

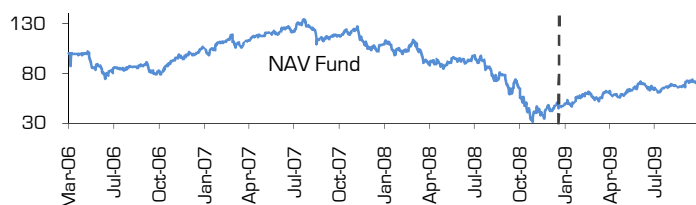
## Precious Capital Global Mining & Metals Fund

The Precious Capital Global Mining & Metals Fund is a Swiss securities fund, investing globally in mining companies. The fund is focusing on gold mining companies with diversified operations. As the investments are mainly held in foreign currencies the fund may hedge foreign currency risk. The fund abstains from the publication of the performance of a benchmark. *The fund is managed by a new management team since December 2008 including some of the co-founders.*

### Review and commentary

The fund gained 5.9% in September, bringing the YTD performance to 42.9% which compares favourably to the XAU Index which is up by 29.4% in CHF-terms over the first three quarters. We maintained our broad investment strategy which we implemented in December of last year when we took over the fund management. We accumulated selectively additional positions in undervalued mid-tier gold producers. Considering the healthy fundamentals of the gold mining industry our positive view for the sector remains unchanged for the long-term. In the midst of the economic crisis, gold mining is one of the very few sectors with increasing profits, cash flows and revenues. Nevertheless, having experienced the crash of last fall, we remain cautious in the short-term but will not hesitate to accumulate additional positions on weakness. The gold price established around the USD 1000 mark after Barrick announced to entirely unwind its hedge book. Also the news from the IMF to sell 403.3 metric tonnes of gold did not affect the gold price. Possible buyers for some of the gold include China, Russia and India, which are keen to reduce their holdings of US dollars, wary of the size of America's burgeoning budget deficit.

### Performance since inception



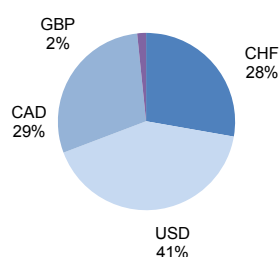
Price per unit per 30 September, 2009 (CHF):	72.64
Performance September 2009:	5.9%
Performance year to date September 2009:	42.9%
Annualized volatility:	53.0%
Number of positions (equities):	25
Hedging contracts: CAD versus CHF	CAD 3 mio.

### Top 10 Positions

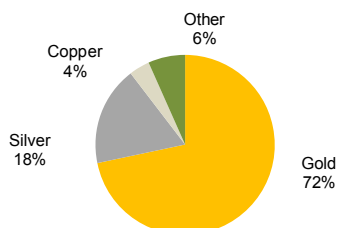
Silver Wheaton	5.60%
Timmins Gold	5.17%
Goldcorp	4.67%
Kinross Gold	4.64%
Royal Gold	4.46%
Yamana Gold	3.81%
Romarco Minerals	2.91%
AngloGold Ashanti	2.54%
IAM Gold	2.52%
Agnico Eagle Mines	2.42%
<b>Total Top 10 positions</b>	<b>38.74%</b>

