EAST ASIAN GROWTH BASKET LIMITED

Report and Financial Statements

For the year ended 30 September 2010

EAST ASIAN GROWTH BASKET LIMITED

REPORT AND FINANCIAL STATEMENTS
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EAST ASIAN GROWTH BASKET LIMITED

REPORT AND FINANCIAL STATEMENTS
GENERAL INFORMATION

DIRECTORS:	C Hickling J Lewis D Stephenson
ADMINISTRATOR, SECRETARY AND REGISTRAR:	Praxis Property Fund Services Limited PO Box 296 Sarnia House Le Truchot St Peter Port Guernsey GY1 4NA
REGISTERED OFFICE:	Sarnia House Le Truchot St Peter Port Guernsey GY1 4NA
AUDITOR:	Saffery Champness PO Box 141 La Tonnelle House Les Banques St Sampson Guernsey GY1 3HS
BANKERS:	Investec Bank (Channel Islands) Limited PO Box 188 La Vielle Cour St Peter Port Guernsey GY1 3LP
COMPANY REGISTRATION NO:	44743

REPORT OF THE DIRECTORS
For the year ended 30 September 2010

The Directors present their report and the audited financial statements for the year ended 30 September 2010.

Principal Activity

The principal activity of the Company is investment holding.

The Company is a Guernsey authorised closed-ended investment scheme and is subject to the Authorised Closed-Ended Investment Scheme Rules 2008.

Results and Dividends

The profit and loss statement is set out on page 7. The Directors do not propose a dividend for the period (2009: Nil).

Directors

The Directors of the Company during the period are detailed below.

J Lewis

C Hickling

D Stephenson

No Director had any beneficial interest in the shares of the Company.

Directors' Responsibilities

Guernsey company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements according the United Kingdom accounting standards, subject to any material departure disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with The Companies (Guernsey) Law, 2008. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Disclosure to Auditor

The Directors confirm that:

- so far as each Director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- each Director has taken all the steps he ought to have taken as a Director to make himself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.
- the financial statements give a true and fair view and have been prepared in accordance with The Companies (Guernsey) Law, 2008.

Auditor
A resolution to re-appoint Saffery Champness as auditor will be put to the members at the Annual General Meeting.

By Order of the Board

Janine Lewis
Director
15 February 2011

INDEPENDENT AUDITOR'S REPORT
To the members of East Asian Growth Basket Limited

We have audited the financial statements on pages 7 to 18. These financial statements have been prepared in accordance with the financial policies set out therein.

This report is made solely to the Company's members, as a body in accordance with section 262 of The Companies (Guernsey) Law, 2008. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

The financial statements of East Asian Growth Basket Limited, with domicile in Guernsey, have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with applicable law. We also report to you if, in our opinion, the Report of the Directors is not consistent with the financial statements, if the Company has not kept proper accounting records or if we have not received all the information and explanations we require for our audit.

We read the Report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the Company as at 30 September 2010 and of its loss for the year then ended; and
- the financial statements have been properly prepared in accordance with The Companies (Guernsey) Law, 2008.

SAFFERY CHAMPNESS
Chartered Accountants
15 February 2011

EAST ASIAN GROWTH BASKET LIMITED

PROFIT AND LOSS ACCOUNT
For the year ended 30 September 2010

	Notes	2010 US$	2009 US$
REVENUE			
Interest income	3	**2,102**	10,936
(LOSSES)/GAINS ON INVESTMENTS			
Investments at fair value through profit and loss	4	**(479,419)**	1,209,529
Held-to-maturity investments	5	**-**	1,174,420
		(477,317)	2,394,885
OPERATING EXPENSES	7	**(285,277)**	(299,546)
(LOSS)/PROFIT FOR THE YEAR		**(762,594)**	2,095,339
Earnings per share			
Basic and diluted (loss)/earnings per ordinary share	8	**US$(37.22)**	US$99.33

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
For the year ended 30 September 2010

	Notes	2010 US$	2009 US$
(LOSS)/PROFIT FOR THE YEAR		**(762,594)**	2,095,339
GAIN ON INVESTMENTS			
Available-for-sale investments - unrealised	6	**690,446**	1,698,887
TOTAL RECOGNISED (LOSSES)/GAINS FOR THE YEAR		**(72,148)**	3,794,226

All items of income and expenditure arise from continuing operations.

There are no recognised gains or losses for the year other than those reported above. All gains and losses derive from continuing operations.

The notes on pages 11 to 18 are an integral part of these financial statements.

