

# TI Technology Investment Fund

## Monthly Letter

### June 2008



TIF posted an after-fee return of -7.5% for the month of June 2008, compared with a return of -9.2% for the NASDAQ Composite in Australian dollar terms. The Net Tangible Asset Backing of the Fund as at 30 June 2008 was \$0.4661 per unit.

#### Performance

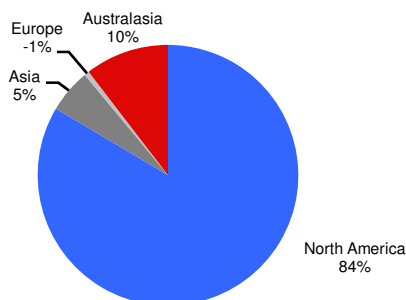
The Fund returned -7.45% (after fees) during the month of June 2008. This compares with a benchmark rate of return of -9.23% for the month (NASDAQ Composite in Australian dollar terms).

#### Portfolio Construction

As outlined in our letter to unitholders, from 31 December 2007 the fund will typically adopt a weighting of 120% invested, offset by 20% short sales. As at 30 June 2008 the fund was 114% invested in equities offset by 17% short sales. The largest ten listed investments in the portfolio as at the end of June 2008 are shown below:

Company	Sector
America Movil S.A.B de C.V	Wireless & Internet
Apple Inc	Hardware & Equipment
Cisco Systems Inc	Hardware & Equipment
eBay Inc	Wireless & Internet
FTI Consulting Inc	Software & Services
Gilead Sciences Inc	Biotechnology
Intel Corp	Hardware & Equipment
ResMed Inc	Medical Devices
Sciele Pharma Inc	Pharmaceuticals
ViroPharma Inc	Biotechnology

#### Geographic Breakdown (% Equities)



#### Currency Breakdown

Currency	% of Portfolio
Australian dollar	1.3%
US dollar	98.7%
Total	100.0%

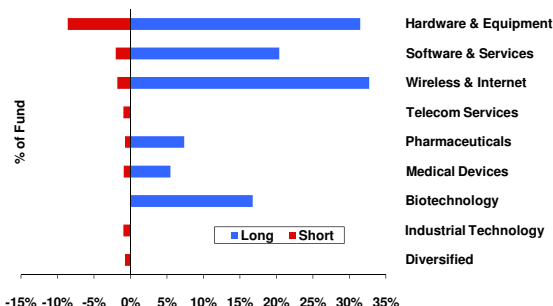
#### Enquiries

For enquiries relating to this communication or the Fund's investments please contact TechInvest on (02) 8965 0480 or via email, [info@techinvest.com.au](mailto: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](mailto:TechInvest@computershare.com.au).

#### Industry Breakdown

In June, the portfolio favoured Wireless & Internet, Hardware & Equipment, Software & Services and Biotechnology with lower net weights in Pharmaceuticals, Diversified Technology and Medical Devices. The Fund also carried small short positions across a number of industries, particularly Industrial Technology and Telecom Services. The following table summarises the structure as at 30 June 2008:

#### Knowledge Industry Weights



#### Industry Overview

Global sharemarkets retraced the gains of recent months due to weakness in financial stocks and higher oil prices. Within the knowledge industries, health care outperformed while telecom underperformed.

According to Technology Review, Facebook receives 15 million requests per second and has now moved ahead of MySpace as the largest social networking site globally.

China has restructured its telecom industry around three providers, China Mobile, China Telecom and China Netcom. China has around 575 million mobile subscribers with penetration in excess of 40%.

NPD Group reports that the best selling video game in May 2008 was Grand Theft Auto IV which sold 871,000 Microsoft Xbox and 443,000 Sony Playstation units, but this has not translated into higher console sales.

Automotive icon Gordon Murray has headed a project to design a vehicle with less than half average CO2 emissions and fuel consumption, uses recycled material, packs flat for transport, has re-usable components, parks 3 cars to a standard parking space and has better power to weight ratio than a standard luxury sedan.

#### Unit Prices

	Buy Price	Net Tangible Assets	Sell Price
30 Jun 2008	\$0.4675	\$0.4661	\$0.4647
31 Dec 2007	\$0.5287	\$0.5271	\$0.5255
30 Jun 2007	\$0.5564	\$0.5548	\$0.5531
31 Dec 2006	\$0.5840	\$0.5823	\$0.5805
30 Jun 2006	\$0.5472	\$0.5455	\$0.5439
31 Dec 2005	\$0.5402	\$0.5386	\$0.5370
31 Jul 2005	\$0.5493	\$0.5477	\$0.5461

Note:

1. The first available Fund unit prices following transition to an unlisted structure were dated 29 July 2005, the final business day of the month.
2. The fund declared a nil distribution as at 30 June 2008.

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