GERKEN CAPITAL ASSOCIATES
ALTERNATIVE ASSET FUNDS & ADVISORY

GCA Greater China Fund Ltd./Dec. 08 +0.18%[1]

Monthly Summary of Returns (%)[1]

GCAGC	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2005	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	2.62	2.62
2006	3.61	3.72	6.25	1.96	-0.58	-2.56	-0.39	-0.20	2.13	3.10	3.22	2.31	24.69
2007	2.60	3.49	-0.98	2.28	1.83	5.86	8.22	1.54	5.98	-0.35	-7.34	0.47	25.24
2008	-5.02	-4.05	-0.41	-0.80	-3.58	-5.03	-0.60	0.55	-1.89	-1.78	-2.86	0.18	-22.73

Performance Summary

Return Data[1]:	GCAGC	MSCI Golden Dragon	S&P 500
NAV per share ($)	1,238.30	85.61	903.25
Monthly Return (%)	0.18	7.23	0.78
YTD Return (%)	-22.73	-51.12	-38.49
Best Month (%)	8.22	13.74	4.75
Worst Month (%)	-7.34	-21.22	-16.94
Since Inception Return (%)	23.83	-7.69	-27.71
Annualized Since Inception	7.18	-2.56	-9.99
Risk/Return:			
Sharpe Ratio (x)[2]	0.61	-0.09	-0.66
Ann. Std Deviation (%)	11.80	28.36	15.11
Max Drawdown (%)	-28.44	-60.21	-42.15
% Positive Months	54.05	54.05	56.76
Market Correlation	1.00	0.57	0.45
Exposure:	**(% NAV)**		
Long	12.46	n/a	n/a
Short	-10.33	n/a	n/a
Gross	22.79	n/a	n/a
Net	2.13	n/a	n/a
Cash	97.87	n/a	n/a
Gross Assets	100.00	n/a	n/a
Risk Indicators:	**(% NAV)**		
1 day 95% VAR[6]	-0.91	n/a	n/a
1 day 99% VAR	-1.30	n/a	n/a
30 day 95% VAR	-4.19	n/a	n/a
30 day 99% VAR	-5.98	n/a	n/a
Loss @ fire sale/avg. Days	-2.26%/ 3 day	n/a	n/a

Summary Statistics[4.5]

Allocation by Asset Class:	% NAV	Allocation by Region:	% NAV
Equity	3.28	China	-7.02
FX	0.00	Hong Kong	9.15
Options	-1.15	Taiwan	0.00
Cash	97.87	Other	0.00
Bonds	0.00		
Derivatives	0.00		
Commodities	0.00		
Allocation by Sector:	**% NAV**	**Attribution of P&L:**	**% NAV**
Basic Materials	0.19	Basic Materials	0.15
Communications	1.97	Communications	0.05
Consumer Cyclical	0.51	Consumer Cyclical	0.13
Consumer, Non-cyclical	0.00	Consumer, Non-cyclical	0.00
Energy	1.96	Energy	0.00
Financial	-7.02	Financial	-0.55
Funds	4.91	Funds	-0.14
Healthcare	0.00	Healthcare	-0.06
Industrials	0.00	Industrials	0.29
Technology	-0.15	Technology	0.35
Utilities	-0.24	Utilities	-0.03
Derivatives	0.00	Derivatives	0.00
Allocation by Market Cap:	**% NAV**	Cash	0.00
Small (<$500m)	-0.02		
Mid($500m-$2bn)	0.37		
Large (>$2bn)	1.78		
Derivatives	0.00		

Monthly Commentary

December Investments: Befitting a year of superlatives, the markets continued to be volatile in the last month of 2008 and finally ended the year on a positive note: the S&P 500, HSCEI and TWSE closed up 0.78%, 9.49% and 2.93% respectively. The GCA Greater China Fund was up 0.18% while the MSCI Golden Dragon rose by 7.23%.

