TI Intercept Capital Fund
Monthly Letter
February 2009

TI Intercept Capital recorded a post-fee return of +1.2% for the month of February 2009. Since inception on 31 March 2004, the Fund has produced an annualised post-fee return of +9.8% compared with an annualised return from the UBS Australia Bank Bill Index of +6.3%. At month end, the Fund was 43% invested in selected investments expected to outperform, offset by 35% short sales of companies expected to underperform.

Performance

The Fund returned +1.18% (after fees) during the month of February 2009. This compares with a benchmark rate of return of +0.29% for the month (UBS Australia Bank Bill Index).

Portfolio Composition

The Fund remains below its typical investment structure of being fully invested, offset by short sales.

At month end, 43% of the Fund was invested in 34 companies the manager identified as being undervalued. The Fund also included short sales in 20 companies that the manager believed were overvalued which, together with an index position, totalled 35% of the Fund.

	Based on Net Asset Value[1]	Based on Gross Asset Value[2]
Long Investments	43.2%	25.5%
Short Sales	(34.6%)	20.5%
Cash	91.4%	54.0%
Total	100.0%	100.0%

Note:
1. Net Asset Value basis shows long and short positions as being offsetting from a market risk perspective.
2. Gross Asset Value basis shows long and short positions as being additive from a market risk perspective.

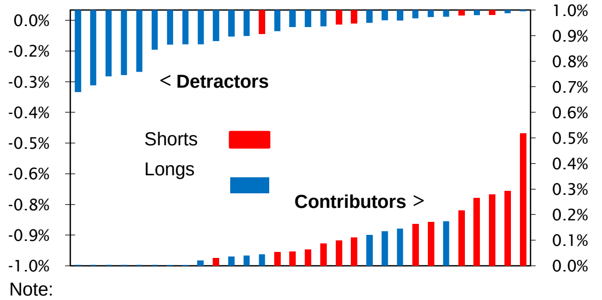
Security Selection

Against a backdrop of weak sharemarkets, a short index position provided a positive offset to the general decline in value of investments.

The main contributors for the month were Hewlett-Packard Company (short), a maker of computers, printers and provider of other technology services, Research In Motion Limited (short), a provider of mobile wireless communications services and maker of the Blackberry Smartphone and the Boeing Company (short) , maker of commercial and military aircraft, satellites, missiles and space flight capabilities.

Main detractors were FTI Consulting Inc (long), a global consulting firm specialising in providing legal, financial and reputational solutions, Nokia Corp (long), a maker of mobile phones and other mobile devices and eBay Inc (long) an on-line auction house and provider of on-line commerce services, including PayPal.

The graph below shows performance contributors and detractors on a % of NAV basis, excluding the impact of currency, with shorts shown in red and longs in blue.



Note:
1. Not all holdings in chart were held for entire month.
2. Excludes contributions from any index positions

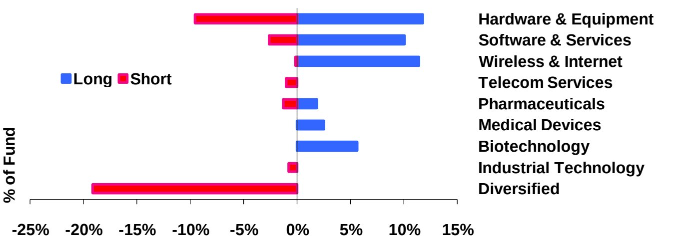
Enquiries

A copy of the Fund's Product Disclosure Statement is available at www.techinvest.com.au or by contacting the Fund's Responsible Entity, Equity Trustees Limited, on (03) 8623 5000. Registry enquiries should be made to Mackenzie Coultas Funds Administration Pty Limited on 1300 553 481 or via email to Registry@maccoul.com.au.

Industry Structure

By month end, the portfolio favoured Wireless & Internet, Software & Services, Biotechnology with small net positive positions in Medical Devices, Hardware & Equipment and Pharmaceuticals. A large Diversified short position was held, together with small net short positions in Industrial Technology and Telecom Services. The following chart summarises the structure at 28 February 2009:

Industry Weights



Industry Overview

Global sharemarkets fell again in February 2009, with technology oriented sectors exhibiting defensive qualities and declining less than other industries. The financial sector had a renewed bout of weakness as Citigroup was recapitalised by the US government.

Central banks cut official interest rates further in early March; the Bank of England cut official interest rates -0.5% to 0.5%, another historic low, the ECB cut interest rates by -0.5% to a record low of 1.5% while the US Fed Funds rate is already targeted at near zero.

Employment conditions have continued to deteriorate in line with confirmation of continued economic weakness. Almost 2 million jobs have been lost in the US in the 3 months to February. US real GDP in the 4th quarter 2008 was revised down to -6.4% p.a., the largest drop since 1982.

Gartner revised down its 2009 forecasts of PC shipments to -12%, with a sharp divergence between desktops -32% and laptops +9%. Technology News reports that annual server shipments declined 6.1% year over year in 4th quarter 2008.

Salesforce.com CEO Marc Benioff says his firm's strong increase in subscription revenue (+35% p.a.) reflects widespread cut-backs in large software purchases.

In producing 25 gigawatts, the US overtook Germany as the leading producer of wind power last year. Global wind power capacity grew by 29% in 2008, with China doubling its capacity four year's running.

Unit Prices (Inception 31 Mar 2004)

	Application Price	Net Tangible Assets	Redemption Price	Distribution
28 Feb 2009	$1.1118	$1.1085	$1.1052	
30 Dec 2008	$1.1054	$1.1021	$1.0988	
30 Jun 2008	$1.0053	$1.0023	$0.9993	$0.0297
31 Dec 2007	$1.0158	$1.0127	$1.0097	
30 Jun 2007	$0.9307	$0.9278	$0.9250	$0.0431
31 Dec 2006	$0.9978	$0.9948	$0.9918	
30 Jun 2006	$0.9161	$0.9134	$0.9107	$0.0185
30 Dec 2005	$0.8758	$0.8732	$0.8706	
30 Jun 2005	$0.9568	$0.9525	$0.9482	$0.0000
31 Dec 2004	$0.9180	$0.9138	$0.9097	
30 Jun 2004	$0.8943	$0.8903	$0.8863	$0.0000
31 Mar 2004	$0.7706	$0.7671	$0.7637	

Note: June prices are shown after impact of annual distribution.