

GCA Greater China Fund – February 2008 -4.05%¹

Monthly Summary of Net Returns (%)¹

GCAGC	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	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											-8.87

Performance Summary – February 2008

	GCAGC	MSCI Golden Dragon	S&P 500
Return Data¹:			
NAV per share (\$)	1,460.45	159.81	1,330.63
Monthly Return (%)	-4.05	8.38	-3.48
YTD Return (%)	-8.87	-8.76	-9.38
Best Month (%)	8.22	13.74	4.33
Worst Month (%)	-7.34	-15.82	-6.12
Since Inception Return (%)	46.04	72.32	6.49
Annualized Since Inception Return (%)	18.33	27.36	2.84
Risk/Return:			
Sharpe Ratio (x) ²	1.26	1.25	0.02
Ann. Std Deviation (%)	12.14	22.21	9.08
Max Drawdown (%)	-15.45	-26.52	-14.12
% Positive Months	66.67	70.37	66.67
Market Correlation	1.0	0.58	0.44
Exposure:	(% NAV)		
Long	53.78	n/a	n/a
Short	-29.91	n/a	n/a
Gross	83.69	n/a	n/a
Net	23.87	n/a	n/a
Cash	33.18	n/a	n/a
Gross Assets	116.87	n/a	n/a
Risk Indicators:	(% NAV)		
1 day 95% VAR ³	0.23	n/a	n/a
1 day 99% VAR	0.33	n/a	n/a
30 day 95% VAR	1.26	n/a	n/a
30 day 99% VAR	1.78	n/a	n/a
Loss @ fire sale/avg. Days ⁷	-0.10/1day	n/a	n/a

Monthly Commentary

Market Environment: The Hong Kong market was up in February after a three-month continuous decline. The HSI (Hang Seng Index) gained 3.7% and closed at 24,332; the HSCFI (Hang Seng China Enterprise Index) advanced 11.6% during the month, closed at just below 14,000, though both indices were still far below their October highs. February continued to be a very volatile month for the Hong Kong market. More economic data signaled a recession in the US, and China reported a new high on inflation (7.1% in January) with the damage of the snow storm to grains and livestock. Energy and infrastructure stocks were pushed up on snow storm reconstruction at the beginning of the month, but then the market went sideways amid mixed news on corporate earnings and M&A announcements, more subprime write-downs for US banks, continuing tight monetary policy in China and fears of commodity shortages in the future. Commodity prices became the focus again later in the month when crude oil broke \$100 per barrel and gold was above \$900 an ounce for the first time. On a positive note, the Hong Kong government announced a budget surplus and further tax cuts which helped financials stocks briefly.

In Taiwan, after the market experienced a dramatic pullback in January of 11.6%, TAIEX bounced back strongly by 11.9% in February because investors grew optimistic about the anticipated result of the March 22 election.

Attributions: GCA's portfolio underperformed the major indices in Hong Kong and Taiwan in February. Our underperformance happened mostly at the beginning and the end of the month as we were anticipating a market decline. When the market rallied, our positions moved against us particularly on the derivative side. Derivatives cost us over 5% during the month, although historically they have been good hedges to our portfolio. The Hong Kong market chased commodities and blue chips again, while our portfolio was focused on SME and consumer stocks (SME were 13.6% of the portfolio or 25% of our trading positions at the end of February), which was another reason for our

Summary Statistics^{3,4} – February 2008

Allocation by Asset Class:	% NAV	Allocation by Region:	% NAV
Equity	53.78	China ⁸	16.16
FX	n/a	Hong Kong	4.37
Options	n/a	Taiwan	3.34
Cash	33.18	Other	n/a
Bonds	n/a	Cash	33.18
Derivatives	-29.91		
Commodities	n/a		
Allocation by Sector:	% NAV	Attribution:	P&L (% NAV)
Cash	33.18	Cash	0.98
Oil & Gas	n/a	Oil & Gas	-0.26
Metals & Mining	5.10	Metals & Mining	0.51
Banking & Finance	12.58	Banking & Finance	-0.23
Consumer Cyclical	5.86	Consumer Cyclical	-0.29
Telecom	8.23	Telecom	0.06
Technology	1.07	Technology	0.21
Other	20.94	Other	0.39
Derivatives	-29.91	Derivatives	-5.42
Allocation by Market Cap:	% NAV		
Small (<\$500m)	5.78		
Mid(\$500m-\$2bn)	7.84		
Large (>\$2bn)	40.16		
Derivatives	-29.91		

underperformance. Our exposure in Taiwan helped the portfolio but was not enough to cover the losses in Hong Kong.

Top four portfolio gains and losses include:

Top 4 Gains	% NAV	Top 4 losses	% NAV
Xiwang Sugar	0.5%	H-Shr Index Future	-5.4%
China Communications	0.4%	Bosideng Intl	-0.5%
Dore Holdings	0.4%	China High-Speed	-0.4%
Angang Steel	0.3%	Air China	-0.4%

Outlook: The Fed's offer of \$200B Treasury Security Lending to brokerage firms and rumors of further interest rate cuts in the US we believe will not be enough to ease the concern about the economic slowdown in the US and that sentiment has affected all of the major markets in the world. The strong domestic demand and economic growth in China have both been discounted by investors. We expect the Hang Seng Index to test the 20,000 level soon. Investors are still waiting to see a decline in China's inflation rate before they will aggressively re-enter the Hong Kong market; consequently we believe the macro environment remains unsettled in the very near term however poised to improve as the year develops. In Taiwan, we have seen some pull back in March, due primarily to US issues and to the exhaustion of positive pre-election news. We believe it is good time to increase our exposure there. Among all the sectors, tech stocks are currently attractive. This sector has underperformed in the last few months; by now, we believe that all negatives (at macro level or company specific level) have already been priced in the stocks; investors are only awaiting confirmation from the Q1 earning results of those companies before reinvesting.

