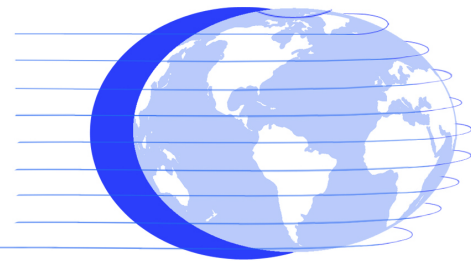


SOCRATES

FUND MANAGEMENT



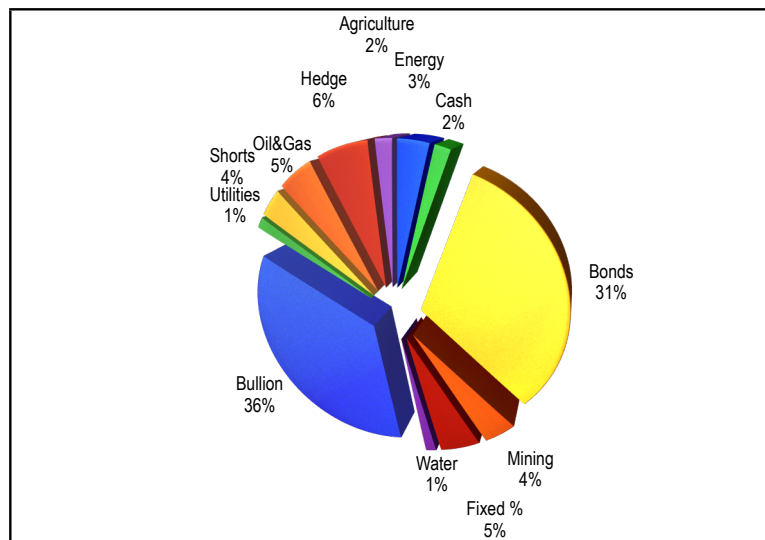
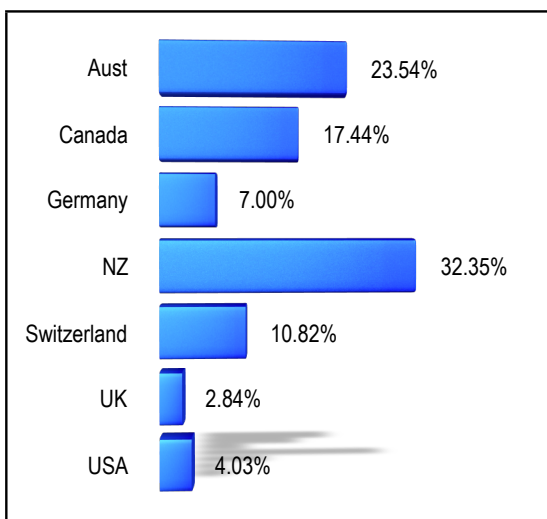
Looking Back towards a Bright Future

21st Century Renaissance Income Unit Trust

| | |
|-----------------------|------------------------------|
| Fund | Income |
| Size (net) | \$3,376,277.15 |
| Fund Manager | Socrates Fund Management |
| Fund Administrator | MMC |
| Portfolio Manager | Charles Drace |
| Fund Type | P.I.E. Unit Trust |
| Investment Strategy | Commodity Bias International |
| Investment Geographic | International |
| Minimum Investment | \$5,000; \$200 Month |
| Management Fees | 0.50% |
| Performance Fees | NIL |
| Entry Fees | 2% |
| Investments | Monthly |
| Redemptions | Monthly; notify by the 15th |

Performance to November 30th 2010 After Fees and Taxes

| | |
|-----------------|---------------------|
| Month to Date | -1.98% |
| Quarter to date | 0.02% |
| Year to Date | -1.59% |
| 12 Month Return | -3.25% |
| 3 Year Return | -20.07% |
| Since Inception | -3.89% (Annualised) |



Ten Largest Positions held in the fund

| | |
|-------------------------------------|---|
| ETFS Physical Silver | NZ Post |
| iShares eb.rexxi Government Ge | PureCapital |
| ETFS Gold Trust Physical Swiss Gold | ETFS Physical Gold - Redeem Pref |
| Equitable Debentures | Sprott Physical Gold Trust |
| Aust Govt Bond 15/04/2012 | Auckland City Council 6.420% Due 24/03/14 |

| Monthly Unit Prices | |
|---------------------|----------|
| December 2010 | \$0.8105 |
| November 2010 | \$0.8269 |
| October 2010 | \$0.8008 |
| September 2010 | \$0.8103 |
| August 2010 | \$0.8094 |
| July 2010 | \$0.7974 |
| June 2010 | \$0.8323 |
| May 2010 | \$0.8455 |
| April 2010 | \$0.8258 |
| March 2010 | \$0.8236 |
| February 2010 | \$0.8301 |
| January 2010 | \$0.8490 |

December was a difficult month for the Income Unit Trust. We lost .44%, mainly through losses on our protection strategies as the U.S. share market had one of its best months for a long time. It's amazing how Wall Street is able to talk the market up - with some help from government funding to prop up the market - with the U.S economy being in such dire straits.

Sure there is some short term good news as consumers started buying again rather than saving, though not with earned money. They increased their debts and are now negative savers after being positive savers in 2009 and early 2010. And the banks are using gov't support to rake in huge trading profits again, just like in 2007-8 before the big crash, which prop up the market. As short term trading is very difficult to get right, our strategies are based on medium to longer term views so we see the latest enthusiasms as just a blip on the screen, and not to get caught up in.

In 2008 the Income fund was averaging a 10% yield on its interest and dividend investments. Now our yield is 3.73%. That's because rates have dropped so dramatically, or, in the case of some higher yield securities, risk has increased too much [think Iceland, Greece, etc]. That's why we're so excited about finally getting an InvestLoan account running with Jyske Bank as part of the Income portfolio. Because they offer access to a lot of investments we can't get through NZ brokers, our average yield for the Jyske Bank portion of the portfolio will be around 7-8%. As well, we'll be borrowing part of the funds in the portfolio at less than 2.5%.

The only change we made to the Income portfolio in December was to sell some silver to lock in gains, while still holding quite a bit, as well as significantly reducing our short positions as the U.S. share market rallied in December.