EAST ASIAN GROWTH BASKET LIMITED

BALANCE SHEET
at 30 September 2010

	Notes	**2010**		2009	
		US$	**US$**	US$	US$
FIXED ASSETS					
Investments at fair value through profit and loss	4	**4,892,535**		5,371,954	
Available-for-sale investments	6	**20,262,632**		19,572,186	
			25,155,167		24,944,140
CURRENT ASSETS					
Debtors and prepayments	9	**218,578**		217,255	
Cash at bank	10	**337,033**		626,859	
		555,611		844,114	
CREDITORS: amounts falling due within one year					
Creditors and accruals	11	**54,453**		59,781	
NET CURRENT ASSETS			**501,158**		784,333
			25,656,325		25,728,473
CAPITAL AND RESERVES					
Share capital	12		**215**		215
Share premium	13		**20,380,611**		20,380,611
Revaluation reserve	14		**2,389,333**		1,698,887
Profit and loss account			**2,886,166**		3,648,760
EQUITY SHAREHOLDERS' FUNDS			**25,656,325**		25,728,473
Number of fully paid Ordinary shares			**20,488**		20,488
Net Asset Value per Ordinary share			**US$1,252.26**		US$1,255.78

The financial statements were approved by the Board on 15 February 2011 and signed on its behalf by:

Janine Lewis
Director

The notes on pages 11 to 18 are an integral part of these financial statements.

EAST ASIAN GROWTH BASKET LIMITED

RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS
For the year ended 30 September 2010

	Management Shareholders	Ordinary Shareholders				Total
	Share Capital US$	Share Capital US$	Share Premium US$	Profit and loss account US$	Revaluation reserve US$	Total US$
At 30 September 2008	10	220	21,969,624	1,553,421	-	23,523,275
Net profit for the year	-	-	-	2,095,339	-	2,095,339
Redemptions (see notes 12,13)	-	(15)	(1,589,013)	-	-	(1,589,028)
Revaluation of available for sale investments (see note 14)	-	-	-	-	1,698,887	1,698,887
At 30 September 2009	10	205	20,380,611	3,648,760	1,698,887	25,728,473
Net loss for the year	**-**	**-**	**-**	**(762,594)**	**-**	**(762,594)**
Revaluation of available for sale investments (see note 14)	**-**	**-**	**-**	**-**	**690,446**	**690,446**
At 30 September 2010	**10**	**205**	**20,380,611**	**2,886,166**	**2,389,333**	**25,656,325**

The notes on pages 11 to 18 are an integral part of these financial statements.

EAST ASIAN GROWTH BASKET LIMITED

CASH FLOW STATEMENT
For the year ended 30 September 2010

	Notes	**2010**	2009
		US$	US$
RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES			
Reconciliation of operating profit to net cash outflow from operating activities			
Operating (loss)/profit		**(762,594)**	2,095,339
Less:			
Interest income		**(2,102)**	(10,936)
Adjustments for non-cash items:			
Loss/(gain) on investments at fair value through profit and loss	4	**479,419**	(1,209,529)
Gain on held-to-maturity investments	5	**-**	(1,174,420)
Adjustments for working capital movements:			
(Increase)/decrease in trade and other receivables		**(1,323)**	21,231
Decrease in trade and other payables		**(5,328)**	(12,187)
Net cash outflow from operating activities		**(291,928)**	(290,502)

	Notes	**2010**	2009
CASH FLOW STATEMENT			
Net cash outflow from operating activities		**(291,928)**	(290,502)
Investing			
Bank interest		**2,102**	10,936
Management of liquid reserves			
Proceeds from disposal of investments at fair value through profit and loss	4	**-**	170,196
Proceeds from disposal of held-to-maturity investments	5	**-**	1,371,727
		-	1,541,923
Financing			
Payments for redemptions of shares	12,13	**-**	(1,589,028)
Decrease in cash for the year		**(289,826)**	(326,671)
Cash at the beginning of the year		**626,859**	953,530
Cash at the end of the year	10	**337,033**	626,859

The notes on pages 11 to 18 are an integral part of these financial statements.

1. PRINCIPAL ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements.

Basis of preparation
The financial statements of East Asian Growth Basket Limited, with domicile in Guernsey, have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Going concern
The financial statements have been prepared on a going concern basis.

Foreign exchange
Foreign currency assets and liabilities are translated into US Dollars at the rate of exchange ruling on the balance sheet date. Foreign currency transactions are translated into US Dollars at the rate of exchange ruling on the date of the transaction. Foreign exchange gains and losses are included in the profit and loss statement in the period in which they arise.

