The Global Investment Basket Limited

Registered number : 39784

Report and Financial Statements
for the year ended

30 June 2009

The Global Investment Basket Limited

CONTENTS

GENERAL INFORMATION

DIRECTORS:	J Lewis B Garnham (appointed 31 December 2008, resigned 4 March 2009) R Banfield (resigned 31 December 2008) M Mirghavameddin (resigned 2 September 2008) C Hickling (appointed 2 September 2008) D Stephenson (appointed 4 March 2009)
ADMINISTRATOR, SECRETARY AND REGISTRARS:	Praxis Property Fund Services Limited (Formerly Investec Administration Services Limited) PO Box 296 Sarnia House Le Truchot St Peter Port Guernsey GY1 4NA
REGISTERED OFFICE:	PO Box 296 Sarnia House Le Truchot St Peter Port Guernsey GY1 4NA
AUDITOR:	Saffery Champness 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

REPORT OF THE DIRECTORS

The Directors present their report and the audited financial statements for the year ended 30 June 2009.

Directors' Responsibilities

The Directors' responsibilities are set out below.

Company Status and the 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.

There have recently been a number of changes to the regulatory regime for Guernsey funds. A number of provisions which were contained in the Control of Borrowing (Bailiwick of Guernsey) Ordinance, 1959 to 2003 ('COBO') (which governed closed ended funds) have been consolidated into the Protection of Investors (Bailiwick of Guernsey) Law, 1987 as amended (the 'POI Law') (which governed open-ended funds and licencees) so that the POI Law now governs both open-ended and closed-ended funds (as well as licensees).

Closed-ended funds are now Category 1 controlled investments under the POI Law. The changes have also codified in the POI Law a number of standard conditions and ongoing notification requirements imposed on the licensees of funds which were listed on the funds' COBO consent, but were not explicitly set out in COBO. It is intended that the changes will simplify Guernsey's investment fund regime by categorising all funds (whether open-ended or closed-ended) as either registered schemes or authorised schemes.

During the year the Company's administrator changed its name from Investec Administration Services Limited to Praxis Property Fund Services Limited.

Results and Dividends

The results of the Company are set out on page 7. The Directors do not propose a dividend for the year (2008: nil).

Directors

The Directors of the Company from 1 July 2008 to the date of this report were as detailed on page 3.

No Director had any beneficial interest in the shares of the Company. No Directors' remuneration was paid.

Chris Hickling and Janine Lewis are Directors of Praxis Property Fund Services Limited ('PPFSL'), the administrator. David Stephenson is an employee of PPFSL.

Substantial shareholdings

Shareholders with holdings of more than 3 per cent of the issued shares of the Company as at 23 November 2009 were as follows:

Name of investors	*No. of shares*	*% held*
Investec Securities Limited	11,115	59.71
Agulhas Nominees (Pty) Limited	1,759	9.45
Investec Bank (Switzerland) AG	845	4.54

The Global Investment Basket Limited

REPORT OF THE DIRECTORS

Statement of 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 year. 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 International Financial Reporting Standards ("IFRS"), 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.

Relevant audit information

All of the current Directors have taken all steps that they ought to have taken to make themselves aware of any information needed by the Company's auditor for the purposes of their audit and to establish that the auditor is aware of that information.

The Directors are not aware of any relevant audit information of which the auditor is unaware.

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

David Stephenson	J M Lewis Janine Lewis
Date: 22/12/09	Date: 22-12-09

The Global Investment Basket Limited

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF GLOBAL INVESTMENT BASKET LIMITED

We have audited the financial statements on pages 7 to 18, which comprise the Income Statement, Statement of Changes in Equity, Balance Sheet, Cash Flow Statement and Notes to the Financial Statements. 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

As described in the statement of directors' responsibilities on page 5, the Company's Directors are responsible for the preparation of the financial statements in accordance with applicable law and International Financial Reporting Standards ("IFRS").

