

Important Message to all Participants

In the November Newsletter we reported that we expected to receive new banking facilities by 10 December 2008.

Unfortunately we were unable to complete these by that date and the facility with Barclays was rolled forward. We are currently in discussions with other lenders with a view to transferring as soon as possible.

In the meantime the accounts have not been released pending this change to the facility.

No changes were made to the investments during the period.

We shall advise as soon as there are developments on this.

| Performance | |
|---|--------------------|
| Seven months to 31 Dec 2005 | 3.17% (annualized) |
| Calendar year 2006 | 3.6% |
| Calendar year 2007 | 4.22% |
| First quarter 2008 No allocation | -1.45% |
| Second quarter 2008 No allocation | 2.41% |
| Third quarter 2008 No allocation | -1.14% |
| October 2008 | 0.67% |
| November 2008 | -0.92% |
| Based on profit generated per average borrowing level. All participator experiences will be different. | |

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.