Income
Bank interest is accounted for on an accruals basis.

Investments
The Company's option investments are designated as held-for-trading and as such are classified as investments at fair value through profit or loss.

The Company's bond investments were reclassified as available-for-sale investments on 30 September 2009. Previously these investments had been classified as held-to-maturity investments.

All investments are measured initially at cost, which is the fair value of whatever was paid to acquire them. Transaction costs are expensed as incurred in the profit and loss account. Investments are derecognised when the rights to receive cash flows from the investments have expired of the Company has transferred substantially all risks and rewards of ownership.

After initial recognition, the Company uses the following measurement basis for its investments:

i) Investments held-for-trading and those designated to the category at inception: Fair value through profit and loss;

ii) Held-to-maturity investments: Amortised cost;

iii) Available-for-sale investments: Fair value through equity.

Fair value is calculated using quoted market prices, independent appraisals, discounted cash flow analysis or other appropriate valuation models at the year end date. Amortised cost is calculated using the effective interest method. Gains arising on the disposal of investments are recognised in the profit and loss account, as are unrealised gains on investment at fair value through profit and loss and held-to-maturity investments. Unrealised gains on available-for-sale investments are recognised in the statement of total recognised gains and losses. All gains or losses are recognised in the period in which they arise. Prior year revaluation gains on available-for-sale investments disposed of during the year are recycled through profit and loss in the period in which the investments are disposed of.

Taxation
The Company is exempt from Guernsey income tax under the Income Tax (Exempt Bodies) Guernsey Ordinance 1989 and is charged an annual exemption fee of £600.

2. SIGNIFICANT AGREEMENTS

The following significant agreements have been entered into by the Company:

Administration, Custodian and Secretarial Agreement
Under the Administration, Custodian and Secretarial Agreement, the Company has agreed to pay or procure to be paid to the administrator, for its services as administrator, secretary, custodian and registrar, a fee of 0.1% per annum of the Company's funds. This fee is payable annually in advance each year until the termination date, the date of compulsory redemption of the ordinary shares. In addition the administrator is entitled to receive interest earned by the Company on the unpaid element of the fees.

Investment Advisory Agreement
Under the Investment Advisory Agreement, the Company has agreed to pay or procure to be paid to the advisor, for its services as advisor, a fee of 0.5% per annum of the Company's funds. This fee is payable annually in advance each year until the termination date, the date of compulsory redemption of the ordinary shares. In addition the advisor is entitled to receive interest earned by the Company on the unpaid element of the fees.

Distribution Agreement
Under the Distribution Agreement, the Company has agreed to pay or procure to be paid to the Distributors a fee of 0.7% per annum of the Company's funds payable in advance on the first Business Day of each year, until the Termination Date.

3. INTEREST INCOME

	2010	2009
	US$	US$
Bank interest receivable	**2,102**	10,936

4. INVESTMENTS AT FAIR VALUE THROUGH PROFIT AND LOSS

	2010	2009
	US$	US$
Societe Generale equity option		
Balance brought forward	**5,371,954**	4,332,621
Disposals	**-**	(170,196)
Losses on disposals	**-**	(126,289)
Fair value adjustment for the year	**(479,419)**	1,335,818
Fair value carried forward	**4,892,535**	5,371,954

5. HELD-TO-MATURITY INVESTMENTS

	2010	2009
	US$	US$
Zero Coupon Bonds issued by Investec plc		
Balance brought forward	**-**	18,070,606
Disposals	**-**	(1,371,727)
Gains on disposals	**-**	107,318
Amortisation gain for the year	**-**	1,067,102
Reclassification to available-for-sale	**-**	(17,873,299)
Amortised cost carried forward	**-**	-

6. AVAILABLE-FOR-SALE INVESTMENTS

	2010 US$	2009 US$
Zero Coupon Bonds issued by Investec plc		
Fair value brought forward	**19,572,186**	-
Reclassification from held-to-maturity	**-**	17,873,299
Fair value adjustment for the year	**690,446**	1,698,887
Fair value carried forward	**20,262,632**	19,572,186

7. OPERATING EXPENSES

	2010 US$	2009 US$
Auditor's remuneration	**9,968**	7,340
Administration fees	**20,854**	21,338
Distribution fees	**144,822**	152,194
Investment advisory fees	**103,444**	108,711
Licence fees	**3,605**	4,652
Listing fees	**630**	2,000
Sponsorship fees	**3,500**	3,500
Statutory fees	**1,345**	3,212
Interest payable	**(5,169)**	(5,953)
Professional indemnity insurance	**1,200**	1,978
Sundry expenses	**1,078**	574
	285,277	299,546

