

Fund	<b>Gold and Metals</b>	Investment Geographic	<b>International</b>
Size (net)	<b>\$3,880,321.17</b>	Minimum Investment	<b>\$5,000; \$200 Month</b>
Fund Manager	<b>Socrates Fund Management</b>	Management Fees	<b>1.25%</b>
Fund Administrator	<b>MMC</b>	Performance Fees	<b>NIL</b>
Portfolio Manager	<b>Charles Drace</b>	Entry Fees	<b>2%</b>
Fund Type	<b>P.I.E. Unit Trust</b>	Investments	<b>Monthly</b>
Investment Strategy	<b>50/50 Bullion &amp; Diversified Mining</b>	Redemptions	<b>Monthly; notify by the 15th</b>

We captured some good gains in our gold and silver bullion positions but lost most of the gains with the rising New Zealand currency as well as the sell-off in mining companies. Still, we returned a very respectable +2.21% for the month.

We took advantage of a drop in gold & silver prices in mid-month to add some more gold and silver bullion and some mining companies: 2 silver miners, 4 gold miners, and 3 rare earth miners. As of mid-May, we've been stopped out of most of them.

We reduced our short ETFs and bought some short options instead. Options limit our potential losses whereas ETF's don't.

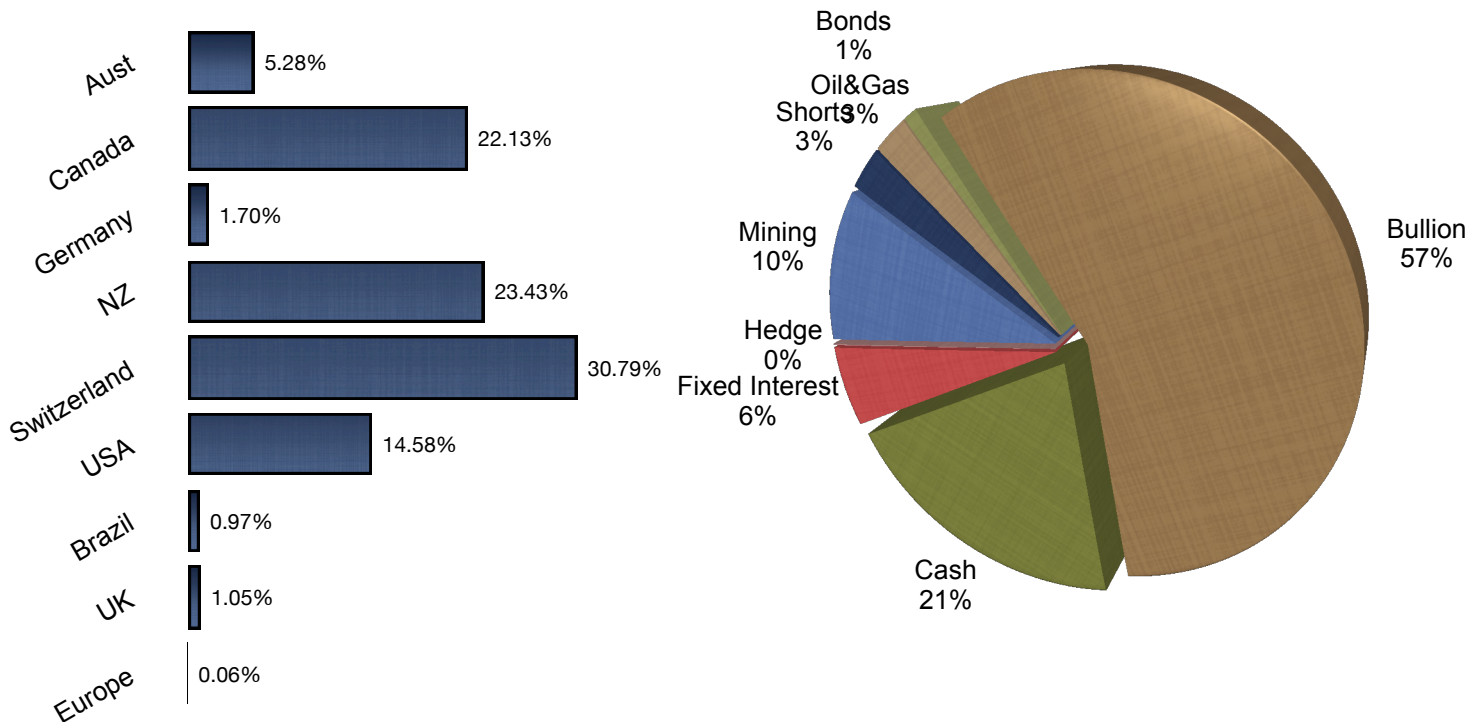
We had closed our major hedge fund positions by the end of March as they were costing too much and not providing the protection we had hoped for. Instead, we have invested in the Man AHL Alpha fund which invests in the main Man AHL hedge fund. Man Investments Australia are part of the Man Group of London which has been in operation since 1738. This is a much more conservative way of protecting our portfolios and doesn't have the potential big gain opportunities in a large market meltdown, but also doesn't have the potential for large losses which we suffered with our previous hedge fund protection programmes.

**Performance to April 30th 2011**  
*After Fees and Taxes*

Month to Date	<b>-0.98%</b>
Quarter to date	<b>-1.06%</b>
Year to Date	<b>9.08%</b>
12 Month Return	<b>-1.04%</b>
3 Year Return	<b>-28.85%</b>
Since Inception (Annualised)	<b>-5.60%</b>

**Ten Largest Positions held in the fund**

Public Trust	ProShares Ultra Silver
Sprott Physical Gold Trust	Central Fund of Canada Ltd
ZKB Silver ETF Units (CHF)	Market Vectors Gold
ZKB Gold ETF Units	Equitable
ETFSTrust Physical Swiss Gold	ProShares Ultra Gold



Apr 2011	Mar 2011	Feb 2011	Jan 2011	Dec 2010	Nov 2010	Oct 2010	Sep 2010	Aug 2010	Jul 2010	Jun 2010	May 2010
\$0.7849	\$0.7755	\$0.7877	\$0.7285	\$0.7761	\$0.7817	\$0.7332	\$0.7380	\$0.8094	\$0.6938	\$0.7632	\$0.7680