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 IFRS, of the state of affairs of the company as at 30 June 2009 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

SAFFERY CHAMPNESS
CHARTERED ACCOUNTANTS
Date: 22 December 2009

The Global Investment Basket Limited

INCOME STATEMENT
for the year ended 30 June 2009

	Notes	2009 £	2008 £
REVENUE			
Interest income	3	49,232	93,356
GAIN/(LOSS) ON INVESTMENTS			
Revaluation of investments at fair value through profit and loss	4	(1,815,186)	(3,324,592)
Revaluation of held-to-maturity investments	5	1,101,324	986,977
Gain on disposals of held-to-maturity investments		116,704	-
		(547,926)	(2,244,259)
OPERATING EXPENSES	7	(369,431)	(299,766)
OPERATING LOSS FOR THE YEAR		(917,357)	(2,544,025)
Loss per ordinary share - basic and diluted	8	(48.24)	(133.77)

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

The Global Investment Basket Limited

STATEMENT OF CHANGES IN EQUITY
for the year ended 30 June 2009

	Management Shareholders	Ordinary Shareholders				
	Share Capital £	Share Capital £	Share Premium £	Retained Earnings £	Revaluation Reserve £	Total £
At 30 June 2007	**10**	**109**	**7,619,165**	**4,881,803**	**-**	**12,501,087**
Capitalisation of reserves	-	-	5,053,550	(5,053,550)	-	-
Share issue	-	158	18,498,715	-	-	18,498,873
Share issue costs	-	-	(21,710)	-	-	(21,710)
Redemptions	-	(58)	(6,460,453)	-	-	(6,460,511)
Loss for the year	-	-	-	(2,544,025)	-	(2,544,025)
At 30 June 2008	**10**	**209**	**24,689,267**	**(2,715,772)**	**-**	**21,973,714**
Redemptions	-	(17)	(1,800,036)	-	-	(1,800,053)
Loss for the year	-	-	-	(917,357)	-	(917,357)
Increase in fair value of available-for-sale investments	-	-	-	-	1,464,541	1,464,541
At 30 June 2009	**10**	**192**	**22,889,231**	**(3,633,129)**	**1,464,541**	**20,720,845**

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

The Global Investment Basket Limited

BALANCE SHEET
as at 30 June 2009

	Notes	2009 £	2009 £	2008 £	2009 £
NON-CURRENT ASSETS					
Investments at fair value through profit and loss	4	**333,096**		2,201,528	
Held-to-maturity investments	5	**-**		18,114,470	
Available-for-sale investments	6	**19,145,033**		-	
			19,478,129		20,315,998
CURRENT ASSETS					
Trade and other receivables	9	**106,331**		127,882	
Cash and cash equivalents	10	**1,195,908**		1,574,495	
		1,302,239		1,702,377	
CURRENT LIABILITIES					
Trade and other payables	11	**59,523**		44,661	
NET CURRENT ASSETS			**1,242,716**		1,657,716
			20,720,845		21,973,714
EQUITY					
Share capital	12		**202**		219
Share premium	13		**22,889,231**		24,689,267
Retained earnings			**(3,633,129)**		(2,715,772)
Revaluation reserve			**1,464,541**		-
TOTAL EQUITY			**20,720,845**		21,973,714
Number of fully paid shares of £0.01 per share			**19,208**		20,928
Net Asset Value per share			**1,078.76**		1,049.97

The financial statements were approved by the Board and authorised for issue by:

David Stephenson
Date: 22/12/09

Janine Lewis
Date: 22-12-09

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

The Global Investment Basket Limited

CASH FLOW STATEMENT
For the year ended 30 June 2009

	Notes	2009 £	2008 £
Cash flows from operating activities			
Loss for the year		**(917,357)**	(2,544,025)
Less:			
Interest income	3	**(49,232)**	(93,356)
		(966,589)	(2,637,381)
Adjustments to reconcile loss for the year to net cash flows:			
Non cash:			
Loss on investments at fair value through profit and loss	4	**1,815,186**	3,324,592
Gain on held-to-maturity investments	5	**(1,101,324)**	(986,977)
Working capital adjustments:			
Decrease/(increase) in trade and receivables		**21,551**	(110,491)
Increase in trade and other payables		**14,862**	31,624
Net cash outflow from operating activities		**(216,314)**	(378,633)
Cash flows from investing activities:			
Interest income	3	**49,232**	93,356
Proceeds of disposals of investments at fair value through profit and loss	4	**53,246**	5,366,284
Proceeds of disposals of held-to-maturity investments	5	**1,535,302**	10,228,773
Purchase of investments at fair value through profit and loss		**-**	(5,925,335)
Purchase of held-to-maturity investments		**-**	(19,856,818)
Net cash inflow from investing activities		**1,637,780**	(10,093,740)
Net proceeds of issue of Ordinary shares	12,13	**-**	18,477,105
Redemption of Ordinary shares	12,13	**(1,800,053)**	(6,460,453)
Net cash (outflow)/inflow from financing activities		**(1,800,053)**	12,016,652
Net (decrease)/increase in cash and cash equivalents		**(378,587)**	1,544,279
Cash and cash equivalents at the beginning of the year		**1,574,495**	30,216
Cash and cash equivalents at end of the year		**1,195,908**	1,574,495