8. EARNINGS PER ORDINARY SHARE

The calculation of basic and diluted earnings per share is based on the following data:	2010 US$	2009 US$
Earnings attributable to Ordinary shares:		
Earnings for purpose of basic and diluted earnings per share being (loss)/profit for the period attributable to Ordinary shareholders	**(762,594)**	2,095,339
Number of shares:		
Weighted average number of Ordinary shares for the purpose of basic and diluted earnings	**20,488**	21,094
(Loss)/earnings per ordinary share	**US$ (37.22)**	US$ 99.33

A weighted average number of shares has been calculated to enable users to gain a fairer understanding of the earnings generated per share through the year. The weighted average has been calculated with reference to the number of days shares have actually been in issue and hence their ability to influence income generated.

9. DEBTORS AND PREPAYMENTS

	2010 US$	2009 US$
Bank interest receivable	**259**	192
Prepaid administration fees	**16,390**	16,591
Prepaid distributor fees	**114,733**	116,139
Prepaid investment advisory fees	**81,952**	82,956
Other prepayments	**5,244**	1,377
	218,578	217,255

10. CASH AT BANK

	2010 US$	2009 US$
Balances at bank	**337,033**	626,859

11. CREDITORS AND ACCRUALS

	2010 US$	2009 US$
Audit fee	**9,430**	9,589
Interest payable	**45,023**	50,192
	54,453	59,781

12. SHARE CAPITAL

Authorised:	2010 US$	2009 US$
10 Management shares of US$1 each	**10**	10
999,000 Ordinary shares of US$0.01 each	**9,990**	9,990
	10,000	10,000

Issued and fully paid:	2010 US$	2009 US$
10 Management shares of US$1 each	**10**	10
20,488 Ordinary shares of US$0.01 each (2009: 20,488)	**205**	205
	215	215

Ordinary shares are entitled to 1 vote each at a general meeting of the Company. The Ordinary shares will be compulsorily redeemed on the termination date, five years and six months after the closing date, 19 December 2011.

13. SHARE PREMIUM

	2010 US$	2009 US$
Balance brought forward	**20,380,611**	21,969,624
Ordinary shares redeemed during the year	**-**	(1,589,013)
Balance carried forward	**20,380,611**	20,380,611

14. REVALUATION RESERVE

	2010	2009
	US$	US$
Balance brought forward	**1,698,887**	-
Revaluation of available-for-sale investments during the year	**690,446**	1,698,887
Balance carried forward	**2,389,333**	1,698,887

15. ULTIMATE CONTROLLING PARTY AND RELATED PARTY TRANSACTIONS

The company's immediate controlling party is The Basket Trust, a trust administered by Praxis Fiduciaries Limited, and the ultimate controlling party is Praxis Holdings Limited, a company incorporated in Guernsey.

Praxis Property Fund Services Limited ('PPFSL'), the administrator of the Company, is deemed a related party as Chris Hickling and Janine Lewis are Directors of the Company and PPFSL, whilst David Stephenson is a Director of the Company and an employee of PPFSL. During the year PPFSL received US$20,854 (2009: US$21,338) for their services as administrator. There were prepaid administration fees at the year end of US$16,390 (2009: US$16,591).

16. FINANCIAL INSTRUMENT RISK FACTORS

The Company is exposed to market risk, credit risk and liquidity risk from the financial instruments it holds. The risk management policies employed by the Company to manage these risks are discussed below:

(i) Market risk

(a) Currency risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. Currency risk arises when future commercial transactions and recognised assets and liabilities are denominated in a currency that is not the Company's measurement currency. The Company is not materially exposed to foreign exchange risk as most transactions are in US Dollars. The Company's management monitors the exchange rate fluctuations on an on-going basis.

The Company has no material currency exposures as at either 30 September 2010 or 30 September 2009.

(b) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk as it invests cash and bank balances at short term interest rates. At 30 September 2010, the Company held cash on a call account of US$337,033 (2009: US$226,525), which earns interest at floating rates.

The available-for-sale investments are exposed to fair value interest rate risk. However, whilst changes in market interest rates may give rise to short-term fluctuations in fair value, if the bonds are held to maturity their maturity value is fixed and therefore not subject to interest rate risk.

The Company has no other material interest rate exposures as at either 30 September 2010 or 30 September 2009.

