

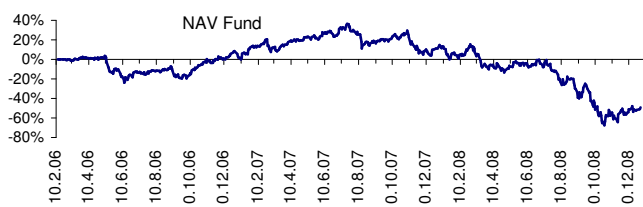
Precious Capital Global Mining & Metals Fund

The Precious Capital Global Mining & Metals Fund is a Swiss based securities fund, investing globally in mining companies. The objective is to provide investors an absolute return in CHF with a lower volatility than the sector. The fund is long only, actively managed on the big cap positions and has the possibility to hedge currency risk.

Monthly review - December 2008

The net asset value of the fund in December 2008 was up by 3%. After a very strong recovery in November the mining sector saw some further gains. In contrast the US Dollar suffered from a hefty correction which erased some of the funds performance. The precious metals were the main winners of this correction in the US Dollar. Increased investment demand supported the price of Gold additionally. On the other hand the base metals continued to suffer from a gloomy economic outlook. Mid- and small caps also lost some further territory through tax selling which every year end creates temporary pressure on these stocks. After the strong rebound especially in the major Gold producers we would expect some profit taking. Due to the ongoing political tensions in the Middle East and the drastic steps to stabilize the financial system we continue to consider the fundamentals of Gold to be robust. In addition, lower energy costs should have an overall positive effect on the production costs of mining companies.

Performance



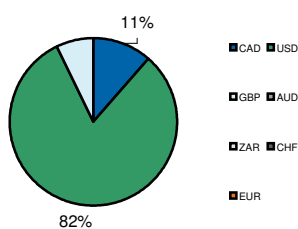
Price of unit	31-Dec-2008	CHF 50.83
Performance of unit since inception		-49.2%
Volatility p.a.		66.0%
Liquidity/Cash		CHF 1'458'050
Number of Holdings		20

10 Top positions

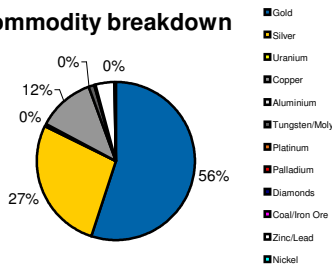
Agnico-Eagle Mines	7.2%
Kinross Gold	6.2%
Silver Wheaton	6.1%
Goldcorp	5.9%
Fresnillo	5.6%
Royal Gold	5.5%
Yamana Gold	5.1%
IAM Gold	4.6%
MAG Silver	4.5%
Newmont Mining	4.2%

Allocation

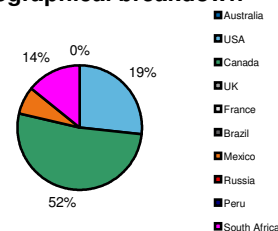
Currency breakdown



Commodity breakdown



Geographical breakdown



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Track-Record NAV Fund

		2006				Full year:	8.48%
	Feb 10, 06	Feb 06	Mar 06	Apr 06	May 06	June 06	
NAV Fund	100.00	99.42	101.72	101.43	89.15	89.69	
		-0.60%	2.30%	-0.30%	-12.10%	-2.80%	
		July 06	Aug 06	Sep 06	Oct 06	Nov 06	Dec 06
NAV Fund	87.54	89.68	84.21	95.50	102.91	108.48	
	1.00%	2.40%	-6.10%	13.40%	7.80%	5.40%	
		2007				Full year:	2.53%
	Jan 07	Feb 07	Mar 07	Apr 07	May 07	June 07	
NAV Fund	113.63	114.27	115.16	119.29	121.40	124.29	
	4.70%	0.60%	0.80%	3.60%	1.80%	2.40%	
		Jul 07	Aug 07	Sep 07	Okt 07	Nov 07	Dez 07
NAV Fund	130.18	116.29	120.20	126.84	107.06	111.23	
	4.70%	-10.70%	3.40%	5.50%	-15.59%	3.90%	
		2008				Full year:	-54.30%
	Jan 08	Feb 08	Mar 08	Apr 08	May 08	June 08	
NAV Fund	104.49	112.64	90.47	88.07	96.06	99.10	
	-6.10%	7.80%	-19.70%	-2.65%	9.07%	3.20%	
		Jul 08	Aug 08	Sep 08	Okt 08	Nov 08	Dez 08
NAV Fund	88.15	80.06	66.04	41.83	49.35	50.83	
	-11.05%	-9.20%	-17.50%	-36.40%	17.98%	3.00%	

Fund details

Base currency	CHF	Issue fee (up to 3%)	1%
Fund size	5'684'566	Performance fee	20% over 5%
Type of fund	open end	Administration fee	1.50%
Domicile of fund	Switzerland	Redemption fee	none
Trading	Daily (until 12pm)	Asset Manager	Precious Capital AG, Zrh
Date of inception	Feb. 10th, 2006	Fund Manager	LB(Swiss) Investment AG, Zrh
Security Number	2 333 575	Custodian	LLB (Schweiz) AG, Zrh
ISIN number	2 333 575 2	Auditor	PriceWaterhouseCoopers, Zrh
Bloomberg ticker	LBSPRCS SW	Web:	www.preciouscap.com
Min. investment	1 unit	Information:	info@preciouscap.com