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Fund Manager Profile

•Manager Founded in 1989, Gerken Capital Associates (“GCA”) is a San Francisco based alternative asset fund manager. The firm is a recognized emerging market and emerging manager specialist. The firm has nine investment professionals with twenty plus years of investment experience each and long term affiliation. Lou Gerken, founder and chairman has been active in the emerging markets since the mid-70’s where he began his career as an analyst & portfolio manager with emerging markets pioneer GT Capital. Since inception, GCA and its Principals have managed/advised \$4.7 billion in AUM representing 22 managers. The Firm currently manages/advises \$1.4 billion in AUM. Funds are structured as separate share classes of BVI-domiciled GCA Funds Limited. GCA is a Registered Investment Advisor. For additional firm details please refer to www.gerkencapital.com. As part of its institutional grade manager approach, GCA has entered into a long-term and exclusive investment agreement with the Polaris Group. Taiwan based Polaris Group (“PG”) is a recognized Greater China’s listed financial services conglomerate offering financial services from banking, stock broking, futures, investment banking, mutual funds and asset management. PG employs over 2,000 employees, has presence through 48 branches in Taiwan and offices in Hong Kong and China. PG has a customer base of over one million with international partnerships with State Street Global Advisors, Merrill Lynch and Schroders. PG has managed AUM of USD\$3.8 billion. Since 2002, it has managed an in house proprietary hedge fund portfolio with current AUM of USD \$51 million. PG received Fund House of the Year Award from Asian Investor in 2004.

Institutional Grade Investment Team:

Chief Investment Officer	Lou Gerken*
Portfolio Manager	Sean Tseng*
Associate PM	Mary Lu*
Chief Strategist	Gary Tan*
Taiwan Investment Desk	Nancy Chen, Kenner Wang
China Investment Desk	Yanbo Tian, Michael Li
HK Investment Desk	Dapin Liou
Greater China Research	K.Y. Liang
Risk Management	Thomas Huang, Greg Madding*, Peter Britto
Finance & Accounting	Greg Madding, Peter Britto
Marketing & Client Services	Valerie Rios
Legal/Compliance	Greg Madding, Peter Britto, L. Jian
Back Office/Administration	Angela Chen, Carla Boy

*Investment Committee

Differentiators

- Greater China footprint (China, HK & Taiwan)
- Emerging markets investment experience spanning five business cycles
- Multi-asset investment strategy and capability
- Four-dimensional strategy (capital preservation, alpha, beta and gamma)
- 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 JV with recognized regional investment 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
B Share Class:	GCA Greater China Fund Limited
Fund Manager:	Gerken Capital Associates
Investment Committee:	Lou Gerken, Gary Tan, Greg Madding, Sean Tseng, Mary Lu
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
Hong Kong Address:	Room 1003-4 10F Tower 1 18 Harcourt Road Admiralty Center, Central, Hong Kong
San Francisco Address:	110 Tiburon Blvd., Suite 5 Mill Valley, CA 94941

Fee and Redemption Structure¹

Subscription Frequency:	Monthly
Redemption Frequency:	Monthly
Redemption Notification Period:	45 days
Management Fees:	2% p.a.
Performance Fees:	20% p.a.

Investment Objective & Approach

Investment objective is to achieve optimal, risk adjusted, absolute returns (ann. target return >15% and ann. target volatility <15%) while maintaining a public index correlation <40%. Fund utilizes a four-dimensional trading strategy consisting of capital preservation, alpha, beta and gamma. 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” risk controls and fund 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):	\$1.4bn (managed/advised)
Inception Date:	December 1, 2005 (Actual)
Bloomberg Code:	GCAGRCH VI
Domicile:	BVI
Base Currency:	USD
Equalization/Share Class ⁶ :	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 (unless waived)
Manager Investment:	Yes from inception; no withdrawals
Tax Reporting:	U.S. PFIC
AIMA Compliant:	Yes (Member)

Service Providers

Prime Broker:	Citigroup
Administrator:	Fortis Prime Fund Solutions (BVI) Limited
Paying Bank:	VP Bank BVI
Auditor:	Deloitte & Touche LLP
BVI Counsel:	Walkers BVI

¹Annual results for the Fund and NAV calculations are net of management fee of 1.5% and performance fee of 15% and expenses; 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; ³Net Allocation by asset class and region represent portfolio net exposure; ⁴Exposure data represents Fund’s net exposure including adjustments for options delta. Note that Gross Assets=long+short+cash+gain/loss on derivatives; ⁵Value at Risk (VAR) defined as quantitative market or event risk estimate of potential loss to fund. ⁶Equalization refers to accounting method designed to insure alignment of incentive fees amongst investors. ⁷Percentage daily loss based on the trailing trading volume of the securities within the portfolio. ⁸Region includes China H-shares and Red Chips.