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|---------------------|-------------------------------------|-----------------------|------------------------------------|
| Fund | Income | Investment Geographic | International |
| Size (net) | \$3,347,466.52 | Minimum Investment | \$5,000; \$200 Month |
| Fund Manager | Socrates Fund Management | Management Fees | 0.50% |
| Fund Administrator | MMC | Performance Fees | NIL |
| Portfolio Manager | Charles Drace | Entry Fees | 2% |
| Fund Type | P.I.E. Unit Trust | Investments | Monthly |
| Investment Strategy | Commodity Bias International | Redemptions | Monthly; notify by the 15th |

A 4.2% return for the month of February was very pleasing, more so because all of our strategies played out well.

We added some speculative positions in gold and silver to capture the market's enthusiasm for precious metals towards the end of the month. Last week we took profits on those positions.

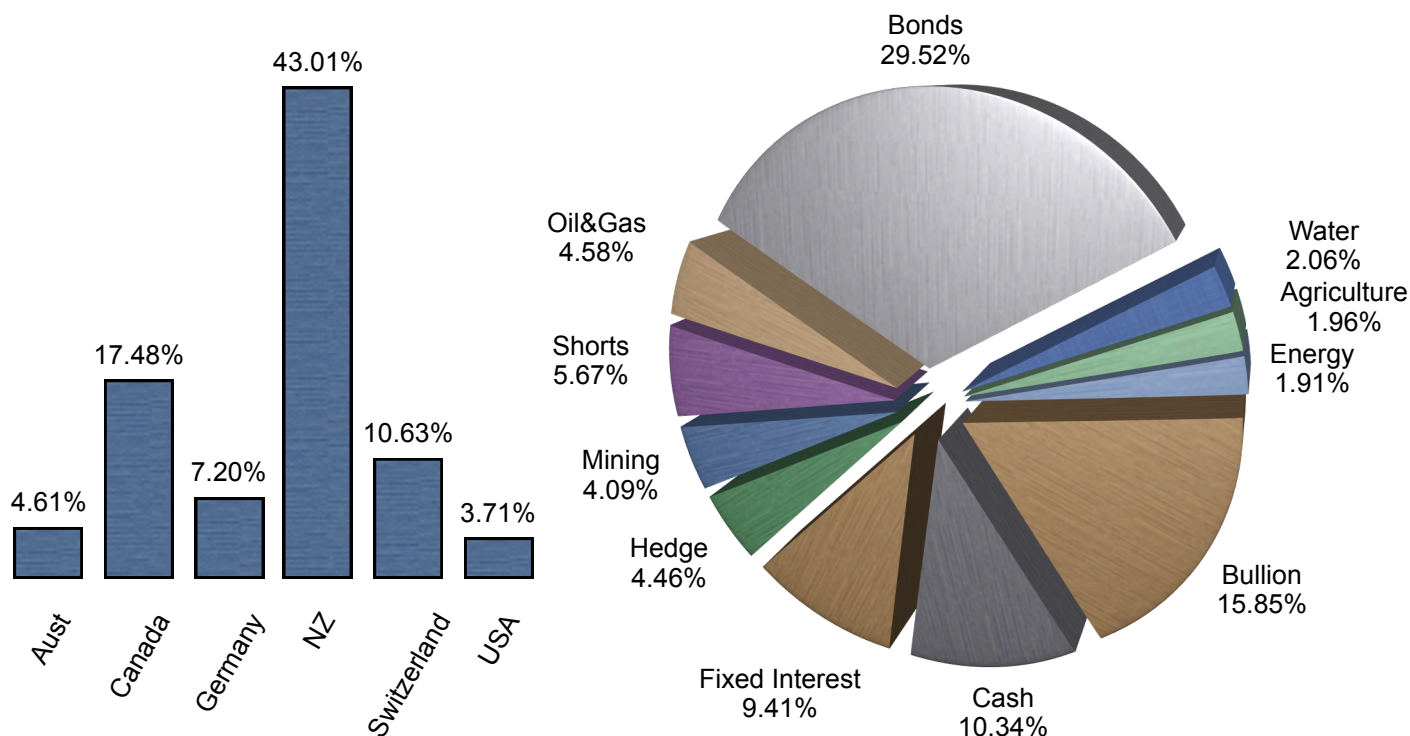
We expect more volatility and turmoil in the next few months but most analysts are predicting higher gold, silver and oil prices throughout the rest of 2011 and that suits us perfectly.

Performance to February 28th 2011
After Fees and Taxes

| | |
|------------------------------|----------------|
| Month to Date | 4.20% |
| Quarter to date | 1.25% |
| Year to Date | -0.36% |
| 12 Month Return | -1.14% |
| 3 Year Return | -21.30% |
| Since Inception (Annualised) | -3.48% |

Ten Largest Positions held in the fund

| | |
|---------------------------------|----------------------------|
| Craigs Cash | NZ Post |
| iShares eb.rexxi Government Ge | ETFS Gold Trust Swiss Gold |
| Sprott Physical Gold Trust | Equitable Debentures |
| Proshares UltraShort Lehman 20+ | Aust Govt Bond 15/04/2012 |
| Promethus | Pure Capital |



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|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| Feb 2011 | Jan 2011 | Dec 2010 | Nov 2010 | Oct 2010 | Sep 2010 | Aug 2010 | Jul 2010 | Jun 2010 | May 2010 | Apr 2010 | Mar 2010 |
| \$0.8206 | \$0.7875 | \$0.8105 | \$0.8269 | \$0.8008 | \$0.8103 | \$0.8094 | \$0.7974 | \$0.8323 | \$0.8455 | \$0.8258 | \$0.8236 |