We doubted the sustainability and magnitude of the rally, and thought it would be a brief rebound in a major bear market. Therefore we chose not to chase the rally, which was the major reason that the fund underperformed the benchmark during the month. The HSCEI was mainly driven by cyclical stocks - banking and commodity stocks as investors were expecting these stocks to benefit from the Chinese government's efforts to ensure growth stays at a high level, in accordance with the goal of a harmonious society within the Mainland.

Going Forward: We believe China's long term secular growth potential is still overshadowed by short-term earnings revision and macro cyclical risks. Even though current valuations have priced in considerable risks, China markets are comparatively more attractive owing to the government being in a relatively strong position to launch aggressive stimulus policies that may benefit equities, and given a more stable currency outlook compared to other emerging market nations.

We remain very cautious on the outlook for both economic growth and corporate earnings in 2009 from the perspective of earning absolute returns, especially after the strong rally in the past two months since the November lows. Looking forward, we tend to think that the markets will continue to be turbulent due to substantial uncertainties related to the macro economy and responses to increasingly aggressive governmental policies in the emerging markets, and particularly in the G8. Therefore, we will continue our defensive strategy and give highest priority to preservation of capital. At the same time, we continue to be nimble and earn absolute return for our shareholders.

Attribution: The top positions which helped and hurt the portfolio were:

Top 4 Gains	% NAV	Top 4 Losses	% NAV
China High Speed	0.54%	iShares FTSE/Xinhua A50	-0.50%
BAIDU.COM - ADR	0.40%	Bank of Communications	-0.46%
Zijin Mining Group Co	0.40%	ICBC	-0.30%
CHU US 01 C12.50	0.20%	Aluminium Corp of China	-0.17%

Fund Manager Profile

•**Manager** Founded in 1989, Gerken Capital Associates ("GCA") is a San Francisco based emerging markets, alternative asset fund manager. GCA presently manages/advises $1.3 billion in AUM. The Fund is structured as a separate share class of BVI-domiciled Master Feeder GCA Funds Limited. Other hedge funds (share classes) currently offered and proposed include GCA Latam, Greater India and CEE. GCA also manages a vintage series of private equity fund of funds as well as separately managed accounts for clients requiring customized product. GCA is a Registered Investment Advisor. The firm has twelve investment professionals with twenty plus years of investment experience each and long term affiliation. For additional firm details please refer to www.gerkencapital.com.

Lou Gerken, founder and chairman has been active in the emerging markets since the mid-70s where he began his career as an analyst & portfolio manager with emerging markets pioneer GT Capital. Eswar Menon, a twenty-year emerging markets investment veteran with both Nicholas Applegate and Loomis Sayles is GCA's Group Portfolio Manager. Oliver Chen, Portfolio Manager to the Fund, has been an active Greater China investment manager since 1993 having worked with US Global Investors in Texas, Dingtian Asset Management in Beijing and Nanfang Securities. He received his MBA from Vanderbilt University; earned masters degree in finance from Graduate School of People's Bank of China and is a CFA III candidate.

As part of its institutional grade management approach, GCA has negotiated a long-term and exclusive investment agreement with a major Hong Kong-based investment firm with significant on the ground research presence in Hong Kong and China. As part of the negotiated agreement, the Research Affiliate will also invest in the Fund.

GCA Manager Team:

Chief Investment Officer	Lou Gerken*
Group Portfolio Manager	Eswar Menon*
Portfolio Manager	Oliver Chen*
Investment Analyst	Klaus Johannsmeier
Finance, Compliance & Risk	Peter Britto
Marketing & Client Services	A. Moore, Valerie Rios, E. Barr
Back Office/Administration	Carla Boy

***Investment Committee Member**

Differentiators

Actively managed on the ground by institutional grade investment team

- Greater China footprint (China, HK & Taiwan)
- Emerging markets investment experience going back to mid 70s
- Multi-strategy skill-set and flexibility
- Risk-adjusted return profile for consistent returns and soft landings
- Actively managed on the ground by institutional grade investment team
- Established research, trading and risk management infrastructure
- Scalable operations with ample investment capacity
- Majority owned by principals with significant investment in fund
- Long term, exclusive research affiliation with recognized local partner
- Access to fasted growing GDP sector (SME)
- Part of GCA "BRIC" Master Fund providing flexibility and alpha

