

***i* Capital Global Fund**

**Annual Report
for the period 6 February 2007
to 30 April 2008**

i CAPITAL GLOBAL FUND
(Incorporated in the Cayman Islands)

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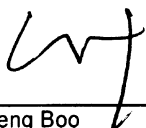
***i* CAPITAL GLOBAL FUND**

STATEMENT BY DIRECTORS


In the opinion of the directors,

- (a) the financial statements of *i* Capital Global Fund (the "Fund") as set out on pages 3 to 16 are drawn up so as to give a true and fair view of the state of affairs of the Fund at 30 April 2008 and of the results of the business, changes in equity, changes in net assets attributable to holders of participating shares and cash flows of the Fund for the financial period from 6 February 2007 (date of incorporation) to 30 April 2008; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Fund will be able to pay its debts as and when they fall due.

On behalf of the directors,



Tan Teng Boo
Director



Sim Biow Ming Myra
Director

. 1 6 SEP 2008

Independent Auditor's Report

To the Shareholders and Board of Directors of *i* Capital Global Fund

We have audited the accompanying financial statements of *i* Capital Global Fund (the "Fund") set out on pages 3 to 16 which comprise the balance sheet as of 30 April 2008 and the income statement, statement of changes in equity, statement of changes in net assets attributable to holders of participating shares and cash flow statement for the financial period 6 February 2007 (date of incorporation) to 30 April 2008 and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

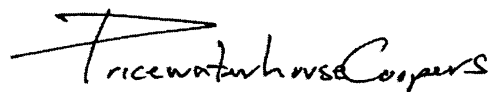
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as of 30 April 2008, and of its financial performance and its cash flows for financial period from 6 February 2007 (date of incorporation) to 30 April 2008 in accordance with International Financial Reporting Standards.



16 September 2008

i CAPITAL GLOBAL FUND**Income Statement**

For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008

	Note	For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008 US\$
Income		
Dividend income		435,146
Interest income	4	588,390
Net foreign exchange gain		533,539
Other net changes on financial assets at fair value through profit or loss	6	<u>1,201,681</u>
Total income		<u>2,758,756</u>
Expenses:		
Performance fees	11	299,199
Management fees	11	414,961
Administrative & Custodian fees	11	47,961
Audit fees		17,886
Other operating expenses		<u>69,773</u>
Total operating expenses		<u>849,780</u>
Operating profit		1,908,976
Interest expense		<u>(258)</u>
Total finance costs		<u>(258)</u>
Profit before tax		1,908,718
Withholding tax on dividends and other investment income		(71,763)
Increase in net assets attributable to holders of participating shares from operations (at bid market prices)		<u>1,836,955</u>
Adjustment from bid market prices to last traded market prices	12	31,809
Increase in net assets attributable to holders of participating shares from operations (at last traded market prices)		<u>1,868,764</u>

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Balance Sheet

As at 30 April 2008

	Note	30 April 2008
		US\$
ASSETS		
Current Assets		
Financial assets at fair value through profit or loss	5	28,084,042
Other receivables	8	53,143
Cash and cash equivalents	7	<u>11,870,972</u>
Total Assets		<u>40,008,157</u>
EQUITY		
Management shares	10	<u>10</u>
Total Equity		<u>10</u>
LIABILITIES		
Current Liabilities		
Accrued expenses and other payables	9	<u>85,318</u>
Liabilities (excluding net assets attributable to holders of participating shares)		<u>85,318</u>
Net assets attributable to holders of participating shares (at bid market prices)	12	<u>39,922,829</u>
Represented by:		
Net assets attributable to holders of participating shares (at last traded market prices)		39,954,638
Adjustment from bid market prices to last traded market prices	12	<u>(31,809)</u>
Net assets attributable to holders of participating shares (at bid market prices)		<u>39,922,829</u>
Net assets value per holders of participating shares at bid market prices, based on 37,559 shares outstanding		<u>1,062.94</u>

i CAPITAL GLOBAL FUND

STATEMENT OF CHANGES IN EQUITY

For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008

	For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008	
Note	Number of shares	US\$
Equity at 6 February 2007 (date of incorporation)	1	1
Issue of management shares	9	9
Equity at end of financial period	10	10

i CAPITAL GLOBAL FUND

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF PARTICIPATING SHARES

For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008

	For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008	
	Number of shares	US\$
Net assets attributable to holders of participating shares at inception	-	-
Issue of participating shares during the period	37,559	38,085,874
Net increase from shares transactions	<u>37,559</u>	<u>38,085,874</u>
Increase in net assets attributable to holders of participating shares from operations (at last traded market prices)	-	1,868,764
Net assets attributable to holders of participating shares at 30 April 2008 (at last traded market prices)	<u>37,559</u>	<u>39,954,638</u>

