GERKEN CAPITAL ASSOCIATES
ALTERNATIVE ASSET FUNDS & ADVISORY

GCA Greater China Fund Limited / Sept. 2008 -1.89%[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				-19.15

Performance Summary

Return Data[1]:	GCAGC	MSCI Golden Dragon	S&P 500
NAV per share ($)	1,295.63	103.35	1,166.36
Monthly Return (%)	-1.89	-19.57	-9.08
YTD Return (%)	-19.15	-40.99	-20.57
Best Month (%)	8.22	13.74	4.75
Worst Month (%)	-7.34	-19.57	-9.08
Since Inception Return (%)	29.56	11.44	-6.65
Annualized Since Inception	9.57	3.90	-2.40
Risk/Return:			
Sharpe Ratio (x)[2]	0.71	0.11	-0.30
Ann. Std Deviation (%)	12.03	26.25	11.49
Max Drawdown (%)	-25.00	-48.49	-24.72
% Positive Months	55.88	58.82	61.76
Market Correlation	1.00	0.59	0.46
Exposure:	**(% NAV)**		
Long	6.61	n/a	n/a
Short	-1.28	n/a	n/a
Gross	7.89	n/a	n/a
Net	5.33	n/a	n/a
Cash	95.87	n/a	n/a
Gross Assets	103.76	n/a	n/a
Risk Indicators:	**(% NAV)**		
1 day 95% VAR[6]	-0.88	n/a	n/a
1 day 99% VAR	-1.26	n/a	n/a
30 day 95% VAR	-4.89	n/a	n/a
30 day 99% VAR	-7.26	n/a	n/a
Loss @ fire sale/avg. Days	-0.97%/1day	n/a	n/a

Summary Statistics[4.5]

Allocation by Asset Class:	% NAV	Allocation by Region:	% NAV
Equity	6.61	China	3.20
FX	0.00	Hong Kong	0.17
Options	-1.28	Taiwan	0.00
Cash	95.87	Other	1.96
Bonds	0.00	Cash	95.87
Derivatives	0.00		
Commodities	0.00		
Allocation by Sector:	**% NAV**	**Attribution of P&L:**	**% NAV**
Basic Materials	-0.04	Basic Materials	-0.20
Communications	-0.05	Communications	0.01
Consumer Cyclical	3.42	Consumer Cyclical	-0.92
Consumer, Non-cyclical	0.22	Consumer, Non-cyclical	0.00
Energy	0.00	Energy	-0.12
Financial	0.00	Financial	-1.05
Funds	1.96	Funds	2.04
Healthcare	0.43	Healthcare	-0.34
Industrials	0.00	Industrials	-0.16
Technology	-0.56	Technology	-0.01
Utilities	-0.05	Utilities	-1.14
Derivatives	0.00	Derivatives	0.00
Allocation by Market Cap:	**% NAV**	Cash	0.00
Small (<$500m)	3.87		
Mid($500m-$2bn)	0.00		
Large (>$2bn)	1.46		
Derivatives	0.00		

Monthly Commentary

September was challenging for Greater China stock markets. The HSCEI broke 10,000 losing -15.9% in the month, while the TWSE fell -18.83% amid fears of systemic risks and the dramatic developments in global markets. The market's latest sharp capitulation, both in terms of magnitude and the speed of the decline, has reinforced our conviction regarding the defensive portfolio positioning we implemented several months ago. Since then, many wild swings have occurred on an almost daily basis. Our cautious strategy resulted in solid relative outperformance in September, with our fund dropping only -1.89% versus -19.57% for the MSCI Golden Dragon index.

At this stage, we believe short-term systemic concerns and macro cyclical risks overshadow China's long term secular growth potentials. However, the current valuations have priced in a considerable amount of downside earnings and macro risks and have compressed equity prices to attractive absolute levels as well as relative to the greater region. From a psychological perspective, we see continued panic selling in HK markets. As contrarian investors, we believe despite the current climate of abject fear, China's secular growth prospects remain intact and the recent market weakness provides exceptional entry points. Recently, China's government has indicated intent to use its tremendous fiscal capability to neutralize external risks related to a declining trade account, as well as the internal risks from a cyclical property and banking downturn.

We expect the Chinese government to launch a series of stimulating policies soon, which we believe will have a favorable impact on the region. As a result, we believe this may be an opportune time to think about allocating to the Greater China markets. At the same time, we think that the markets will continue to be volatile for some time due to the systematic risk in the global markets, further cyclical downturn in the Chinese economy, and possible earnings revisions. Therefore, looking forward, we are going to continue to implement defensive strategies and give priority to risk management to ensure we preserve capital with the view to deploying it in increasingly attractive opportunities.

Attribution: GCA's portfolio closed September with a 1.89% loss. The top positions which helped and hurt the portfolio were:

Top 4 Gains	% NAV	Top 4 Losses	% NAV
Ultra short FTSE/Xinhua	1.90%	China Merchants Bank -	-2.22%
Bank of Communications	1.12%	Ctrip.com International	-0.69%
Morgan Stanley China A	0.73%	China Power	-0.67%
China Shenhua Energy	0.52%	Huadian Power	-0.50%

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. 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, CEE and MENA. GCA also manages a private equity fund of funds. 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. 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 the Graduate School of the People's Bank of China and is a CFA III candidate.

As part of its institutional grade management team approach, GCA has entered into a long-term and exclusive affiliate relationship with the Polaris Group ("PG") which provides the Fund with enhanced on the ground research, mid-office, execution platforms and risk management infrastructure. Taiwan based 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, China and Singapore. PG has a customer base of over one million with international partnerships with State Street Global Advisors, Merrill Lynch and Schroders. PG manages AUM of USD $3.8 billion and 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.

GCA Manager Team:

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

Polaris Regional Affiliate:

Portfolio Manager	Sean Tseng*
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
Back Office/Administration	Angela Chen

*****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 affiliation 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
Investment Committee:	Lou Gerken, Oliver Chan, Gary Tan, Sean Tseng
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
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 its on the ground investment team. Fund adheres to "best of breed" AIMA compliannt 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):	$1.4bn (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:	USD $1,000,000 (unless waived)
Manager Investing	Yes from inception; no withdrawals
Tax Reporting:	U.S. PFIC
AIMA Compliant:	Yes (Member)

Service Providers

Prime Broker:	Citigroup
Administrator:	Apex Fund Services Limited
Paying Bank:	VP Bank BVI
Auditor:	Deloitte & Touche LLP
BVI Counsel:	Walkers BVI

10/09/2008 4.30 PM

[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;