Manager Details

Fund:	GCA Funds Limited BVI International Business Company Regulated under the BVI MF Act 1996
Investment Committee:	Lou Gerken, Eswar Menon, Oliver Chen,
Directors:	Lou Gerken, Dakshesh Patel
Contact Person:	Lou Gerken, Founder, CIO Lou@gerkencapital.com Valerie Rios, Client Services Valerie@gerkencapital.com +1 415 383 1464
San Francisco Address:	110 Tiburon Blvd., Suite 5 Mill Valley, CA 94941
B Share Class:	GCA Greater China Fund Limited
Fund Manager:	Gerken Capital Associates

Fee and Redemption Structure[1]

Subscription Frequency:	Monthly
Redemption Frequency:	Monthly
Redemption Notification Period:	45 days
Redemption Fee:	None
Management Fees:	2% p.a.
Performance Fees:	20% p.a.

Strategy

Investment objective is to achieve optimal, risk adjusted, absolute returns (ann. target return >15% and ann. target volatility <15%) while maintaining a public indice correlation <40%. Fund combines bottom-up sector/company analysis (alpha generation) and top-down macro derivatives overlay (beta risk management). Additional alpha derived from cross-BRIC trading emanating from GCA's BRIC fund platform. Fund utilizes all asset classes (equities, fixed income, derivatives & options and foreign exchange) and assets are dynamically managed across Greater China markets (China, Hong Kong and Taiwan). Fund also invests in company securities listed on other international exchanges and accesses China's fastest growing mid-cap sector by way of it's on the ground investment team. Fund adheres to "best of breed" AIMA complinant risk controls and governance practices.

Fund Details

Investment Style:	Absolute return, multi-asset/macro overlay
Investment Geography:	Greater China (Hong Kong, Taiwan, China)
Fund Size ($mn):	Not disclosed
Fund Capacity ($mn):	500
Firm's Total Assets ($bn):	$1.3bn (managed/advised)
Inception Date:	December 1, 2005 (Actual)
Bloomberg Code:	GCAGRCH VI
Domicile:	BVI
Base Currency:	USD
Equalization/Share Class[7]:	Series shares; Master Feeder Structure
Dividend Policy:	None
Hurdle Rate:	No
High Water Mark:	Yes
Ann. Target Return:	>15%
Ann. Target Volatility:	<15%
Maximum Leverage:	2.5:1 (not currently utilized)
Long & Short Maximum:	150% & 100%
Listed on Exchange:	No
Minimum Investment Size:	US $1,000,000
Manager Investment	Yes from inception; no withdrawals
Tax Reporting:	U.S. PFIC
AIMA Compliant:	Yes (Member)

Service Providers

Prime Broker:	Merlin Securities, LLC
Custodian:	J.P. Morgan Clearing Corp.
Administrator:	Apex Fund Services Limited
Paying Bank:	VP Bank BVI
Auditor:	Deloitte & Touche LLP
BVI Counsel:	Walkers BVI

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[1]Annual results for the Fund and NAV calculations are net of management fee of 1.5% and performance fee of 15% and expenses and net of estimated financing costs; Manager and Advisor related and historical track records are available upon request; [2]Risk-free rate used for Sharpe-ratio is U.S. 90-day T-bills; [3]Annualized Standard Deviation uses data available since inception. [4]Net Allocation by asset class and region represent portfolio net exposure; [5]Exposure data represents Fund's net exposure including adjustments for options delta. Note that Gross Assets=long+short+cash+gain/loss on derivatives; [6]Value at Risk (VAR) defined as quantitative market or event risk estimate of potential loss to fund; [7]Equalization refers to accounting method designed to ensure alignment of incentive fees amongst investors. Not applicable as Fund utilizes Series of Shares Method;