

**Reporting      Craton Capital Funds –  
Craton Capital Precious Metal Fund  
Annual Report per 31.12.2010**

## **Investment objective and investment strategy**

The investment objective of the Craton Capital Precious Metal Fund is long-term capital growth.

Craton Capital Precious Metal Fund invests worldwide in companies and issuers which have direct exposure to precious metals (including diamonds) and/or which are active in the exploration, development, mining, production, processing, transportation, distribution of precious metals or provide services to the precious metal sectors. The segment invests in particular in the following sectors:

- Gold;
- PGM (platinum group metals; platinum, palladium and rhodium);
- Silver;
- Diamonds.

After deducting liquid assets, Craton Capital Precious Metal Fund shall invest at least two thirds of the fund's total assets in:

- equities and book-entry equities (in particular shares) of companies and issuers from the gold, PGM (platinum group metals, silver and diamond sectors);
- debt securities and debt book-entry securities denominated in freely-convertible currencies (in particular convertible bonds) of companies and issuers from the gold, PGM (platinum group metals), silver and diamond sectors;
- units of investment undertakings for securities or equivalent investment undertakings which invest their assets according to the guidelines of this Investment Fund;
- derivative financial instruments on securities and book-entry securities mentioned above.

After deducting liquid assets, Craton Capital Precious Metal Fund may invest up to one third of the fund's total assets in:

- short-term liquid assets such as call money, time deposits or money market instruments having a residual period to maturity of less than 12 months;
- equities and book-entry equities as well as fixed and variable-interest debt securities and debt book-entry securities of companies and issuers in other sectors;
- units of investment undertakings for securities or equivalent investment undertakings which invest their assets in other sectors worldwide;
- derivative financial instruments on aforementioned securities and book-entry securities in other sectors.

## Performance of key parameters

Date	Number of units	Net assets in USD million	Net asset value per unit in USD	Performance
<b>Class A</b>				
31.12.2006	1'325'264	266.4	200.99	49.62 %
31.12.2007	1'539'164	357.7	232.42	15.64 %
31.12.2008	670'090	82.2	122.71	-47.20 %
31.12.2009	732'092	160.9	219.72	79.06 %
31.12.2010	684'075	262.8	384.13	74.83 %
<b>Class B</b>				
31.12.2006	44'466	8.9	200.99	21.86 %
31.12.2007	44'429	10.3	232.42	15.64 %
31.12.2008	42'444	5.2	122.71	-47.20 %
31.12.2009	29'300	6.4	219.72	79.06 %
31.12.2010	19'187	7.4	384.13	74.83 %
<b>Class E</b>				
08.10.2010	72'215	21.6	299.67	
31.12.2010	82'729	31.8	384.52	28.31 %

The performance shown here is no guarantee of future performance. The value of a unit may fall or rise at any time. The performance data do not take issue and redemption commission and fees into consideration.

# Fund information

## **Custodian bank**

Liechtensteinische Landesbank AG

## **Investment advisor**

Craton Capital Limited, Road Town, Tortola, BVI

## **Management company**

LLB Fund Services AG

## **Paying agent and distributor**

Liechtensteinische Landesbank AG

## **Representative for Switzerland**

Liechtensteinische Landesbank (Switzerland) AG

## **Paying agent in Switzerland**

Liechtensteinische Landesbank (Switzerland) AG

## **Facilities in the United Kingdom**

Daniel White  
Sevenoaks, Kent

## **Paying agent in Germany**

DONNER & REUSCHEL Aktiengesellschaft, Hamburg

## **Information agent in Germany**

DONNER & REUSCHEL Aktiengesellschaft, Hamburg

## **Paying agent in Austria**

Vorarlberger Landes- und Hypothekenbank AG

## **Tax representative in Austria**

Vorarlberger Landes- und Hypothekenbank AG

## **Auditors**

PricewaterhouseCoopers AG

## **Date of first issue**

11 November 2003

## **Initial issue price**

USD 100.00 Class A  
USD 164.93 Class B  
USD 299.67 Class E

## **Net assets**

USD 301'957'015.05 (31.12.2010)