### Investment Allocation

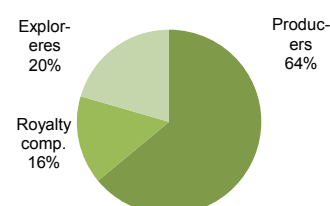
Currency breakdown



Commodity breakdown



Company breakdown



**Track Record (figures in CHF)**

							<b>Performance 2009:</b>	<b>42.90%</b>
<b>2009</b>	<b>Jan 09</b>	<b>Feb 09</b>	<b>Mrz 09</b>	<b>Apr 09</b>	<b>Mai 09</b>	<b>Jun 09</b>		
NAV	59.20	57.60	62.44	58.87	71.38	65.18		
%	16.50%	-2.70%	8.40%	-5.72%	21.25%	-8.69%		
	<b>Jul 09</b>	<b>Aug 09</b>	<b>Sep 09</b>	<b>Okt 09</b>	<b>Nov 09</b>	<b>Dez 09</b>		
NAV	68.75	68.61	72.64					
%	5.48%	-0.20%	5.88%					
							<b>Performance 2008:</b>	<b>-54.30%</b>
<b>2008</b>	<b>Jan 08</b>	<b>Feb 08</b>	<b>Mar 08</b>	<b>Apr 08</b>	<b>May 08</b>	<b>June 08</b>		
NAV	104.49	112.64	90.47	88.07	96.06	99.10		
%	-6.10%	7.80%	-19.70%	-2.65%	9.07%	3.20%		
	<b>Jul 08</b>	<b>Aug 08</b>	<b>Sep 08</b>	<b>Okt 08</b>	<b>Nov 08*</b>	<b>Dec 08</b>		
NAV	88.15	80.06	66.04	41.83	49.35	50.83		
%	-11.05%	-9.20%	-17.50%	-36.40%	17.98%	3.00%		
							<b>Performance 2007:</b>	<b>2.53%</b>
<b>2007</b>	<b>Jan 07</b>	<b>Feb 07</b>	<b>Mar 07</b>	<b>Apr 07</b>	<b>May 07</b>	<b>June 07</b>		
NAV	113.63	114.27	115.16	119.29	121.40	124.29		
%	4.70%	0.60%	0.80%	3.60%	1.80%	2.40%		
	<b>Jul 07</b>	<b>Aug 07</b>	<b>Sep 07*</b>	<b>Okt 07</b>	<b>Nov 07</b>	<b>Dez 07</b>		
NAV	130.18	116.29	120.20	126.84	107.06	111.23		
%	4.70%	-10.70%	3.40%	5.50%	-15.59%	3.90%		
							<b>Performance 2006:</b>	<b>8.48%</b>
<b>2006</b>	<b>Feb 10</b>	<b>Feb 07</b>	<b>Mar 07</b>	<b>Apr 07</b>	<b>May 07</b>	<b>June 07</b>		
NAV	100.00	99.42	101.72	101.43	89.15	86.69		
%		-0.58%	2.31%	-0.29%	-12.11%	-2.76%		
	<b>Jul 07</b>	<b>Aug 07</b>	<b>Sep 07</b>	<b>Okt 07</b>	<b>Nov 07</b>	<b>Dez 07</b>		
NAV	87.54	89.68	84.21	95.50	102.91	108.48		
%	0.98%	2.44%	-6.10%	13.41%	7.76%	5.41%		

**Fund Details and Investment Terms**

Fund currency:	CHF	Issue fee (up to 3%):	1%
Fund size (CHF million):	11.6	Performance fee:	15% over 5% (High Watermark)
Type of fund:	Equity Fund (open-ended)	Management fee:	1.5%
Fund domicile:	Switzerland	Redemption fee:	none
Trading:	Daily (until 12pm)	Asset manager:	Precious Capital AG, Zurich
Date of inception:	Feb. 10th, 2006	Fund manager:	LB(Swiss) Investment AG, Zurich
Valoren number:	2333575	Custodian:	LLB (Schweiz) AG, Zurich
ISIN number:	CH0023335752	Auditor:	PriceWaterhouseCoopers, Zurich
Bloomberg ticker:	LBSPRCS SW	Website:	www.preciouscap.com
Minimum investment:	1 unit	Information:	info@preciouscap.com

\* The fund management changed in September 2007. In December 2008 the fund management has been delegated to a new team including some of the co-founders.

**Disclaimer:** Units of this mutual fund may not be offered, sold or delivered in the United States or to US persons outside the United States. This summary is for information purposes only and does not constitute a recommendation to buy. All information is taken from carefully chosen and reliable sources. However, the authors and the involved parties do not guarantee its correctness or completeness. Past performance is no indication of current or future performance. These performance data do not take account of commissions and costs incurred on the issue and redemption of units. Detailed information on this fund can be found in the fund prospectus in the integrated fund regulations.