(c) Price risk

Price risk is the risk that the value of the instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market. The Company’s investments at fair value through profit and loss are directly affected by changes in market prices.

16. FINANCIAL INSTRUMENT RISK FACTORS (continued)

(i) Market risk (continued)

(c) Price risk (continued)

Price risk is managed by investing in a European call option on a basket of indices, with an international bank, Societe Generale. The bank has a Fitch long-term credit rating of A+ (2009: A+).

Price risk is managed by investing in a zero coupon bond, with an international bank, Investec plc. The bank has a long-term Fitch credit rating of BBB (2009: BB+).

The investments at fair value through profit and loss and available-for-sale investments expose the Company to price risk. The details are as follows:

	2010	2009
	US$	US$
European call option with Societe Generale	**4,892,535**	6,411,287
Investec plc Zero Coupon Bonds	**20,262,632**	19,572,186
	25,155,167	25,983,473

A 3 per cent increase/decrease in the value of the investments at fair value through profit and loss at 30 September 2010 would have increased/decreased the Net Asset Value of the Company by US$146,776 (2009: US$161,159).

A 3 per cent increase/decrease in the value of the available-for-sale investments at 30 September 2010 would have increased/decreased the Net Asset Value of the Company by US$607,879 (2009: US$587,166).

(ii) Credit risk

Credit risk arises when a failure by counter-parties to discharge their obligations could reduce the amount of future cash inflows from financial assets on hand at the balance sheet date. These financial assets include cash and cash equivalents, debtors, available-for-sale investments and investments at fair value through profit and loss. The Company's exposure to credit risk arises from default of the counterparty with a maximum exposure equal to the carrying value or fair value of these instruments. The credit risk of the Company is managed by the investment advisor and assets are held with reputable banking institutions with a good credit rating.

The Company has determined to maintain its cash and cash equivalent balances with financial institutions which have a Moody's credit rating of at least Prime - 2. The Company monitors the placement of cash balances on an ongoing basis.

The majority of the Company's debtors and prepayments balance consists of prepayments and there is no credit risk associated with these balances.

The available-for-sale investments are held with Investec plc, which has a Fitch long term rating of BBB (2009: BB+). The investments at fair value through profit and loss are held with Societe Generale, which has a Fitch long-term rating of A+ (2009: A+).

(iii) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet financial liability obligations as they fall due, which may cause financial losses to the Company. The Company places its cash and cash equivalents with financial institutions on a short-term basis in order to maintain a high level of liquidity. This ensures that the Company is able to complete transactions in a timely manner, thus minimising the Company's exposure to such losses.

16. FINANCIAL INSTRUMENT RISK FACTORS (continued)

(iii) Liquidity risk (continued)

The Board reviews the cash resources of the Company every quarter and ensures that sufficient monies are held on call account to meet its short term obligations. At 30 September 2010 the cash on call was US$337,033 (2009: US$226,525), which is considered by the Board to be sufficient to meet all the Company's short term obligations.

The table below analyses the Company's financial liabilities, which will be settled on a net basis, into relevant maturity groupings based on the remaining period from the balance sheet date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

30 September 2010	**Less than 6 months US$**	**6-12 months US$**	**1 - 5 years US$**
Creditors and accruals	**54,453**	-	-
Net exposure	**54,453**	-	-

30 September 2009	Less than 6 months US$	6-12 months US$	1 - 5 years US$
Creditors and accruals	59,781	-	-
Net exposure	59,781	-	-

(iv) Fair value hierarchy

The table below analyses instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (ie as prices) or indirectly (ie derived from prices);
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

30 September 2010	**Level 1**	**Level 2**	**Level 3**	**Total**
	US$	**US$**	**US$**	**US$**
Investments at fair value through profit and loss	**-**	**4,892,535**	**-**	**4,892,535**
Available-for-sale investments	**-**	**20,262,632**	**-**	**20,262,632**
	-	**25,155,167**	**-**	**25,155,167**

30 September 2009	Level 1	Level 2	Level 3	Total
	US$	US$	US$	US$
Investments at fair value through profit and loss	-	5,371,954	-	5,371,954
Available-for-sale investments	-	19,572,186	-	19,572,186
	-	24,944,140	-	24,944,140

16. FINANCIAL INSTRUMENT RISK FACTORS (continued)

(v) Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost to capital.

In order to ensure that the Company will be able to continue as a going concern, the Board continuously monitors forecast and actual cash flows and matches the maturity profiles of assets and liabilities. The Company has no external borrowings.