## **Securities number / ISIN Class A**

1 674 268 / LI0016742681

## **Securities number / ISIN Class B**

2 127 984 / LI0021279844

## **Securities number / ISIN Class E**

11 630 888 / LI0116308888

## **Valuation**

Daily

## **Unit of account**

USD

## **Distribution**

Class A and E reinvested, Class B distributed

## **Issue commission**

Maximum 5 %

## **Total expense ratio (TER) (excluding performance fee)**

1.94 % p.a. Class A  
1.94 % p.a. Class B  
1.39 % p.a. Class E

## **Performance fee in % of the net assets**

4.54 % p.a. Class A  
4.54 % p.a. Class B  
2.60 % Class E (8.10.-31.12.10)

## **Redemption commission**

max. 0.5 %

**End of financial year**

31 December

**Sales restriction**

USA

**Fund domicile**

Vaduz, Principality of Liechtenstein

**Legal form**

Investment undertaking for securities (segmented) under Liechtenstein law

## Statement of account per 31.12.2010

		USD
Bank deposits at sight		26'133'388.55
Securities		265'483'956.12
Other securities and book-entry securities		18'034'070.00
Other assets		31'575.00
<b>Total assets</b>		<b>309'682'989.67</b>
Liabilities		-7'725'974.62
<b>Net assets</b>		<b>301'957'015.05</b>
Class A	262'776'062.04	
Class B	7'370'370.62	
Class E	31'810'582.39	
<b>Number of units in circulation</b>		
Class A	684'075	
Class B	19'187	
Class E	82'729	
<b>Net asset value per unit</b>		
Class A	384.13	
Class B	384.13	
Class E	384.52	

## Off balance-sheet transactions per 31.12.2010

No off balance-sheet transactions existed per 31.12.2010

## Income statement from 01.01.2010 to 31.12.2010

	USD	USD
Income from bank deposits	110'060.88	
Income from shares and other investment securities, including earnings from bonus shares	155'153.53	
Purchase of current income on issue of units	-4'039'052.52	
<b>Total income</b>		<b>-3'773'838.11</b>
Interest charges	505.64	
Auditing expenses	8'233.94	
Remuneration of the Fund Management pursuant to regulations	13'357'395.76	
Other expenses	89'844.60	
Payment of current income on redemption of units	-4'465'605.87	
<b>Total expenses</b>		<b>8'990'374.07</b>
<b>Net income</b>		<b>-12'764'212.18</b>
Realised capital gains and capital losses		37'131'550.20
<b>Realised income</b>		<b>24'367'338.02</b>
Unrealised capital gains and capital losses		97'576'800.01
<b>Total profit</b>		<b>121'944'138.03</b>

## Appropriation of profit

Distributing classes	USD
<b>Net income in financial year</b>	<b>-108'942.61</b>
Financial year capital gains available for distribution	0.00
Capital gains envisaged for distribution from earlier financial years	0.00
Balance brought forward	0.00
<b>Income available for distribution</b>	<b>-108'942.61</b>
Income envisaged for distribution to investors	0.00
Income retained for reinvestment	-108'942.61
<b>Balance carried forward to new account</b>	<b>0.00</b>

## Appropriation of profit

### Reinvesting classes

	USD
<b>Net income in financial year</b>	<b>-12'655'269.57</b>
Financial year capital gains available for distribution	0.00
Capital gains envisaged for distribution from earlier financial years	0.00
Balance brought forward	0.00
<b>Income available for distribution</b>	<b>-12'655'269.57</b>
Income envisaged for distribution to investors	0.00
Income retained for reinvestment	-12'655'269.57
<b>Balance carried forward to new account</b>	<b>0.00</b>

