

Fund	<b>Gold and Metals</b>	Investment Geographic	<b>International</b>
Size (net)	<b>\$3,796,751.06</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>

The Gold and Metals Unit Trust returned -.98% for the month which, with a rise in the NZ dollar knocking 1.2% off our returns shows that we made a very small positive return in our base portfolio. So it was essentially a break even month. We still returned 9.08% for the year to 31 March.

During the month we tightened up our stops as the sideways movement in most markets meant that the markets were either going to break up or down and we wanted the protection from the down part.

We also believe there's a much more positive attitude towards gold, silver and oil so we took the opportunity to increase our exposure to all three. We continued to hold more than the normal amount of cash.

In March we bought Ultra [double] positions in gold and silver twice, on dips in the prices of gold and silver. We also bought income paying Silver Wheaton which earns royalties from many silver mining companies and some more silver bullion through the Swiss Silver ETF [bullion stored in the main Swiss gold vault under the Zurich airport. And we increased our holdings in the GDX Gold Miners Index ETF which holds positions in most of the bigger miners.

We cut our losses on the VIX Volatility Index ETF.

Gold and silver continue upwards trajectories with frequent corrections [two big ones in March] but analysts are predicting gold to be \$2,000 or so in the next year and \$5-7,000 within the next ten years. It's currently bouncing around \$1450.

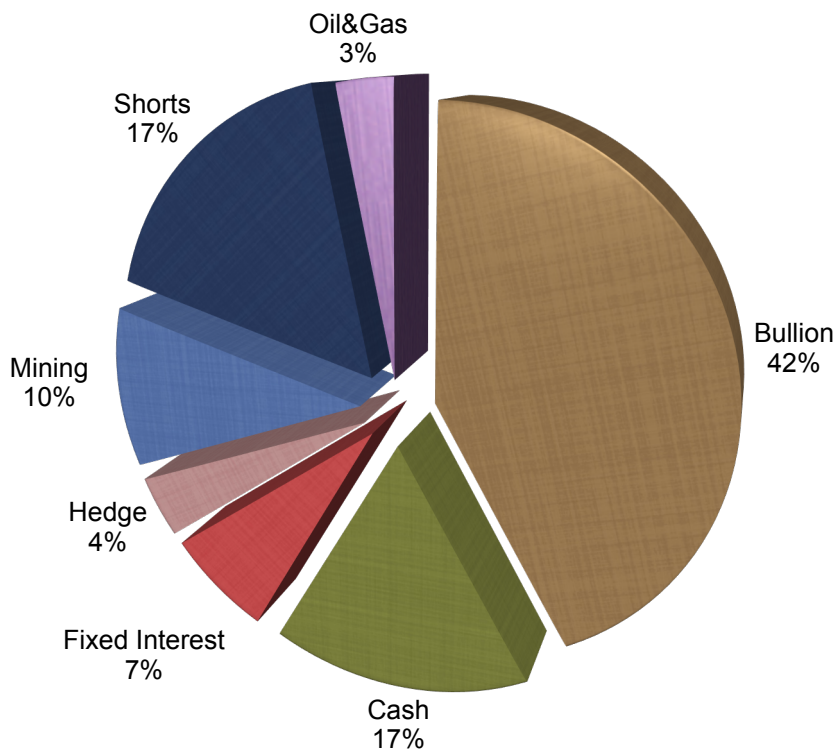
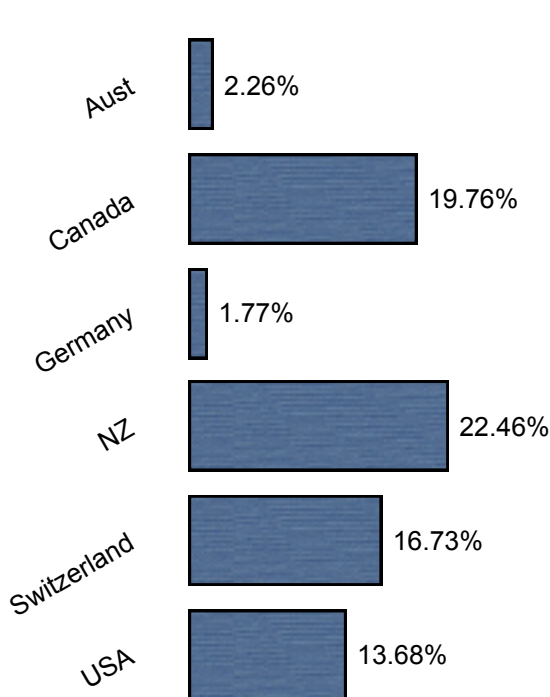
**Performance to March 31st 2011**

*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>-1.02%</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 Short QQQ ETF
Sprott Physical Gold Trust	Central Fund of Canada Ltd
ZKB Silver ETF Units (CHF)	ZKB Gold ETF (USD) Units
ZKB Gold ETF Units	Equitable
ETFSTrust Physical Swiss Gold	ProShares Ultra Gold ETF Units



Mar 2011	Feb 2011	Jan 2011	Dec 2010	Nov 2010	Oct 2010	Sep 2010	Aug 2010	Jul 2010	Jun 2010	May 2010	Apr 2010
\$0.7755	\$0.7877	\$0.7285	\$0.7761	\$0.7817	\$0.7332	\$0.7380	\$0.8094	\$0.6938	\$0.7632	\$0.7680	\$0.7148