

# TI Technology Investment Fund

## Monthly Letter

### November 2008



TIF posted an after-fee return of -6.9% for the month of November 2008, compared with a return of -9.6% for the NASDAQ Composite in Australian dollar terms. The Net Tangible Asset Backing of the Fund as at 30 November 2008 was \$0.4827 per unit.

#### Performance

The Fund returned -6.89% (after fees) during the month of November 2008. This compares with a benchmark rate of return of -9.57% for the month (NASDAQ Composite in Australian dollar terms).

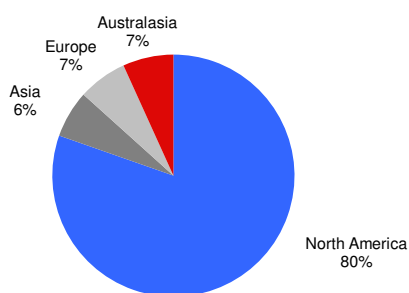
#### Portfolio Construction

The Fund remains below its typical investment structure of being fully invested, offset by short sales. Higher weightings are expected to be adopted as political and regulatory risk lessens.

As at 30 November 2008 the fund was 91.0% invested in equities offset by 6% short sales. The largest ten investments in the portfolio as at the end of November 2008 are shown below:

Company	Sector
Apple Inc	Hardware & Equipment
Cisco Systems Inc	Hardware & Equipment
eBay Inc	Wireless & Internet
FTI Consulting Inc	Software & Services
Genentech Inc	Biotechnology
Gilead Sciences Inc	Biotechnology
Google Inc	Wireless & Internet
Intel Corp	Hardware & Equipment
ResMed Inc	Medical Devices
ViroPharma Inc	Biotechnology

#### Geographic Breakdown (% Equities)



#### Currency Breakdown

Currency	% of Portfolio
Australian dollar	32.2%
US dollar	67.8%
<b>Total</b>	<b>100.0%</b>

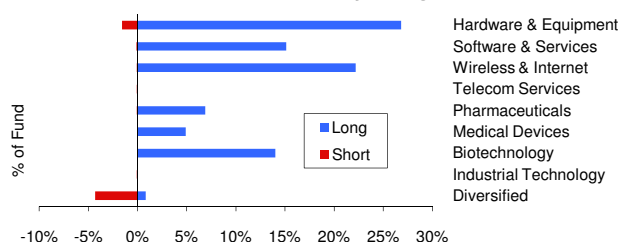
#### Enquiries

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 enquiries relating to unitholdings and the processing of applications and redemptions please contact MacKenzie Coultas Funds Administration Pty Limited on 1300 553 481 or via email, [Registry@maccoul.com.au](mailto:Registry@maccoul.com.au).

#### Industry Breakdown

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

#### Portfolio Industry Weights



#### Industry Overview

Global sharemarkets posted their sixth successive monthly decline in November, as the impact of the credit crisis grinds on.

Central banks extended interest rate reductions and a number of governments provided further stimulus in a bid to limit the depth of the economic downturn. China cut its one year policy rate by over 1% to 5.58%, after earlier announcing a US\$600 billion infrastructure stimulus package. The Bank of England easing in early December has the Bank Rate at 2%, the lowest since 1951.

The Semiconductor Industry Association reported chip sales in September just 1.6% higher than the same month last year, with a sharp 37.5% fall in flash memory sales in the month of September.

The NPD Group reported e-commerce sales growth moderated in September to 5% from a peak of 15% in April, although strong sales are still evident in video games, consoles and accessories (+60%), furniture, appliances and equipment (+52%) and sports and fitness (+40%).

NPD also reported slower mobile phone sales growth of 5% in the September quarter. The battle for dominance in this sector is heating up; Apple reported selling 6.9 million phones in the September quarter, pushing it ahead of the Razr V3 and RIM's BlackBerry Curve.

#### Unit Prices

	Buy Price	Net Tangible Assets	Sell Price
30 Nov 2008	\$0.4841	\$0.4827	\$0.4812
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:

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

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