



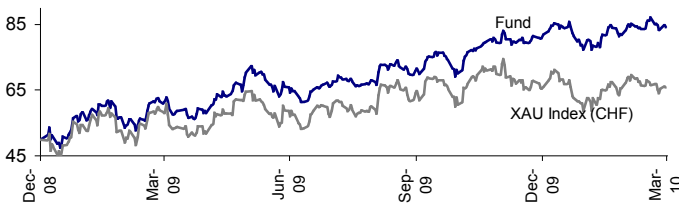
## Precious Capital Global Mining & Metals Fund

The Precious Capital Global Mining & Metals Fund is a Swiss securities fund, investing globally in mining companies. The fund focuses 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.*

### Fund Manager Commentary

The fund appreciated by 3.4% in March which compares favourably to the XAU Index which was up by 1.0% in CHF terms. The fund continued to outperform the XAU Index this year which is flat on a year to date basis (+0.4% in CHF). Considering the recent acquisition of Brett Resources by Osisko Mining and the successful financings of NovaGold and Romarco Minerals which were both backed by strong institutional appetite we are confident that our strategy to leverage on the higher precious metal prices by focusing on undervalued mid-sized companies is accurate. The gold price in real terms has been expected to weaken somewhat further with the rebound of the New York stock market. Our expectation is that gold's real price for the move is close to bottoming which would also be confirmed by the lower GSR (gold silver ratio) which reached a level of 62.8 by the end of the month. It is interesting to note that March has a history of producing mid month lows for the gold price which were followed in most years by new highs. The gold price so far this year seems to confirm this pattern and as the next phase of liquidity contraction may come into play the price advance may be enough for central banks to announce to increase their physical holdings. Our expectation is that gold shares will show solid gains in the future and that takeovers of smaller companies by the senior producers will continue. Eventually, the ignorance or understanding of the function of money by today's policy makers is nothing new and Copernicus observed already in 1526 that "an excessive quantity of money should be avoided".

### Performance



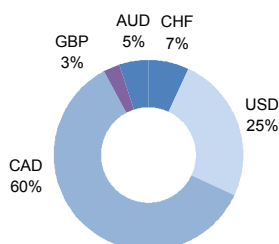
Price per unit per 31 March 2010 (CHF):	85.98
Performance March 2010:	3.4%
Performance 2010:	3.3%
Annualized volatility:	36.8%
Number of positions (equities):	31
FX hedging contracts:	none

### Top 10 Positions

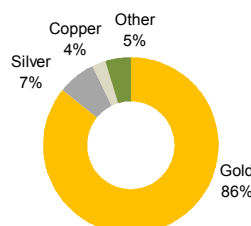
Timmins Gold	6.75%
CGA Mining	5.32%
Aura Minerals	5.04%
Romarco Minerals	4.69%
Metanor Resources	4.38%
Anatolia Minerals	4.17%
Kirkland Lake Gold	4.02%
Centerra Gold	3.84%
Allied Gold	3.49%
Alexco Resource	3.37%

### Investment Allocation

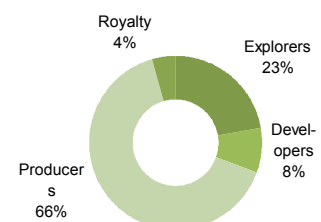
Currency breakdown



Commodity breakdown



Company breakdown



## Track Record (figures in CHF)

				<b>Performance 2010:</b>		<b>3.30%</b>
<b>2010</b>	<b>Jan 10</b>	<b>Feb 10</b>	<b>Mar 10</b>			
NAV	78.53	83.13	85.98			
%	-5.65%	5.86%	3.43%			
				<b>Performance 2009:</b>		<b>63.74%</b>
<b>2009</b>	<b>Jan 09</b>	<b>Feb 09</b>	<b>Mar 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>Oct 09</b>	<b>Nov 09</b>	<b>Dez 09</b>
NAV	68.75	68.61	72.64	71.20	80.61	83.23
%	5.48%	-0.20%	5.88%	-1.98%	13.22%	3.25%
				<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>Oct 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>Oct 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>Jan 06</b>	<b>Feb 06</b>	<b>Mar 07</b>	<b>Apr 06</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 06</b>	<b>Aug 06</b>	<b>Sep 06</b>	<b>Oct 06</b>	<b>Nov 06</b>	<b>Dez 06</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%
Fund size (CHF million):	21.7	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 was delegated to a new team including some of the co-founders who co-managed the fund from inception until August 2007.

**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.