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CASH FLOW STATEMENT

For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008

	Note	For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008 US\$
Cash flows from operating activities		
Increase in net assets attributable to holders of participating shares from operations (at last traded market prices)		1,868,764
Adjustment for:		
Bid market prices to last traded market prices		(31,809)
Dividend income		(435,146)
Interest income		(588,390)
Tax expense		71,763
Interest expense		258
Operating cash flow before working capital changes		885,440
Changes in operating assets and liabilities		
Net increase in financial assets at fair value through profit or loss		(28,084,042)
Net increase in other assets		(10)
Net increase in other liabilities		85,318
Cash used in operations		(27,113,294)
Dividend received, net of withholding tax		311,341
Interest received		587,299
Net cash used in operating activities		(26,214,654)
Cash flows from financing activities		
		(258)
Proceeds from participating shares issued		38,085,874
Proceeds from management shares issued		10
Net cash provided by financing activities		38,085,626
Net increase in cash and cash equivalents held		11,870,972
Cash and cash equivalents at the beginning of the financial period		-
Cash and cash equivalents at the end of the financial period	7	11,870,972

i CAPITAL GLOBAL FUND

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General information

i Capital Global Fund (the "Fund") is an open-ended investment company incorporated as an exempt limited liability company under the Companies Law (Revised) of the Cayman Islands on 6 February 2007. The Fund commenced operations on 6 July 2007.

Investment objective

The primary objective of the Fund is long term capital appreciation of its investments, whilst dividend and/or interest income from these investments would be of secondary consideration.

The Fund will primarily invest in a managed portfolio of securities, which includes shares, stocks, warrants and bonds issued by companies listed in the stock markets of countries shown below, and may be revised by the Investment Manager at its discretion from time to time.

Countries that the Fund will be investing in

<u>Oceania</u>	<u>North America</u>	<u>Asia</u>	<u>Europe</u>	<u>South America</u>	<u>Africa</u>
Australia New Zealand	Canada Mexico United States	China Hong Kong India Indonesia Japan Korea (South) Malaysia Pakistan Russia Singapore Sri Lanka Taiwan Thailand Turkey Vietnam	Austria Belgium Denmark Finland France Germany Greece Ireland Luxembourg Netherlands Norway Portugal Spain Sweden Switzerland United Kindom	Brazil Chile	South Africa

The Fund Manager will select a company as an investee where there is a disparity between the company's market price and its intrinsic value. The Fund may also invest in cash deposits and/or in short term obligations in order to have funds available for general corporate purposes. The Fund will not invest in other collective investment vehicles.

The Fund's investment activities are managed by Capital Dynamics (S) Private Limited (the "Investment Manager"). The Fund's administration is delegated to HSBC Trustee (Cayman) Limited (the "Administrator"). The Administrator has retained HSBC Institutional Trust Services (Singapore) Limited as the Administrator's Agent. The registered office of the Fund is P.O. Box 484 Strathvale House North Church Street George Town Grand Cayman KY1-1106, Cayman Islands.

The financial statements were authorised for issue by the directors on 16 September 2008.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 6 February 2007 (date of incorporation) to 30 April 2008

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied, unless otherwise stated.

2.1 Basis of preparation

The accompanying financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS"). These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Board of Directors to exercise its judgement in the process of applying the Fund's accounting policies. There were no significant assumptions and estimates made by the Directors for the preparation of the financial statements for the financial period ended 30 April 2008.

2.2 Foreign currency translation

(a) Functional and presentation currency

The primary activity of the Fund is to invest in global equities which have strong fundamentals and good growth potential. The performance of the Fund is measured and reported to the investors in US Dollar. The Investment Manager considers the US Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Fund's functional and presentation currency is the US Dollar.

(b) Transactions and balances

Foreign currency transactions are translated into the US Dollar using the exchange rates prevailing at the dates of the transactions. Foreign currency monetary assets and liabilities are translated into the US Dollar at the rates of exchange prevailing at the balance sheet date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement. Translation differences on non-monetary financial assets and liabilities such as equities at fair value through profit or loss are recognised in the income statement within the fair value net gain or loss.

2.3 Financial assets at fair value through profit or loss

(a) Classification

The Fund classifies its investments in debt and equity securities as financial assets at fair value through profit or loss. These financial assets are designated by the Board of Directors at fair value through profit or loss at inception.

Financial assets designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the Fund's documented investment strategy. The Fund's policy is for the Investment Manager and the Board of Directors to evaluate the information about these financial assets on a fair value basis together with other related financial information.

(b) Recognition/derecognition

Regular-way purchases and sales of investments are recognised on the trade date – the date on which the Fund commits to purchase or sell the investment. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.