

GCA Greater China Fund – January 2007 +2.60%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												2.60

Performance Summary – January 2007

Return Data ¹ :	GCAGC	MSCI Golden Dragon	S&P 500
NAV per share (\$)	1,312.83	127.74	1,438.24
Monthly Return (%)	2.60	-2.06	1.41
YTD Return (%)	2.60	-2.06	1.41
Best Month (%)	+6.25	9.09	3.15
Worst Month (%)	-2.56	-6.51	-3.09
Since Inception Return (%)	31.28	37.74	15.11
Annualized Return (%)	26.28	31.58	12.82
Risk/Return:			
Sharpe Ratio (x) ²	2.78	1.91	1.44
Ann. Std Deviation (%)	7.75	14.64	5.37
Max Drawdown (%)	-3.70	-7.91	-3.09
% Positive Months	71.43	71.43	85.71
Market Correlation	1.0	0.627	0.272
Exposure:	(% NAV)		
Long	64.01	n/a	n/a
Short	-38.08	n/a	n/a
Gross	+102.09	n/a	n/a
Net	+25.93	n/a	n/a
Cash	28.26	n/a	n/a
Gross Assets	130.35	n/a	n/a
Risk Indicators:	(% NAV)		
1 day 95% VAR ³	0.39	n/a	n/a
1 day 99% VAR	0.55	n/a	n/a
30 day 95% VAR	1.71	n/a	n/a
30 day 99% VAR	2.42	n/a	n/a
Loss @ fire sale/avg. Days ⁷	-0.0475/1day	n/a	n/a

Summary Statistics^{3,4} – January 2007

Allocation by Asset Class:	% NAV	Allocation by Region:	% NAV
Equity	61.80	China	4.51
FX	n/a	Hong Kong	11.31
Options	n/a	Taiwan	10.11
Cash	28.26	Other	n/a
Bonds	n/a	Cash	28.26
Derivatives	-35.87		
Commodities	n/a		
Allocation by Sector:	% NAV	Attributables:	P&L (% NAV)
Cash	28.26	Cash	-0.63
Oil & Gas	n/a	Oil & Gas	-0.30
Metals & Mining	n/a	Metals & Mining	-0.23
Banking & Finance	10.28	Banking & Finance	-1.26
Consumer Cyclical	13.71	Consumer Cyclical	2.18
Telecom	5.75	Telecom	-0.44
Technology	17.52	Technology	0.11
Other	14.53	Other	1.23
Derivatives	-35.87	Derivatives	2.05
Allocation by Market Cap:	%NAV		
Small (<\$500m)	7.33		
Mid (\$500m-\$2bn)	10.37		
Large (>\$2bn)	44.09		
Derivatives	-35.87		

Monthly Commentary

Overview: Markets were mixed in January 2007. The HSI index was up 0.7%, the HSCEI index was down 7% and the MSCI Golden Dragon (MXGD) was down 2%. After huge gains in December 2006, stocks which have a large weight in the HSCEI dragged the index down in January. The good performance of China Life's A-share stock price didn't push up its H-share counterpart; the disappointing performance sped up the outflow of speculative money from China Life H-shares and negatively affected other financial stocks. Rich valuations and profit-taking pressure dominated investors' minds and resulted in a correction of the HSCEI in January. The weakness of A-shares showed up near the end of January further dragging down the HSCEI.

The TAIEX pulled back by 1.59% in January to close at 7,699.64. Turnover for the month was NT \$2,656.7 billion, an increase from November's NT\$2,329.3 billion. The market saw profit taking pressure in all sectors as TAIEX had rallied by 3.34% in December. Construction and Paper were the poorest performers with declines of 9.3% and 7.7% respectively. Cement dropped by 3.2%, as did the following sectors: Financial -2.1%, Steel -1.8%, Transportation -1.7%, Electronics -0.9% and Plastic -0.6%. In anticipation of a long Chinese New Year holiday, earnings momentum for companies should decline; consequently, the market has turned more conservative.

Politics: China stocks dropped in January after Chinese lawmaker said shares are overvalued, causing speculation that the Chinese government will act to limit investment. Further, the Vice Chairman of the People's Congress claimed that only 30% of all listed companies in China are worth investing in, triggering downward pressure on stocks. Financial and property shares were hard hit.

