cash equal to a proportionate share of the Fund's net asset value. The ordinary shares are carried at the redemption amount that is payable at the balance sheet date if the shareholders exercised their right to redeem their shares to the Fund.

11. Related-party transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The Fund pays the following fees to the Investment Manager in accordance with and as described in the Fund's Private Placing Memorandum.

	2009	2008
	US\$	US\$
Performance fees	-	299,199
Management fees	482,379	414,961
	<u>482,379</u>	<u>714,160</u>

(a) Performance fees

The Fund will pay to the Investment Manager a performance fee payable if the following two criteria are satisfied:

- (1) the appreciation in NAV of the Fund at the end of any Performance Period when compared with the NAV of the Fund at the beginning of the relevant Performance Period is higher than the hurdle AROR; and
- (2) the NAV of the Fund as at the end of any Performance Period is higher than the Benchmark NAV (as defined herein).

Such fee shall be equal to 20% of the difference between the NAV of the Fund as at the end of the Performance Period and the hurdle AROR of the fund in respect of the period in question.

For purposes of this section:

"Hurdle AROR" is the notional appreciation in NAV of the Fund represented by multiplying the NAV of the Fund at the beginning of any Performance Period by 6 per cent, but making adjustments to take into account the subscriptions and redemptions of the Fund during the relevant Performance Period.

"Benchmark NAV" is the notional NAV of the Fund calculated based on the NAV of the Fund as at the Initial Closing Date compounded by 6 per cent annually.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 April 2009

11. Related-party transactions (continued)

(b) Management fees

The Fund is managed by Capital Dynamics (S) Pte Ltd (the “Investment Manager”), a company incorporated with limited liability in Singapore. Under the terms of the Investment Management Agreement dated 25 April, 2007 the Investment Manager receives from the Fund the management fees at 1.5% per annum on the monthly basis of the net asset values of the Fund as at last business day in each month (“Valuation Point”) and payable quarterly in arrears.

(c) Administrative fees

The Fund has engaged the services of HSBC Trustee (Cayman) Limited to provide administration and custodian services. The administrative fees are charged at 0.10% per annum of the NAV subjected to a minimum amount of US\$15,000 per annum. The custodian fees are charged at 0.05% per annum of the NAV subjected to a minimum amount of US\$10,000 per annum. Administration fees paid by the Fund for the financial year ended 30 April 2009 was US\$61,812 (2008: US\$47,961).

12. Net assets attributable to holders of participating shares

In accordance with the provisions of the Private Placing Memorandum (the “PPM”) of the Fund, the pricing for listed or quoted investments dealt on any exchange, or over-the-counter market will be made by reference to the last traded price for (or the official last traded price provided by the exchanges) the purpose of determining net asset value per participating redeemable preference share for subscriptions and redemptions and for various fee calculations. In accordance with the Fund's accounting policies detailed in note 2.3, based on the requirement of IFRS, long quoted investment positions have been re-valued based on the closing bid prices and short quoted investment positions have been re-valued based on the closing ask prices.

Applying the IFRS basis of valuation of investment positions resulted in reductions in value of investments of US\$225,978 (2008:US\$31,809), compared to valuing them on the basis of the PPM.

Net assets attributable to participating shares represent a liability in the balance sheet, carried at the redemption amount that would be payable at the balance sheet date if the shareholder exercised the right to redeem the participating shares to the Fund. Consequently, the carrying amount of net assets attributable to participating shares are therefore adjusted to reflect the amount payable on the basis of PPM valuation.

i CAPITAL GLOBAL FUND**SCHEDULE OF SECURITIES**

As at 30 April 2009

	Holdings as at 2009 No. of Shares	Fair Value as at 2009 USD	Percentage of total net assets attributable to unitholders at 2009 %
AGRICULTURE			
CHAODA MODERN AGRICULTURE	2,840,875	1,623,849	4.63
AUTOS & TRUCKS			
PORSCHE PFD NPV	35,000	2,512,323	7.16
AEROSPACE			
ROLLS ROYCE GROUP PLC B SHR	7,722,000	11,442	0.03
ROLLS-ROYCE GROUP PLC	90,000	450,764	1.28
FINANCE			
BANK OF EAST ASIA	1,100,000	2,608,724	7.43
ST GALLER KANTONALBANK	6,527	2,320,940	6.61
INFORMATION TECHNOLOGY- SOFTWARE & SERVICES			
REXLOT HOLDINGS LIMITED (FORMER REXCAPITAL FINANCIAL HOLDING LTD)	76,875,000	4,414,027	12.58
FOODS			
TESCO PLC	600,000	2,996,200	8.54
MISCELLANEOUS			
SHANGHAI ASIA HLDGS LTD	1,535,000	109,109	0.31
SHANGHAI INDUSTRIAL HLDGS LTD	1,200,000	4,103,146	11.69
OIL & GAS			
CNPC HONG KONG LTD	1,500,000	745,147	2.12
OIL SEARCH LTD	1,000,000	3,769,011	10.74
REAL ESTATE			
BEIJING CAPITAL LAND LTD H SHR	15,000,000	3,038,651	8.66
SHIPBUILDING			
KEPPEL CORP LTD	900,000	3,625,102	10.33
		32,328,435	92.11