The notes on pages 11 to 18 form 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 Global Investment Basket Limited, domiciled in Guernsey, have been prepared in accordance with International Financial Reporting Standards ("IFRS").

Standards and interpretations in issue not yet adopted
At the date of authorisation of these financial statements, the following Standards and Interpretations were in issue but not yet effective:

IAS 1 Revised: Presentation of Financial Statements - for accounting periods commencing 1 January 2009;

IAS 23 Revised: Borrowing Costs - for accounting periods commencing 1 January 2009;

IFRS 8 Operating Segments - for accounting periods commencing 1 January 2009;

Amendment to IAS 32 and IAS 1 "Puttable financial instruments and obligations arising on liquidation" (effective from 1 January 2009). In February 2008 the IASB amended IAS 32 by requiring some financial instruments that meet the definition of a financial liability to be classified as equity.

There are certain other current standards, amendments and interpretations not yet adopted, the impact of which on the Company is not expected to be material.

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

Income
Bank interest is credited on an accruals basis.

Investments
Under International Accounting Standard ('IAS') 39, investments are measured initially at cost, which is the fair value of whatever was paid to acquire them. Acquisition costs include transaction costs.

After initial recognition, the Company uses the following measurement bases 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.

Investments are fair valued using quoted market prices, independent appraisals, discounted cash flow analysis or other appropriate valuation models at the balance sheet date. Amortised cost is calculated using the effective interest method.

At the year end date the Board determined that the Company's held-to-maturity investments should be reclassified as available-for-sale. Accordingly these investments were accounted for on an amortised cost basis up to the year end date, and on that date were reclassified and revalued on a fair value basis.

Taxation
The Company is exempt from Guernsey income tax under the Income Tax (Exempt Bodies) (Guernsey) Ordinance 1989, as amended, for which it pays an annual exemption fee of £600.

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

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 a fee for its services as administrator, secretary, custodian and registrar. This fee is payable at 0.1% per annum, payable annually in advance until the termination date. 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 Adviser, for its services as adviser, a fee of 0.5% per annum of the Company's funds payable in advance on the first Business Day of each year, until the Termination Date. In addition the Adviser is entitled to receive interest earned by the Company on the unpaid element of the fees.

3 INTEREST INCOME

	2009	2008
	£	£
Bank interest receivable	**49,232**	93,356

4 INVESTMENTS AT FAIR VALUE THROUGH PROFIT AND LOSS

	2009	2008
	£	£
Fair value brought forward	**2,201,528**	4,967,069
Fair value adjustment for the year	**(1,815,186)**	(3,324,592)
Additions - UBS AG equity option	**-**	5,925,335
Disposals - KBC option	**-**	(5,000,254)
Disposals - UBS AG equity option	**(53,246)**	(366,030)
Fair value carried forward	**333,096**	2,201,528

5 HELD-TO-MATURITY INVESTMENTS

	2009	2008
	£	£
Bond issued by Investec Bank plc		
Amortised cost brought forward	**18,114,470**	7,499,448
Gain for the year	**1,101,324**	986,977
Additions	**-**	19,856,818
Disposals	**(1,535,302)**	(10,228,773)
Transfer to available-for-sale investments	**(17,680,492)**	-
Amortised cost carried forward	**-**	18,114,470

6 AVAILABLE-FOR-SALE INVESTMENTS

	2009 £	2008 £
Bond issued by Investec Bank plc		
Transfer from held-to-maturity investments	**17,680,492**	-
Increase in fair value for the year	**1,464,541**	-
Fair value at 30 June 2009	**19,145,033**	-