## Change in net assets from 01.01.2010 to 31.12.2010

	USD
<b>Class A</b>	
<b>Net assets at the start of the period under report</b>	<b>160'856'737.19</b>
Balance from unit transactions	-10'646'435.96
Total earnings	112'565'760.81
<b>Net assets at the end of the period under report</b>	<b>262'776'062.04</b>
<b>Class B</b>	
<b>Net assets at the start of the period under report</b>	<b>6'437'855.35</b>
Balance from unit transactions	-2'234'242.41
Total earnings	3'166'757.68
<b>Net assets at the end of the period under report</b>	<b>7'370'370.62</b>
<b>Class E</b>	
<b>Net assets at the start of the period under report</b>	<b>0.00</b>
Balance from unit transactions	25'598'962.85
Total earnings	6'211'619.54
<b>Net assets at the end of the period under report</b>	<b>31'810'582.39</b>

## Performance of the units from 01.01.2010 to 31.12.2010

<b>Class A</b>	
<b>Number of units at the start of the period under report</b>	<b>732'092</b>
Number of units issued	435'585
Number of units redeemed	483'602
<b>Number of units at the end of the period under report</b>	<b>684'075</b>
<b>Class B</b>	
<b>Number of units at the start of the period under report</b>	<b>29'300</b>
Number of units issued	8'122
Number of units redeemed	18'235
<b>Number of units at the end of the period under report</b>	<b>19'187</b>
<b>Class E</b>	
<b>Number of units at the start of the period under report</b>	<b>0</b>
Number of units issued	82'729
Number of units redeemed	0
<b>Number of units at the end of the period under report</b>	<b>82'729</b>

## Information for investors

The organ of publication of the fund is the website of the LAFV Liechtenstein Investment Fund Association [www.lafv.li](http://www.lafv.li). Significant changes to the complete prospectus are published in the organ of publication. The management company publishes the issue and redemption prices in the organ of publication, including commissions or the net asset value, with the reference "plus commission" at the time of each issue and redemption. The prices are published at least twice a month. The complete prospectus, the simplified prospectus and the contractual conditions as well as the current annual and interim reports may be obtained free of charge from the management company, the custodian bank, all distribution agents, paying agents and information agents in physical form or stored on a permanent data carrier.

Switzerland

Prices published in: electronic platform [www.fundinfo.com](http://www.fundinfo.com)

Organ of publication: electronic platform [www.fundinfo.com](http://www.fundinfo.com) and the Swiss Official Gazette of Commerce

Germany

Prices published in the organ of publication: Börsenzeitung

## Remuneration

### Management and custodian bank compensation

max. CHF 110'000 plus up to 0.45 % p. a.

### Investment advisory compensation

max. 1.50 % p.a. Class A

max. 1.50 % p.a. Class B

max. 1.00 % p.a. Class E

### Performance fee

10 % of the outperformance relative to the

Financial Times Gold Index in USD

High-watermark principle

### Total expense ratio (TER)

(excluding performance fee)

1.94 % p.a. Class A

1.94 % p.a. Class B

1.39 % p.a. Class E

### Performance fee as % of the net assets

4.54 % p.a. Class A

4.54 % p.a. Class B

2.60 % p.a. Class E (8.10.-31.12.10)

A portfolio maintenance commission may be paid out of the investment advisory compensation.

## Portfolio turnover rate

30.17 % p.a.

## Currency table

				USD
Australia	AUD	1 =		1.01600
Great Britain	GBP	1 =		1.54400
Canada	CAD	1 =		1.00000
South Africa	ZAR	1 =		0.15093

## Valuation principles

In the case of investments listed on a stock exchange or traded on a regulated market open to the public, the market value shall be the price. In all other cases, the market value of a tangible asset or right shall be the price that would probably be attained if a careful sale were made at the time of the estimate. If a security is listed on several stock exchanges, the last available listing on the stock exchange that represents the major market for this security will apply.

