

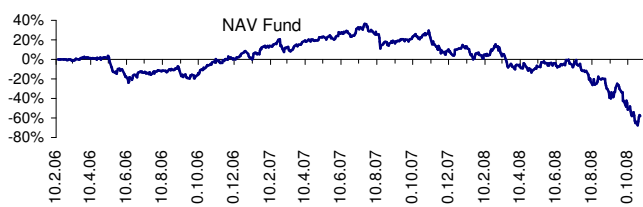
Precious Capital Global Mining & Metals Fund

The Precious Capital Global Mining & Metals Fund is a Swiss based securities fund, investing globally in mining companies. The objective is to provide investors an absolute return in CHF with a lower volatility than the sector. The fund is long only, actively managed on the big cap positions and has the possibility to hedge currency risk.

Monthly review - October 2008

The continuing correction in October evident in peak volatility over the months triggered huge losses around virtually all asset classes. Emotions dictated market behaviour and fundamentals were secondary. Gold posted its biggest monthly drop in 28 years and commodities were headed for the biggest monthly decline since at least 1956. Gold and mining stocks also suffered from sustained de-leveraging and forced selling. Even though the turbulence are not over yet, we estimate now is the time for bottom fishing and remain optimistic for the future. Also factoring in the financial measures from governments will eventually be very inflationary and therefore very positive for gold stocks. Gold so far did disappoint as a hedge insurance but we have to consider that there are two markets: The physical and the paper Gold market. The latter makes up about 95% of the daily volume. Short term results will filter out rumours vs. confirmation of what is real relating to large investors and bullion dealers, in reference to expectations for delivery in the December future contract. It is estimated that COMEX only has Gold supplies to deliver on some 10%

Performance



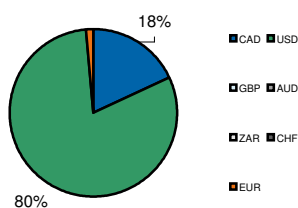
Price of unit	31-Oct-2008	CHF 41.83
Performance of unit since inception		-58.2%
Volatility p.a.		54.1%
Liquidity/Cash		CHF 397'286
Number of Holdings		34

10 Top positions

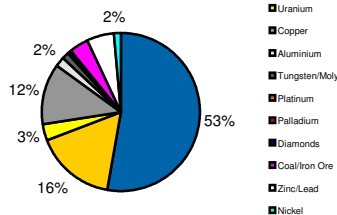
Kinross Gold	6.0%
Agnico Eagle Mines	6.0%
Barrick Gold	5.7%
Newmont Mining	5.7%
Goldcorp	5.4%
Freeport McMoran	5.0%
Eldorado Gold	4.6%
Rio Tinto	4.6%
Yamana Gold	4.3%
Harmony Gold	4.2%

Allocation

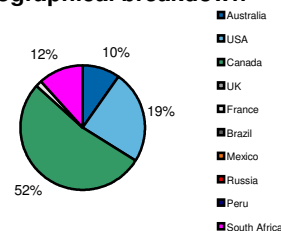
Currency breakdown



Commodity breakdown



Geographical breakdown



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Track-Record NAV Fund

		2006				Full year:	8.48%
		Feb 10, 06	Feb 06	Mar 06	Apr 06	May 06	June 06
NAV Fund		100.00	99.42	101.72	101.43	89.15	89.69
			-0.60%	2.30%	-0.30%	-12.10%	-2.80%
		July 06	Aug 06	Sep 06	Oct 06	Nov 06	Dec 06
NAV Fund		87.54	89.68	84.21	95.50	102.91	108.48
		1.00%	2.40%	-6.10%	13.40%	7.80%	5.40%
		2007				Full year:	2.53%
		Jan 07	Feb 07	Mar 07	Apr 07	May 07	June 07
NAV Fund		113.63	114.27	115.16	119.29	121.40	124.29
		4.70%	0.60%	0.80%	3.60%	1.80%	2.40%
		Jul 07	Aug 07	Sep 07	Okt 07	Nov 07	Dez 07
NAV Fund		130.18	116.29	120.20	126.84	107.06	111.23
		4.70%	-10.70%	3.40%	5.50%	-15.59%	3.90%
		2008				Full year:	-62.39%
		Jan 08	Feb 08	Mar 08	Apr 08	May 08	June 08
NAV Fund		104.49	112.64	90.47	88.07	96.06	99.10
		-6.10%	7.80%	-19.70%	-2.65%	9.07%	3.20%
		Jul 08	Aug 08	Sep 08	Okt 08	Nov 08	Dez 08
NAV Fund		88.15	80.06	66.04	41.83		
		-11.05%	-9.20%	-17.50%	-36.40%		

Fund details

Base currency	CHF	Issue fee (up to 3%)	1%
Fund size	7'967'338	Performance fee	20% over 5%
Type of fund	open end	Administration fee	1.50%
Domicile of fund	Switzerland	Redemption fee	none
Trading	Daily (until 12pm)	Asset Manager	Precious Capital AG, Zrh
Date of inception	Feb. 10th, 2006	Fund Manager	LB(Swiss) Investment AG, Zrh
Security Number	2 333 575	Custodian	LLB (Schweiz) AG, Zrh
ISIN number	2 333 575 2	Auditor	PriceWaterhouseCoopers, Zrh
Bloomberg ticker	LBSPRCS SW	Web:	www.preciouscap.com
Min. investment	1 unit	Information:	info@preciouscap.com