

GCA Greater China Fund Ltd.

Performance December 2009 -4.43%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
2009	2.25	0.88	1.86	-1.91	1.44	4.60	0.62	-1.18	0.61	4.95	-0.12	-4.43	9.59

Performance Summary

	GCAGC	MSCI Golden Dragon	S&P 500
Return Data¹:			
NAV per share (\$)	1,357.08	139.28	1115.10
Monthly Return (%)	-4.43	3.16	1.78
YTD Return (%)	9.59	62.69	23.45
Best Month (%)	8.22	16.05	9.39
Worst Month (%)	-7.34	-21.22	-16.94
Since Inception Return (%)	35.71	50.18	-10.75
Annualized Since Inception	7.76	10.47	-2.75
Risk/Return:			
Sharpe Ratio (x) ²	0.69	0.37	-0.16
Ann. Std Deviation (%)	11.10	27.77	27.07
YTD Std. Deviation (%)	7.74	35.82	27.08
Max Drawdown (%)	-28.44	-60.86	-52.56
% Positive Months	57.14	59.18	63.27
Market Correlation	1.00	0.45	0.26
Exposure: (% NAV)			
Long	53.35	n/a	n/a
Short	-33.68	n/a	n/a
Gross	87.03	n/a	n/a
Net	19.67	n/a	n/a
Cash	80.33	n/a	n/a
Gross Assets	167.36	n/a	n/a
Risk Indicators: (% NAV)	(Hist./YTD)	(Hist./YTD)	(Hist./YTD)
1 day 95% VAR ⁶	-0.98 / -0.76	-2.97 / -2.67	-2.67 / -2.71
1 day 99% VAR	-1.41 / -1.09	-4.22 / -3.86	-3.77 / -3.87
30 day 95% VAR	-4.50 / -3.48	-13.59 / -12.25	-12.22 / -12.41
30 day 99% VAR	-6.44 / -5.01	-19.33 / -17.71	-17.29 / -17.74
Loss @ fire sale/avg. Days	-2.44 / 3-days	n/a	n/a

Summary Statistics^{4,5}

Allocation by Asset Class:	% NAV	Allocation by Region:	% NAV
Equity	18.00	China	7.46
FX	0.00	Hong Kong	4.60
Options	1.67	Taiwan	0.46
Bonds	0.00	Other	7.15
Derivatives	0.00		
Commodities	0.00		
Allocation by Sector:		Attribution of P&L:	% NAV
Basic Materials	20.06	Basic Materials	-0.79
Communications	1.36	Communications	-0.56
Consumer Cyclical	7.56	Consumer Cyclical	0.55
Consumer, Non-cyclical	0.00	Consumer, Non-cyclical	0.00
Energy	0.00	Energy	0.00
Financial	1.41	Financial	0.14
Funds	-15.10	Funds	-1.01
Healthcare	0.79	Healthcare	-0.38
Industrials	0.00	Industrials	-0.17
Technology	1.18	Technology	-1.97
Utilities	2.41	Utilities	-0.24
Allocation by Market Cap:		P&L by Long/Short	% NAV
Small (<\$500m)	3.92	Long	-1.59
Mid(\$500m-\$2bn)	-3.62	Short	-2.84
Large (>\$2bn)	19.37		

Monthly Commentary

Greater China markets delivered positive returns in December. Taiwan was up 8.5%, Hong Kong was up 2.1% and the MSCI China Index was up 0.46%. The GCA Greater China Fund was down 4.43% for the month. The fund volatility is 7.74% vs 27.77% for the index. The fund's sharpe ratio since inception is .69 and the fund's alpha is 0.03%. Stocks that performed well for the month included on the long side Rio Tinto and on the short side Mindray Medical International.

The fund's performance was affected by the weak performance of certain stocks in the China Mobile and Internet sector. We also took a conservative approach to valuing certain option positions, and believe that there will be a reversal in this performance in January. The weakness in the China Mobile and Internet space was triggered by concern about new regulations by the government. Such moves by the government have occurred before, and they do not have lasting impact on the long-term growth prospects for the sector. We reduced our exposure in the sector to mitigate further risk, and will evaluate some of the companies with good long term prospects when we are more comfortable that the headline risk is behind us.

Global markets have inched higher in the fourth quarter of 2009, helped by improving economic data from most major global economies. China is now expected to beat its target of 8% real GDP growth for 2009. The large fiscal and monetary stimulus plans have helped create an economic rebound. The key questions for 2010 are whether the rebound can be sustained if and when the stimulus measures are removed, and if a slow removal of these measures will create rising inflationary expectations. We think central banks and governments still worry that the current recovery is fragile, and will be slow in removing excess liquidity. This can lead to rising commodity prices and higher long-term bond yields, creating market headwinds in the second half of the year.