Securities which are not listed on an official stock exchange, but which are traded on another regulated market which is recognised, open to the public and operating in a due and orderly fashion, are valued at the last available price on this market. If these prices do not conform to market conditions, the securities, as in the case of any other legally permitted assets, shall be valued at a price specified by the Board of Directors acting in good faith on the basis of the probable sales price that could be attained. Liquid assets are valued at their nominal value plus accrued interest.

## Important notice

On 15 December 2010 the Liechtenstein Financial Market Authority (FMA) approved the complete and simplified prospectus. The complete as well as the simplified prospectus came into force on 1 January 2011.

### Summary of the key changes

- Fig. 1 of the complete prospectus: Key data relating to the segments: In the case of the segment Craton Capital Renewable, Alternative and Sustainable Resources Fund, the benchmark was adjusted. The new benchmark is comprised of several indices that represent the investment policy of the segment more accurately. The benchmark consists of 35 % MSCI World Index, 35 % S&P Clean Energy Index, 10 % S&P Global Alternative Energy Index, 10 % S&P Global Water Index and 10 % S&P GSCI Agriculture Index.

### Investment guidelines

In the case of the fund investment in Avion Gold Shares a passive breach of the investment guidelines occurred. The fund bought Avion Gold Shares most recently on 16 December 2010. Due to the positive price performance, the ratio rose from 8.68 % to 10.44 % at the end of 2010. The ratio of Avion Gold Shares was reduced on 4 January 2011, thus restoring compliance with the investment guidelines.



## Inventory of fund assets / purchases and sales

Designation	Holdings per 01.01.2010	Purchases 1)	Sales 1) 2)	Holdings per 31.12.2010	Price	Value in USD	Shares in %
<b>Securites</b>							
<b>Shares traded on a stock exchange</b>							
<b>Australia</b>					<b>AUD</b>		
Shares in Hannans Reward Ltd	6'946'000	3'054'000		10'000'000	0.20	2'032'000	0.67
Shares in Newcrest Mining Ltd	110'000	165		110'165	40.44	4'526'354	1.50
Shares in Mineral Deposits Ltd	4'000'000	300'000	4'000'000	300'000	5.50	1'676'400	0.56
Shares in Gryphon Minerals Ltd		3'038'000		3'038'000	1.80	5'555'894	1.84
Shares in Gold One International Ltd	6'000'000	11'000'000		17'000'000	0.33	5'613'400	1.86
Shares in Scandinavian Resources Ltd		6'100'000		6'100'000	0.30	1'859'280	0.62
Shares in Mineral Deposits 10-3.12.100 / Deferred Delivery		300'000	300'000	0			
Shares in Regis Resources Ltd	6'417'778		6'417'778	0			
<b>Total</b>						<b>21'263'328</b>	<b>7.05</b>
<b>Australia</b>					<b>CAD</b>		
Shares in Andean Resources	2'000'000		2'000'000	0			
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>British Virgin Islands</b>					<b>CAD</b>		
Shares in Rio Novo Gold		5'000'000	400'000	4'600'000	2.22	10'212'000	3.38
<b>Total</b>						<b>10'212'000</b>	<b>3.38</b>
<b>Great Britain</b>					<b>GBP</b>		
Shares in Jubilee Platinum Plc		5'000'000	3'953'735	1'046'265	0.31	496'746	0.16
Shares in Pan African Resources Plc	19'905'000		19'905'000	0			
<b>Total</b>						<b>496'746</b>	<b>0.16</b>
<b>Guernsey</b>					<b>GBP</b>		
Shares in Mariana Resources Ltd	7'250'000	5'249'960		12'499'960	0.49	9'408'720	3.12
<b>Total</b>						<b>9'408'720</b>	<b>3.12</b>
<b>Ireland</b>					<b>GBP</b>		
Shares in Kenmare Resources PLC	11'000'000	11'086'956	12'086'956	10'000'000	0.33	5'048'880	1.67
<b>Total</b>						<b>5'048'880</b>	<b>1.67</b>
<b>Jersey</b>					<b>GBP</b>		
Shares in Randgold Resources Ltd	60'000		60'000	0			
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>Canada</b>					<b>AUD</b>		
Teranga Gold Shs CHESS Depository Interests repr 1 share		789'876		789'876	2.85	2'287'165	0.76
<b>Total</b>						<b>2'287'165</b>	<b>0.76</b>
<b>Canada</b>					<b>CAD</b>		
Shares in Osisko Mining Corp	600'000		200'000	400'000	14.52	5'808'000	1.92
Shares in Rockwell Diamonds Inc	17'833'000	4'798'651		22'631'651	0.07	1'471'057	0.49
Shares in Brigus Gold		6'000'000		6'000'000	2.10	12'600'000	4.17
Shares in Extorre Gold Mines Ltd		3'160'800	60'000	3'100'800	6.73	20'868'384	6.91
Shares in Rainy River Resources Ltd	2'000'000	611'300	650'000	1'961'300	12.62	24'751'606	8.20
Shares in Northern Star Mining Corp		9'000'000		9'000'000	0.04	315'000	0.10
Shares in Alamos Gold Inc		500'000	180'000	320'000	18.92	6'054'400	2.01
Shares in Yamana Gold Inc	420'000	350'000	300'000	470'000	12.77	6'001'900	1.99
Shares in Claude Resources Inc		2'500'000		2'500'000	2.20	5'500'000	1.82
Shares in Exeter Resource Corp	2'000'000		1'797'300	202'700	6.20	1'256'740	0.42
Shares in Iamgold Corp	450'000		100'000	350'000	17.75	6'212'500	2.06
Shares in Minera Andes Inc		6'000'000	750'000	5'250'000	2.90	15'225'000	5.04
Shares in Mountain Province Diamonds Inc		367'945		367'945	6.50	2'391'643	0.79