There is some concern the Chinese market is overheated given that Shanghai's benchmark composite index went up 130% last year. The Government has taken a number of measures to prevent a sudden bubble burst. The Government limited the

number of mutual funds to keep cash from pouring into the market. Further, the government has cracked down on banks which approve loans to trade stocks.

In another move, reflecting further integration of mainland China and Hong Kong financial markets, the Chinese Government has agreed to allow qualified mainland financial institutions to issue Yuan bonds in Hong Kong. This will be the first time any financial bonds based on the Yuan will be allowed to be issued outside the mainland and this reflects a step towards the liberation of the Yuan.

In Taiwan, the political noise has risen because former Taipei City mayor, Ma Ying Jiu may be prosecuted for embezzlement of the mayor's special allowance. Therefore we have trimmed our holdings to 30.17% from 42% a month ago.

Attributes: The China side's average net exposure was 36% while gross exposure was 106% in January. With regard to market cap size, 64% of our portfolio was large caps which provided great liquidity. The largest drawdown was -1.43% during the month. There were 27 stocks in our portfolio at the end of the month. For Taiwan, we ended the month with a long exposure of 10.11% and no short exposure. We ended with 10 stocks, all large caps in the technology sector. The Taiwan portfolio was a slight negative in January reflecting the adjustment in the technology sector.

Strategy: Our strategy is to deliver a smooth NAV performance with relatively low risk. January was a good example of how this strategy paid off with a strong performance against the HSCEI and MSCI indices.

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.

GCA Greater China Fund – January 2007 +2.60%¹

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 leader GT Capital. Since inception, GCA and its Principals have managed/advised \$4.7 billion in AUM representing 22 managers. The Firm currently manages/advises \$1.5 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 investment affiliation 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:

Investment:

Chair, Investment Committee	Lou Gerken
Fund Portfolio Manager	Hugh McClung
Chief Investment Officer	Gary Tan
Chief Strategist	Sean Tseng
Risk Management	Thomas Huang
Taiwan Investment Desk	Nancy Chen, Kenner Wang, K.Y. Liang
China Investment Desk	Albert Lai, Max Lee, Leo Zhang
HK Investment Desk	James Sa, Changer Ho

Administration:

President & COO	Greg Madding
Chief Financial Officer	Bashir Wada
Dir. Marketing & Sales	Bonnie George, Valerie Rios
Legal, Compliance & B/O	Lawrence Jian, Angela Chen, Carla Boy

Differentiators

- Benefits of dedicated “Greater China” footprint (China, HK & Taiwan)
- Target top decile risk adjusted performance
- Absolute return, multi-asset fund with low volatility & correlation targets
- Equity long/short, broad value, global macro overlay
- Four-dimensional strategy (capital preservation, alpha, beta and gamma)
- Managed on the ground by institutional grade investment team
- Established research, trading and risk management presence
- Scalable operations with ample investment capacity
- Significant investment by Manager and investor alignment
- Long-term partner affiliation and economic alignment
- Access to mid-cap fastest growing GDP sector
- Part of GCA “BRIC” Master Fund providing flexibility and alpha

Manager Details

Fund:	GCA Funds Limited BVI International Business Company Regulated under the BVI Mutual Funds Act 1996
B Share Class:	GCA Greater China Fund Limited
Fund Manager:	Gerken Capital Associates
San Francisco Address:	110 Tiburon Blvd., Suite 5 Mill Valley, CA 94941 +1 415 383 1464

Hong Kong Address:	Room 1003-4 10F Tower 1 18 Harcourt Road Admiralty Center, HK
Investment Committee:	Lou Gerken, Hugh McClung, Gary Tan, Sean Tseng
Directors:	Lou Gerken, Dakshesh Patel
Contact Person:	Bonnie George, Director of Marketing Bonnie@gerkencapital.com Valerie Rios, Client Services Valerie@gerkencapital.com +1 415 383 1464

Fee and Redemption Structure¹

Subscription Frequency:	Monthly
Redemption Frequency:	Monthly
Redemption Notification Period:	45 days
Redemption Fee:	3% 1 st year; 1% 2 nd year, 0% afterwards
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 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 (\$mm):	Not disclosed
Fund Capacity (\$mm):	500
Firm’s Total Assets (\$bn):	\$1.5bn (managed/advised)
Inception Date:	December 1, 2005 (Actual)
Bloomberg Code:	GCAGRCHVI
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
Manager Investment	Yes from inception; no withdrawals
Tax Reporting:	U.S. PFIC

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.

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.