

Important Message to all Participants

Delay to Annual Accounts

The Program's accounts for 2009, have been delayed due to difficulties in pricing the Program Portfolio. After a period of suspension an announcement was made by Capita Financial Managers in December concerning the pricing of the Arch funds. Capita are the Authorised Corporate Directors for the Arch funds, the Program holds investments in four of these funds. The Program is currently investigating the full implications of this announcement. The Program is also currently in talks with Spearpoint, the Channel Islands-based investment manager that Capita has appointed to manage the Channel Island listed cell companies within the Arch funds.

The fund's management are looking at opportunities arising from this change of management and structure as there are now several important opportunities.

The fund is currently borrowing at a greatly reduced level, less than half the normal level per Program rules.

The Program is continuing to pursue a range of avenues to repay the current loan to Barclays, and build up borrowing levels again. In this respect Steve Brewer of Brewer Investment Group, is joining the Board.

We expect to have more information and clarity on pricing within the next 4 weeks.

Important Note

The Program return is not guaranteed. Investments made can go down as well as up. Your Assigned Asset is part of the security provided to the bank to support the loan and reinvestment made by the Program. As such, you may not get back the full value of your Assigned Asset on exit from the Program. This document summarises aspects of, and is not a substitute for, the Offering Document. Neither the Company nor the Program is subject to any form of regulation or approval in the Isle of Man and participants are not protected by any statutory compensation arrangements in the event of the Company's failure. The Isle of Man Government Financial Supervision Commission does not vouch for the financial soundness of the Company or for the correctness of any statements made or opinions expressed with regard to the Company or the Program. The Program constitutes an "experienced investor fund" and complies with the requirements of the Financial Supervision (Experienced Investor Fund) (Exemption) Order 1999 of the Isle of Man.