## Inventory of fund assets / purchases and sales

Designation	Holdings per 01.01.2010	Purchases 1)	Sales 1) 2)	Holdings per 31.12.2010	Price	Value in USD	Shares in %
Shares in Dundee Precious Metals Inc	1'300'000	800'000	700'000	1'400'000	9.38	13'132'000	4.35
Shares in Eastern Platinum Ltd	10'000'000	6'500'000	5'500'000	11'000'000	1.77	19'470'000	6.45
Shares in Dynasty Metals & Mining Inc	1'056'000	525'000		1'581'000	4.54	7'177'740	2.38
Shares in Helio Resource Corp		2'000'000		2'000'000	0.52	1'040'000	0.34
Shares in Platmin Ltd		2'683'700	683'700	2'000'000	0.89	1'780'000	0.59
Shares in Detour Gold Corp	560'000		300'000	260'000	29.19	7'589'400	2.51
Shares in BRC DiamondCore Ltd	804'326			804'326	0.14	112'606	0.04
Shares in Avion Gold		16'000'000		16'000'000	1.97	31'520'000	10.44
Units Dynasty Metals 1 shs + 0.50 wts		525'000	525'000	0			
Shares in Teranga Gold		789'900	789'900	0			
Northern Star Mining Shs Units Restricted (1 Shs and 0.5 Wts)	4'000'000		4'000'000	0			
Shares in Jaguar Mining Inc	400'200		400'200	0			
Linear Gold Shs		500'000	500'000	0			
Shares in Minefinders Corp	150'000	150'000	300'000	0			
Shares in Eldorado Gold Corp		200'000	200'000	0			
Shares in Red Back Mining Inc	450'000		450'000	0			
<b>Total</b>						<b>190'277'975</b>	<b>63.02</b>
<b>Canada</b>					<b>USD</b>		
Shares in Silver Standard Resources Inc	150'000	175'000	50'000	275'000	28.22	7'760'500	2.57
Shares in Kinross Gold Corp	150'000		150'000	0			
Shares in Apollo Gold	9'000'000	9'000'000	18'000'000	0			
Shares in Barrick Gold Corp	70'000	80'000	150'000	0			
<b>Total</b>						<b>7'760'500</b>	<b>2.57</b>
<b>Papua New Guinea</b>					<b>AUD</b>		
Shares in Lihir Gold Ltd	1'450'000		1'450'000	0			
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>South Africa</b>					<b>ZAR</b>		
Shares in Impala Platinum Holdings Ltd	200'000		200'000	0			
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>USA</b>					<b>USD</b>		
Shares in Hecla Mining Co	750'000		100'000	650'000	11.26	7'319'000	2.42
<b>Total</b>						<b>7'319'000</b>	<b>2.42</b>
<b>Total shares traded on a stock exchange</b>						<b>254'074'314</b>	<b>84.15</b>
<b>Unlisted shares</b>							
<b>Canada</b>					<b>CAD</b>		
Shares in Mountain Province Diamonds Inc Shs Restricted		200'000		200'000	6.50	1'300'000	0.43
Shares in Extorre Gold Restricted		800'000		800'000	6.73	5'384'000	1.78
<b>Total</b>						<b>6'684'000</b>	<b>2.21</b>
<b>Total unlisted shares</b>						<b>6'684'000</b>	<b>2.21</b>
<b>Investment funds traded on a stock exchange</b>							
<b>Canadian dollar</b>							
S&P/TSX Global Gold Bear Plus ETF A / Horizons BetaPro	650'000	1'000'000	1'650'000	0			
Horizons BetaPro S&P/TSX Global Gold Bear Plus ETF		750'000	750'000	0			
Horizons BetaPro S&P/TSX Global Gold Bull Plus ETF		1'325'000	1'325'000	0			
<b>Total</b>						<b>0</b>	<b>0.00</b>