7 OPERATING EXPENSES

	2009 £	2008 £
Operating expenses comprise the following :		
Administration fees	**25,173**	23,453
Auditor's remuneration	**7,750**	5,050
Bank charges	**700**	768
Distributor fees	**169,507**	132,125
Foreign exchange loss	**-**	38
GFSC licence fees	**2,450**	2,400
Investment advisory fees	**125,328**	105,500
Interest payable	**27,970**	25,553
Listing fees	**1,996**	1,015
Statutory fees	**1,290**	925
Sponsorship fees	**2,064**	2,438
Professional indemnity insurance	**481**	-
Facilitation fees	**4,419**	-
Sundry	**303**	501
	369,431	299,766

8 LOSS PER ORDINARY SHARE - BASIC AND DILUTED

	2009 £	2008 £
Loss for purpose of basic earnings per share being loss for the year attributable to ordinary shareholders	**(917,357)**	(2,544,025)
Weighted average number of ordinary shares for purpose of basic and diluted loss per share	**19,018**	19,018
Loss per share attributable to ordinary shares	**(48.24)**	(133.77)

9 TRADE AND OTHER RECEIVABLES

	2009 £	2008 £
Accrued bank interest	**2,974**	8,620
Prepaid administration fees	**8,009**	8,981
Prepaid distributor fees	**53,787**	62,866
Prepaid investment advisory fees	**38,419**	44,907
Prepaid licence fees	**1,250**	1,200
Prepaid listing fees	**87**	86
Prepaid sponsorship fees	**308**	234
Sundry receivables	**1,497**	978
Unpaid management share capital	**-**	10
	106,331	127,882

10 CASH AND CASH EQUIVALENTS

	2009 £	2008 £
Balances at bank	**1,195,908**	1,574,495

11 TRADE AND OTHER PAYABLES

	2009 £	2008 £
Audit fees	**6,000**	4,250
Interest payable	**53,523**	25,553
Sundry creditors	**-**	14,858
	59,523	44,661

12 SHARE CAPITAL

	2009 £	2008 £
Authorised:		
999,000 Ordinary shares of £0.01 per share	**9,990**	9,990
10 Management fees of £1 per share	**10**	10
	10,000	10,000

	2009 £	2008 £
Issued and fully paid:		
19,208 (2008: 20,928) Ordinary shares of £0.01 per share	**209**	209
Redemption of Share Capital	**(17)**	-
10 Management shares of £1 per share	**10**	10
	202	219

12 SHARE CAPITAL (continued)

Ordinary shares are entitled to one vote each at a General Meeting of the Company. The Ordinary shares will be compulsorily redeemed on the Termination Date, 26 April 2013. Management shares are entitled to 10,000 votes each at a General Meeting of the Company.

Date	Shareholder	No. of Units	2009 £	2008 £
16/10/2008	Investec Securities Limited	440	**434,749**	-
16/10/2008	Investec Securities Limited	90	**88,926**	-
23/12/2008	Investec Bank (Switzerland) AG	572	**614,011**	-
27/01/2009	Investec Securities Limited	429	**461,886**	-
09/06/2009	Investec Securities Limited	189	**204,699**	-
			1,804,271	-

13 SHARE PREMIUM

	2009 £	2008 £
Balance brought forward	**24,689,267**	7,619,165
Capitalised reserves	-	5,053,550
Redemption of Ordinary shares (see note 12)	**(1,800,036)**	(6,460,453)
Ordinary shares issued	-	18,498,715
Issue costs	-	(21,710)
Balance carried forward	**22,889,231**	24,689,267

14 ULTIMATE CONTROLLING PARTY AND RELATED PARTY TRANSACTIONS

The immediate controlling party at the Balance Sheet date was Investec Trust (Guernsey) Limited as trustee of The GIBL Trust, and the ultimate controlling party was Investec Plc, a company incorporated in the United Kingdom and listed on the London Stock Exchange. On 10 November 2009 the Company's management shares were transferred to The Basket Trust, a trust administered by Praxis Fiduciaries Limited, which is the immediate controlling party at the date of signing of these financial statements. At that same date the ultimate controlling party is Praxis Holdings Limited, a company incorporated in Guernsey.

