



GAA USD GLOBAL 'Q' FUND

Key Features & Benefits

- Underlying 'quant' trading programme aims to forecast next month's top performing stocks, rebalanced **once** a month, **every** month
- Fund continually analyses data from 52 global stock markets on more than 38,000 stocks
- Annual return for 2006: **+17.72%**
- Total return: **+118.85%** since launch in May 2004
- Annualised return since inception: **+27.25%** pa
- Worst 12 month rolling return since launch: **+7.36%**
- Best 12 month rolling return since launch: **+47.69%**

GAA USD Global 'Q' Fund: +38.44% YTD 2007; +27.25% pa annualized return

Despite troubles in the US subprime lending market adversely affecting many 'quant' funds this month, the **GAA USD Global 'Q' Fund** grew by a further **+9.89%** a share in July, reaching a net new high of **USD 218.85** on 1 August. This was despite the MSCI World Index slipping by **-2.28%** in the same month. The Fund has now grown by **+38.44%** year to date to 1 August, whilst posting a **+47.69%** gain year on year. The Fund is now running at an average annualised compound growth rate of **+27.25%**.

The Fund purchased stocks deemed to be undervalued with good earnings potential based purely on stock fundamentals, and continues to be reweighted on a monthly basis to ensure that it will benefit from any gains made from the purchase of undervalued stocks.

Since launch the Fund has always achieved a positive 12 month rolling return. Its worst 12 month return to date is **+7.36%**, whilst its best is **+47.69%**.

Stock purchase: market & sector analysis

The Fund continually analyses data on stocks from across 52 countries each month. The largest exposure this month was to South Korea again, followed by the United States, Taiwan and Germany. Hong Kong and France continued to offer up a high percentage of stocks that were selected whilst China, Thailand, the UK and Japan also made it into the top 10 this month.

All in all, stocks from a total of 21 different countries made it into the Fund, down from 33 last month.

Key stocks which have benefited the Fund since purchase include American shipping company, DryShips Inc, which has posted a gain of +160% since our 'quant' methodology identified it for purchase, as well as British national carrier, British Airways plc, up by more than +7% since acquisition. Chinese shipping company, China Shipping Container Lines Co Ltd, has grown by +110% since being selected by the Fund, whilst Chinese property development company, Beijing Capital Land Ltd, and China's third largest producer of steel, Angang Steel Co Ltd, have appreciated by +40% and +35% respectively.

The underlying 'quant' model driving the Fund identifies global stocks each month which are deemed likely to perform in the following 30 days **only**. The underlying Fund portfolio is rebalanced **every** month to reflect its stock selection methodology and typically holds stocks from around 20 – 30 of the 52 countries that it considers.

Since inception the Fund has invested in stocks from more than 40 of the 52 countries under consideration.

The Manager remains confident in the continued integrity of the model driving the Fund's monthly stock selection and believes that the Fund will continue to grow in the medium term.

No critical changes or amendments have been applied to the model since the Fund was launched in May 2004.

GAA USD Global 'Q' FUND: End of Month PRICES

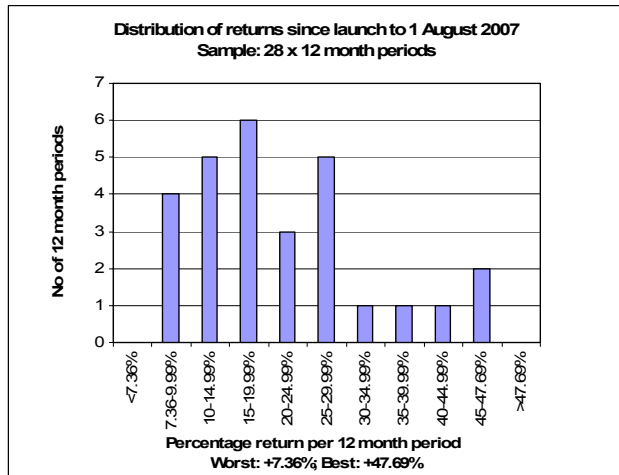
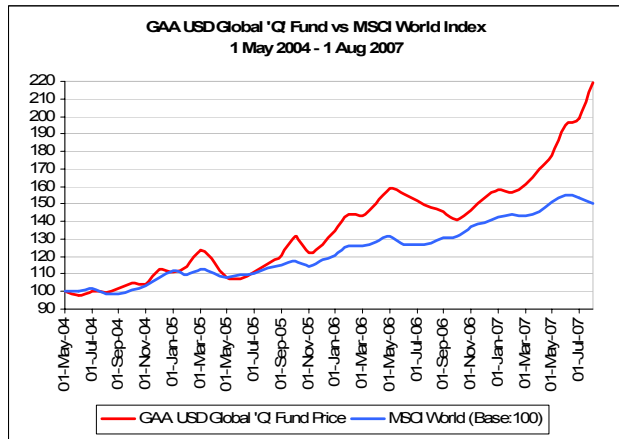
GAA USD Global 'Q' Fund: Prices since launch													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2004				100.00	97.78	100.08	99.61	101.45	104.73	104.06	112.48	111.17	+11.17%
2005	113.95	123.33	116.49	108.34	107.40	111.23	116.13	120.77	131.22	122.12	126.56	134.28	+20.79%
2006	144.14	142.96	150.09	159.04	155.69	151.58	148.18	145.26	140.88	146.43	153.54	158.08	+17.72%
2007	156.28	161.47	169.56	177.39	194.86	199.15	218.85						+38.44%

Reporting Month

August 2007

Launch date	:	3 May 2004
Launch price	:	USD 100.00
Price at 1 August 2007	:	USD 218.85
Growth last month:	'Q'	+9.89%
Growth last month:	MSCI	-2.28%
Growth since launch:	'Q'	+118.85%
Growth since launch:	MSCI	+50.31%
Annualised growth:	'Q'	+27.25%
12 month rolling return:	'Q'	+47.69%

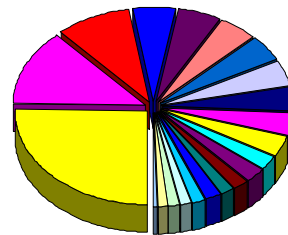
GAA USD GLOBAL 'Q' FUND vs MSCI WORLD INDEX



Fund Name	: GAA USD Global 'Q' Fund
Fund Manager	: Global Asset Allocation Limited, Bermuda
Issuer	: GAA Investment Funds Limited, Bermuda
Investment Advisor	: Quant Asset Management Pte Ltd, Singapore
Custodian / Administrator	: Bermuda Commercial Bank Limited, Bermuda
Auditor	: Deloitte & Touche, Bermuda
Legal Council	: Conyers, Dill & Pearman, Bermuda & HK
Regulatory Authority	: Bermuda Monetary Authority
Bloomberg Code	: GAAQFND BH
ISIN Code	: BMG345951682
Website	: www.gaafunds.com

- SOUTH KOREA
- UNITED STATES
- TAIWAN
- GERMANY
- HONG KONG
- FRANCE
- CHINA
- THAILAND
- UNITED KINGDOM
- JAPAN
- BRAZIL
- TURKEY
- AUSTRALIA
- NORWAY
- SOUTH AFRICA
- NETHERLANDS
- CANADA
- SWEDEN
- BERMUDA
- SINGAPORE
- INDONESIA

Country Weightings: August 2007



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