## Inventory of fund assets / purchases and sales

Designation	Holdings per 01.01.2010	Purchases 1)	Sales 1) 2)	Holdings per 31.12.2010	Price	Value in USD	Shares in %
<b>US dollar</b>							
ProShares Ultra Short MSCI Europe		75'000	75'000	0			
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>Total investment funds traded on a stock exchange</b>						<b>0</b>	<b>0.00</b>
<b>Unlisted investment fund</b>							
<b>US Dollar</b>							
Craton Capital Renewable, Alternative and Sustainable Resources Fund A	5'650	9'150		14'800	118.84	1'758'832	0.58
Craton Capital Global Resources Fund Units Class A	6'100	4'900		11'000	269.71	2'966'810	0.98
<b>Total</b>						<b>4'725'642</b>	<b>1.56</b>
<b>Total unlisted investment funds</b>						<b>4'725'642</b>	<b>1.56</b>
<b>Total securities</b>						<b>265'483'956</b>	<b>87.92</b>
<b>Other securities and book-entry securities</b>							
<b>Other securities and book-entry securities traded on a stock exchange</b>							
<b>Jersey</b>				<b>USD</b>			
ETFS Metal Secs 2007-open end on Palladium	71'880	28'120		100'000	78.25	7'825'000	2.59
ETFS Metal Secs Individual Commodity Securities 07-open end on Platinum	25'000			25'000	171.88	4'297'000	1.42
Gold Bullion Nts 04-no fixed maturity	43'000			43'000	137.49	5'912'070	1.96
<b>Total</b>						<b>18'034'070</b>	<b>5.97</b>
<b>Canada</b>				<b>CAD</b>			
Wts Northern Star Mining Corp. 18.12.09 - 18.12.12		2'000'000		2'000'000	0.00	0	0.00
Anr Rockwell Rights 2010-19.03.2010		17'833'000	17'833'000	0			
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>Unknown</b>				<b>AUD</b>			
Scandinavian Resources Ltd		6'100'000	6'100'000	0			
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>Total other securities and book-entry securities traded on a stock exchange</b>						<b>18'034'070</b>	<b>5.97</b>
<b>Other securities and book-entry securities, not-listed</b>							
<b>Canada</b>				<b>CAD</b>			
Wts Dynasty Metals 2010-01.04.2011 CAD 5		262'500		262'500	0.00	0	0.00
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>USA</b>				<b>USD</b>			
Wts Uranium Energy 09-25.6.11 on Shs	458'871			458'871	0.00	0	0.00
<b>Total</b>						<b>0</b>	<b>0.00</b>
<b>Total other securities and book-entry securities, not listed</b>						<b>0</b>	<b>0.00</b>
<b>Total other securities and book-entry securities</b>						<b>18'034'070</b>	<b>5.97</b>
<b>Bank deposits</b>							
Bank sight deposits						26'133'389	8.65
<b>Total bank deposits</b>						<b>26'133'389</b>	<b>8.65</b>
<b>Other assets</b>						<b>31'575</b>	<b>0.01</b>
<b>Total assets per 31.12.2010</b>						<b>309'682'990</b>	<b>102.56</b>
Liabilities						-7'725'975	-2.56
<b>Net assets per 31.12.2010</b>						<b>301'957'015</b>	<b>100.00</b>
Number of units in circulation Class B				19'187			

