

TI Technology Investment Fund

Monthly Letter

December 2006



TIF posted an after-fee return of -0.8% for the month of December 2006 and for 2006 +8.1% compared with +1.9% for the NASDAQ Composite in Australian dollar terms. The Net Tangible Asset Backing of the Fund as at 31 December 2006 was \$0.5823 per unit.

Performance

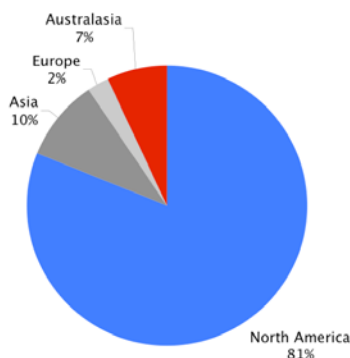
The Fund returned -0.78% (after fees) during the month of December 2006. This compares with a benchmark rate of return of -0.61% for the month (NASDAQ Composite in Australian dollar terms).

Portfolio Size and Holdings

The size of the Fund as at 31 December 2006 was \$13 million. The largest ten holdings in the TIF portfolio as at the end of December 2006 are shown below:

Company	Sector
Abbott Laboratories	Pharmaceuticals
America Movil S.A. de C.V.	Wireless & Internet
Cryptologic Inc	Wireless & Internet
eBay Inc	Wireless & Internet
EchoStar Communications Corp	Wireless & Internet
Juniper Networks Inc	Hardware & Equipment
Komag Inc	Hardware & Equipment
OmniVision Technologies Inc	Hardware & Equipment
ResMed Inc	Medical Devices
Sepracor Inc	Biotechnology

Geographic Breakdown (% Equities)



Currency Breakdown

Currency	% of Portfolio
Australia dollar	2%
US dollar	98%
Total	100%

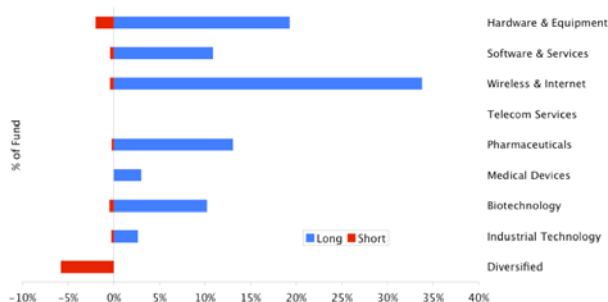
Enquiries

For enquiries relating to this communication or the Fund's investments please contact TechInvest on (02) 9223 1821 or via email, info@techinvest.com.au. For enquires relating to unitholdings and the processing of applications and redemptions please contact Computershare on 1300 553 481 or via email, TechInvest@computershare.com.au.

Industry Breakdown

In December, the portfolio favoured Wireless & Internet, with lower weights in Hardware & Equipment, Pharmaceuticals, Software & Services and Biotechnology. A short index position was held for risk management purposes, as well as small short positions across a number of industries. The following table summarises the structure as at 31 December 2006:

Knowledge Industry Weights



Industry Overview

Within the knowledge industries, biotechnology and computing were generally weak while telecommunication firms performed well in December.

According to the NY Times, Google displaced Yahoo as the world's second-most-visited Web site in November (475.7 mill visits), closing in on the leader, Microsoft (501.7 mill visits).

Within the technology sector, Citibank are forecasting increased growth in 2007 in PC sales, game consoles and game software, and a slowdown in growth of handset sales and semiconductor equipment. Growth in Internet advertising is expected to slow, but remain at high levels.

Signs of cooling off in the US housing market, and declines in commodity prices from new peaks in 2006, point to slower economic growth in 2007 and a slowdown in company earnings.

Technology Digest

Each month TechInvest publishes a summary of events that we regard as important in the industries of health care, information technology and telecommunications. To subscribe simply email digest-subscribe@techinvest.com.au.

Unit Prices

	Buy Price	Net Tangible Assets	Sell Price
31 Dec 2006	\$0.5840	\$0.5823	\$0.5805
30 Sep 2006	\$0.5591	\$0.5574	\$0.5558
30 Jun 2006	\$0.5472	\$0.5455	\$0.5439
31 Mar 2006	\$0.6113	\$0.6094	\$0.6076
30 Dec 2005	\$0.5402	\$0.5386	\$0.5370
30 Sep 2005	\$0.5335	\$0.5319	\$0.5303
1 Aug 2005	\$0.5512	\$0.5495	\$0.5479

Note: The first available unit prices of the Fund, following the transition to an unlisted structure, were dated 1 August 2005. Thereafter, this communication reports unit prices that relate to the last business day of the month.

Important Information: This report has been prepared by TechInvest Pty Limited (ABN 43 084 0894 444) for information purposes only and is subject to change without notice. Although the information in the report has been obtained from sources believed to be reliable, TechInvest does not guarantee its accuracy or completeness.