Attribution: Top four position gains and losses as a % of NAV for the investment period were as follows:

Top 4 Gains	% NAV	Top 4 Losses	% NAV
RIO TINTO	0.38	KONG ZHONG	-1.70
FOCUS MEDIA	0.37	SPYDER DOWN	-0.81
YONGYE INT'L	0.23	ALCOA INC	-0.65
SINOFERT	0.20	CONCORD	-0.49

DISCLAIMER: The information and summaries contained herein appear as a matter of record only and are provided for information purposes only. This information does not, and should not be construed to, constitute an offer to sell or a solicitation of an offer to buy any of the shares, or any other interest, in any fund or form the basis of any contract or commitment whatsoever. This summary is based on information and data received from the subjects of each and from other third party sources and no guarantee of completeness or accuracy can be made nor is any representation or warranty made in this regard. We understand that many of the funds may not be sold into, or that their sales may be restricted in, particular jurisdictions (including the United States). Accordingly you are advised to seek independent professional advice before taking any action in relation to any fund mentioned herein. We accept no liability whatsoever for any direct or indirect loss arising out of the use of this directory or reliance on anything found in this directory.

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 \$1.0 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 Greater China, Greater India, CEE and EM Multi-Manager. GCA also manages a vintage series of private equity fund of funds. GCA is a Registered Investment Advisor. The firm has twelve professionals with multiple business cycle investment experience 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, 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 agreement with China Merchant Securities (“CMS”), China’s third largest securities firm with presence in HK and throughout China. CMS is affiliated with China’s 6th largest bank, China Merchant Bank and China Merchant Group, China’s oldest commercial enterprise and one of the largest State owned Enterprises. As part of the agreement, CMS’s Research Center, the 3rd largest in China, provides GCA with 24x7 on the ground research, is an investor in the Fund, assists with capital introductions in Hong Kong and participates with GCA in other related activities. For further information: www.cms-hk.com.

Portfolio Management Team:

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

*Investment Committee Member

Differentiators

Performance, Risk Management, Pedigree, Philosophy, Transparency

- Best return profile manager – independent, employee owned with long term affiliation and SME size
- Economic alignment with LPs – GCA typically the largest single LP in underlying funds
- Emerging markets pedigree since mid 1970s
- Minority owned investment practice
- Exclusive Regional Affiliates and Senior Advisors ensuring 24x7 on the ground coverage
- Leading and independent outside service providers enabling manager focus on investments, risk management and client services
- Registered Investment Advisor with flawless history of operations
- Comprehensive Greater China footprint (China, Taiwan, Hong Kong)
- Multi-asset, multi-strategy capability & flexibility
- Leading Prime Broker, Fund Administrator and Audit relationships
- Access to fastest growing GDP sector – Midcap companies
- Part of GCA “BRIC” Master Fund providing flexibility and alpha
- Flexible investment platform for separately managed accounts

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 Structure¹

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 its on the ground investment team. Fund adheres to “best of breed” AIMA compliant 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):	\$1.0 bn (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:	No
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
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
Regional Partner:	China Merchant Securities

1/15/10 3:30PM

¹Annual 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; ²Risk-free rate used for Sharpe-ratio is U.S. 90-day T-bills; ³Annualized Standard Deviation uses data available since inception. ⁴Net Allocation by asset class and region represent portfolio net exposure; ⁵Exposure data represents Fund’s net exposure including adjustments for options delta. Note that Gross Assets=long+short+cash+gain/loss on derivatives; ⁶Value at Risk (VAR) defined as quantitative market or event risk estimate of potential loss to fund; ⁷Equalization refers to accounting method designed to ensure alignment of incentive fees amongst investors. Not applicable as Fund utilizes Series of Shares Method;

DISCLAIMER: The information and summaries contained herein appear as a matter of record only and are provided for information purposes only. This information does not, and should not be construed to, constitute an offer to sell or a solicitation of an offer to buy any of the shares, or any other interest, in any fund or form the basis of any contract or commitment whatsoever. This summary is based on information and data received from the subjects of each and from other third party sources and no guarantee of completeness or accuracy can be made nor is any representation or warranty made in this regard. We understand that many of the funds may not be sold into, or that their sales may be restricted in, particular jurisdictions (including the United States). Accordingly you are advised to seek independent professional advice before taking any action in relation to any fund mentioned herein. We accept no liability whatsoever for any direct or indirect loss arising out of the use of this directory or reliance on anything found in this directory.