## Inventory of fund assets / purchases and sales

Designation	Holdings per 01.01.2010	Purchases 1)	Sales 1) 2)	Holdings per 31.12.2010	Price	Value in USD	Shares in %
Number of units in circulation Class A				684'075			
Number of units in circulation Class E				82'729			
<b>Net asset value per unit Class A</b>						<b>384.13</b>	
<b>Net asset value per unit Class B</b>						<b>384.13</b>	
<b>Net asset value per unit Class E</b>						<b>384.52</b>	
Value of loaned securities (in USD million)						0.0	

1) incl. splits, bonus shares and allocation of rights

2) incl. exercise of subscription rights, parity of treatment

### Custodians per 31.12.2010

On the closing date of for the financial statements, securities were deposited with the following custodians:

Liechtensteinische Landesbank, Vaduz

SIX-Sega Intersettle AG, Zurich

## Short report of the auditors

As statutory recognised auditors we have audited the accounting records and the company report of Craton Capital Precious Metal Fund presented in this annual report for the financial year ending on 31 December 2010.

The management company is responsible for the company report. Our responsibility is to express an opinion on these financial statements based on our audit. We confirm that we meet the legal requirements concerning professional qualification and independence.

Our audit was conducted in accordance with the Liechtenstein auditing standards promulgated by the profession, which require that an audit be planned and performed to obtain reasonable assurance about whether the financial statements are free of material misstatement. We have examined on a test basis evidence supporting the amounts and disclosures in the financial statements. We have also assessed the accounting principles used, significant estimates made and the overall presentation of the financial statements. We are of the opinion that our audit provides a reasonable basis for our opinion.

In our opinion

- the investments, the statement of net assets and the income statement, the calculation of the net asset value as well as the appropriation of available earnings comply with the Liechtenstein law, the ordinance and the complete prospectus;
- the disclosures pertaining to subscriptions, redemptions and the final balance of units as well as the schedule of purchases and sales transactions are complete and correct;
- the details relating to the depositary institutions of the custodian bank and the authorised agents of the management company as well as matters of particular business and legal significance are disclosed in the financial statements.

PricewaterhouseCoopers AG

Claudio Tettamanti

Stephanie Dudli

St. Gallen, 14 April 2011

**Fund management company**

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PO Box 1238  
9490 Vaduz  
Liechtenstein

Tel. +423 236 94 00  
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Internet [www.llb.li/fundservices](http://www.llb.li/fundservices)  
e-mail [fundservices@llb.li](mailto:fundservices@llb.li)

**Board of Directors**

Urs Müller, Chairman  
Roland Matt, Vice Chairman  
Elfried Hasler, Member

**Management**

Ernst Risch, Managing Director  
Roland Bargetze, Deputy Director

**Custodian bank**

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Städtle 44  
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9490 Vaduz  
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**Fund advisor**

Craton Capital Limited, Road Town, Tortola, BVI

**Auditors**

PricewaterhouseCoopers AG, St. Gallen