Praxis Property Fund Services Limited, which is also the administrator of the Company is deemed a related party as Janine Lewis and Chris Hickling are directors of the Company and the administrator. Praxis Property Fund Services Limited received £25,173 (2008: £23,453) for their services as administrator. The administration fees for the year were paid in advance £8,009 (2008: £8,981).

Investec Capital Markets Limited, which is also the investment advisor is deemed a related party as subsidiary of the Investec Limited, a company incorporated in South Africa and listed on the Johannesburg Stock Exchange. Investec Capital Markets Limited received £125,325. (2008: £105,500) for their services as advisor. The advisory fees for the year were paid in advance £38,419 (2008: £44,907).

15 FINANCIAL 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 Sterling. The Company's management monitors the exchange rate fluctuations on an on-going basis.

The Company has no material currency exposures as at both 30 June 2009 and 30 June 2008.

(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 June 2009, the Company held cash of £195,235 (2008: £53,294) on a call account, which earns interest at floating rates. The Company held £1,000,675 (2008: £1,521,200) on direct reserve. The Company earns interest at 0.15 points above base rate on the direct reserve and has a 30 day notice period to utilise these monies.

Had these balances existed for the whole of the year, the effect on the Income Statement of a increase/decrease in short term interest rates of 0.5% per annum would have been an increase/decrease in post-tax profit for the year of £5,980 (2008: £7,872).

The Company had no other material interest rate exposures as at 30 June 2009 or 30 June 2008.

(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 and available-for-sale investments are directly affected by changes in market prices.

Price risk is managed by investing in a European call option on a basket of indices, with an international bank, UBS AG. The bank has a Standard and Poor long-term credit rating of A+ (2008: AA-).

Price risk is managed by investing in a Zero Coupon Bond, with an international bank, Investec Bank plc. The bank has a Fitch long-term credit rating of BB+ (2008: BBB+).

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:

	2009	2008
	£	£
European call option with UBS AG	**333,096**	2,201,528
Investec Bank plc Zero Coupon Bond	**19,145,033**	-

A 3 per cent increase/decrease in the value of the investments at fair value through profit and loss at 30 June 2009 would have increased/decreased the Net Asset Value of the Company by £9,993 (2008:£66,046).

A 3 per cent increase/decrease in the value of the available-for-sale investments at 30 June 2009 would have increased/decreased the Net Asset Value of the Company by £574,351 (2008: investments were classified as held-to-maturity).

15 FINANCIAL RISK FACTORS (continued)

(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.

With respect to credit risk arising from other financial assets of the Company, which comprise cash and cash equivalents, trade and other receivables, available-for-sale investments and investments at fair value through profit and loss, the Company's exposure 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, with a credit rating by Moody's of Prime - 2. The Company monitors the placement of cash balances on an ongoing basis.

The majority of the Company's trade and receivables consist of prepayments and there is no credit risk associated with these balances.

The available-for-sale investments are held with Investec Bank plc, which has a Fitch long-term rating of BB+ (2008: BBB+). The investments at fair value through profit and loss are held with UBS AG, which has a Standard and Poor long-term rating of A+ (2008: AA-).

(iii) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet financial liability obligations as they fall due, this may cause financial losses to the Company. The Company has procedures with the object of minimising such losses such as maintaining sufficient cash. Cash and cash equivalents are placed with financial institutions on a short term basis reflecting the Company's desire to maintain a high level of liquidity to enable timely completion of transactions.

The Board reviews the cash of the Company every quarter and will subsequently move monies from the direct reserve to the call account to meet its short term investments. At 30 June 2009 the cash on call to be applied to short term obligations was £1,195,908, which is considered by the Board as sufficient funds to meet all the Company's short term obligations.

The table below analyses the Company's financial liabilities and liabilities, which will be settled on an net basis, into relevant maturity groupings based on the remaining period at the balance sheet 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 June 2009	**Less than 6 months**	**6-12 months**	**1 - 5 years**
Trade and other payables	**6,000**	**53,523**	**-**
Total exposure	**6,000**	**53,523**	**-**

30 June 2008	**Less than 6 months**	**6-12 months**	**1 - 5 years**
Trade and other payables	19,108	25,553	-
Net exposure	19,108	25,553	-

15 FINANCIAL RISK FACTORS (continued)

(iv) 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 monitor forecast and actual cash flows and matching the maturity profiles of assets and liabilities. The Company has no external borrowings.