

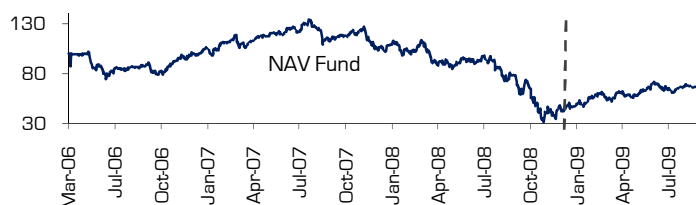
Precious Capital Global Mining & Metals Fund

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 was flat in August by -0.2% while the XAU Gold and Silver Sector Mining Index was down by -2.9% (in CHF). Year-to-date the fund performed +35.0%, which is significantly above the XAU Index which is up by 18.1% (in CHF). We have selectively built up some new positions on weakness in mid-sized gold producers trading at low valuations on a cash flow/share or ounces of gold/share basis. The recent investment of Goldcorp in Osisko or the acquisition by AngloGold and Randgold to buy Moto Goldmines show that mid-tier gold companies are again on the radar screen of the senior gold miners. We anticipate that the market will continue to consolidate which is a second rationale for us to favour the middle market segment. From an economic perspective, the public continues to believe that central planners and their currency debasement theories will ultimately fix this crisis. We think that this will eventually turn out to be the same intellectual failure as in past financial crises as financial market history would suggest. Once the credit spreads can no longer be managed by the planners, our expectation is that the real price of gold will continue to move up versus most other assets including commodities. Our fund aims to leverage on this expected rise in the gold price by investing selectively in gold companies with world-class deposits and low production costs.

Performance since inception



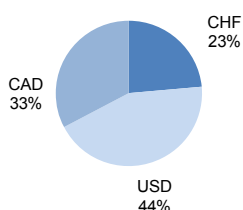
| | |
|---|--------|
| Price per unit per 31 August, 2009 (CHF): | 68.61 |
| Performance August 2009: | -0.20% |
| Performance year to date August 2009: | 34.98% |
| Annualized volatility: | 53.05% |
| Degree of investment: | 67.17% |
| Number of positions (equities): | 26 |

Top 10 Positions

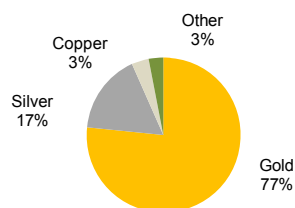
| | |
|-------------------------------|---------------|
| Timmins Gold | 5.98% |
| Silver Wheaton | 5.42% |
| Goldcorp | 4.96% |
| Kinross Gold | 4.76% |
| Royal Gold | 4.57% |
| Yamana Gold | 3.85% |
| Romarco Minerals | 3.21% |
| AngloGold Ashanti | 2.82% |
| Aura Minerals | 2.52% |
| IAM Gold | 2.44% |
| Total Top 10 positions | 40.53% |

Investment Allocation

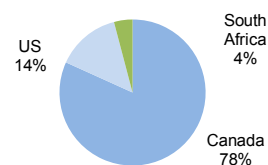
Currency breakdown
(incl. cash positions)



Commodity breakdown



Geographic breakdown
(by listing)



Track Record (figures in CHF)

| | | | | | | | Performance 2009: | 34.98% |
|-------------|---------------|---------------|----------------|---------------|----------------|----------------|--------------------------|----------------|
| 2009 | Jan 09 | Feb 09 | Mrz 09 | Apr 09 | Mai 09 | Jun 09 | | |
| 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% | | |
| | Jul 09 | Aug 09 | Sep 09 | Okt 09 | Nov 09 | Dez 09 | | |
| NAV | 68.75 | 68.61 | | | | | | |
| % | 5.48% | -0.20% | | | | | | |
| | | | | | | | Performance 2008: | -54.30% |
| 2008 | Jan 08 | Feb 08 | Mar 08 | Apr 08 | May 08 | June 08 | | |
| 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% | | |
| | Jul 08 | Aug 08 | Sep 08 | Okt 08 | Nov 08* | Dec 08 | | |
| 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% | | |
| | | | | | | | Performance 2007: | 2.53% |
| 2007 | Jan 07 | Feb 07 | Mar 07 | Apr 07 | May 07 | June 07 | | |
| 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% | | |
| | Jul 07 | Aug 07 | Sep 07* | Okt 07 | Nov 07 | Dez 07 | | |
| 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% | | |
| | | | | | | | Performance 2006: | 8.48% |
| 2006 | Feb 10 | Feb 07 | Mar 07 | Apr 07 | May 07 | June 07 | | |
| NAV | 100.00 | 99.42 | 101.72 | 101.43 | 89.15 | 86.69 | | |
| % | | -0.58% | 2.31% | -0.29% | -12.11% | -2.76% | | |
| | Jul 07 | Aug 07 | Sep 07 | Okt 07 | Nov 07 | Dez 07 | | |
| NAV | 87.54 | 89.68 | 84.21 | 95.50 | 102.91 | 108.48 | | |
| Performance | 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): | 10.2 | 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.