Other Information

Capital Dynamics (S) Pte Ltd (CDPL), a global fund manager based in Singapore, is the fund manager for the *i* Capital Global Fund.

CDPL commenced operations in June 2006 and is part of the established Capital Dynamics group, which provides fund management and investment advisory services to institutional and retail clients. As a global fund manager, CDPL manages the *i* Capital Global Fund, an open-end fund and discretionary accounts.

From its inception in July 2007 to April 2009, the *i* Capital Global Fund's performance is -9.69% per annum, as opposed to -28.16% per annum for the MSCI World Index (MSCI W) and -27.82% per annum for the MSCI All Country World Index (MSCI A). From 1 January 2007 to 30 April 2009, funds under CDPL's management achieved a return of -5.06% per annum, outperforming the MSCI W and MSCI A which in that period recorded -19.56% and -18.96% per annum respectively.

Capital Dynamics (Australia) Ltd (CDAL), a wholly owned subsidiary of CDPL, obtained its Australian Financial Services License (ASFL 326283) from the Australian Securities and Investments Commission in December 2008. This allows CDAL to provide funds management and financial advisory services to retail and wholesale investors.

Based in Sydney, CDAL was set up with the aim of providing investors with the proven investment success of the Capital Dynamics group through the launch of the *i* Capital International Value Fund (ARSN 134578180) and individually managed accounts.

Launched in July 2009, the *i* Capital International Value Fund invests in global equities and is managed with a focus on long term capital appreciation while providing distributions.

Capital Dynamics Asset Management S/B (CDAM), based in Kuala Lumpur, manages icapital.biz Berhad, a closed-end fund listed on Bursa Malaysia and discretionary accounts. The share price of icapital.biz Berhad consistently trades at a premium to its net asset value.

CDAM has been consistently reporting positive returns since its inception. Between 1998 and April 2009, CDAM achieved a net compound return of 20.23% per annum and has substantially outperformed the Kuala Lumpur Composite Index every year, which gained 4.33% per annum in the same period.

The Capital Dynamics group traces back to 1988, when its managing director, Tan Teng Boo, an experienced investment manager, founded Capital Dynamics S/B, the first independent investment adviser in Malaysia. It provides top quality advice on investments through *i* Capital, its weekly report, and www.icapital.biz, the Internet edition. It supervises 5 portfolios with the oldest started as far back as Sep 1991. Every portfolio has outperformed the market indices by a substantial margin.

The investment philosophy of the Capital Dynamics group, including that of CDPL, is guided by a sound and rigorous value-investing framework. Essentially, the Capital Dynamics group seeks low risk yet high return types of investments.

The Capital Dynamics group is independent and is therefore not part of any financial institution or political or government organisation. Being owner-operated, the continuity and consistency of the investment approach adopted by the group is assured.

DIRECTORY FOR THE FUND

Directors of the Fund

Tan Teng Boo
Sim Biow Ming Myra

Investment Manager

Capital Dynamics (S) Private Limited
8 Robinson Road
#07-00, ASO Building
Singapore 048544
Tel. No. : 6224 8055/56/58
Fax No. : 6224 8057
Email : cdpl@icapital.biz
Web site : www.capitaldynamics.com.sg

Registered Office of the Fund

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68 West Bay Road
Grand Cayman KY 1-1106
Cayman Islands

Administrator

HSBC Trustee (Cayman) Limited

Administrator's Delegate

HSBC Institutional Trust Services (Singapore) Limited

Custodian to the Fund

HSBC Trustee (Cayman) Limited

Legal Advisers as to Cayman Law

Walkers

Legal Advisers as to Singapore Law

Rajah & Tann

Auditors to the Fund

PricewaterhouseCoopers Cayman

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