

ASCALON H3 COMMODITIES FUND REPORT

June 2009

MONTHLY COMMENTARY

The Ascalon H3 Commodities Fund (ANCOMM) posted a return of -0.37% versus -2.87% for the DJAIG Total Return Index. On a 12 month basis, the Fund has returned -20.79% versus the Index return of -37.19%, and since inception has returned -4.23% versus -21.29% on the Index.

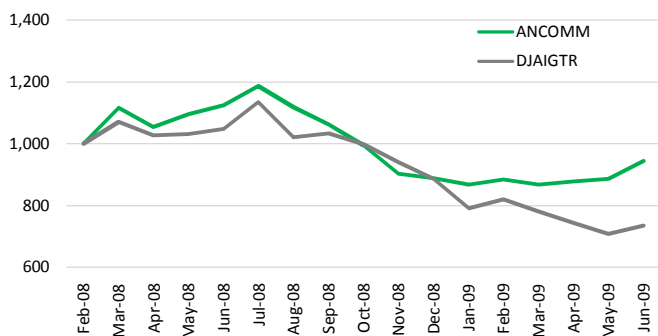
Equity returns were mixed, with China reporting a monthly gain (+12.40%) while MSCI World declined (-0.73%). Crude oil gained (+5.40%), bringing it to an 8-month high and its biggest quarterly gain since 1990, as the U.S. dollar declined and militant attacks in Nigeria raised concern that supplies may be disrupted. Copper, moving with market sentiment, was up (+2.75%) as stockpiles in China weakened. Gold fell (-5.25%) as a pause in dollar's decline reduced demand for the precious metal as a haven investment. With weather conditions improving and boosted crop prospects, corn and wheat prices were put under pressure (-20.29% and -19.77%). Coffee prices fell (-14.63%) on speculation increasing exports from Brazil, the world's biggest producer, will ease tight supplies. Lean hogs declined (-8.21%) on demand uncertainty and variable hog inventories. Fund month-end-exposure was set at 80.32% and relative monthly performance was pleasing. Currently and for the foreseeable future we are comfortable holding relatively high levels of cash. Technically various sectors have shown signs of improvement, however, fundamentally markets remain fairly well supplied. Until this changes we are not compelled to increase active exposure above current levels.

PERFORMANCE (AFTER FEES)

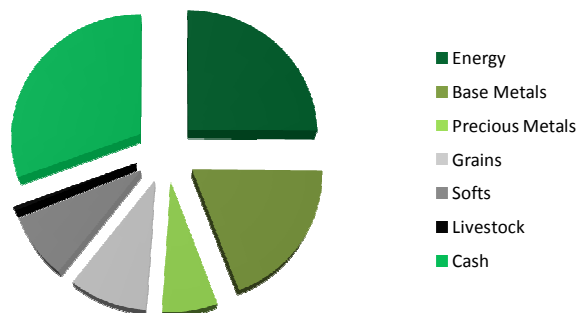
	1 MTH	3 MTH	6 MTH	1 YR	INC p.a.
ANCOMM	-0.37%	7.21%	8.45%	-20.79%	-4.23%
DJAIGTR	-2.87%	-4.03%	-9.78%	-37.19%	-21.29%

"...Crude oil gained, bringing it to an 8-month high and its biggest quarterly gain since 1990... Copper, moving with market sentiment, was up as stockpiles in China weakened...Gold fell as a pause dollar's decline reduced demand for the precious metal..."

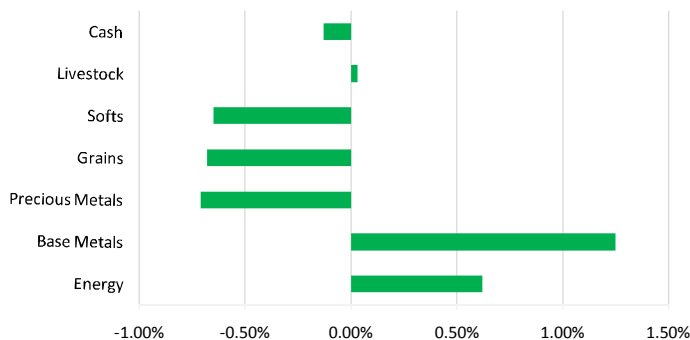
VAMI AUD\$1000



UNDERLYING FUND ALLOCATION PER SECTOR



UNDERLYING FUND P&L ATTRIBUTION



UNDERLYING FUND AVERAGE EXPOSURE

Sector	H3GCF	DJAIGTR	Over/Under
Energy	25.10%	32.59%	-7.49%
Base Metals	19.26%	20.97%	-1.71%
Precious Metals	6.66%	11.58%	-4.92%
Grains	9.53%	20.29%	-10.76%
Softs	8.27%	8.82%	-0.55%
Livestock	0.54%	5.75%	-5.21%
Cash	30.64%	0.00%	30.64%
Total	100.00%	100.00%	0.00%

INVESTMENT STRATEGY OVERVIEW

The objective of the Fund is to provide investors with an actively managed commodities portfolio that seeks to generate returns that are equal or superior to that of major global commodity indices with the same or lower volatility, after fees and expenses, over a medium to long-term time horizon. In order to achieve the investment objective outlined above, the Fund utilizes quantitative trading models that have been successfully traded by the Investment Manager on global markets since 1996. A risk management overlay is used over the whole portfolio in order to minimise volatility and drawdowns.

FUND INFORMATION

Managed by	H3 Global Advisors Pty Ltd
Start Date	31st January 2008
Fund size (as at 30 June 2009)	\$1,520,456.25
Investment Minimums	
Initial Investment	\$50,000.00
Additional Investment	\$10,000.00
Withdrawal	\$10,000.00

Fund Fees	
Management Fee (incl. GST)	0.75% p.a. (taken from the underlying fund)
Est. Expense Recoveries	0.10% p.a.
Other Fees	0.62% p.a.
Performance Fee	15% p.a. of benchmark outperformance (taken from underlying fund)
Transaction Costs	+/- 0.10% p.a.

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Ascalon
Capital Managers