

TI Technology Investment Fund

Monthly Letter

December 2008



TIF posted an after-fee return of -0.3% for the month of December 2008, compared with a return of -3.6% for the Fund's benchmark, the NASDAQ Composite in Australian dollar terms. For 2008, the Fund returned -8.7% compared with the benchmark return of -25.4%. The Net Tangible Asset Backing of the Fund as at 31 December 2008 was \$0.4811 per unit.

Performance

The Fund returned -0.33% (after fees) during the month of December 2008. This compares with a benchmark rate of return of -3.63% for the month (NASDAQ Composite in Australian dollar terms).

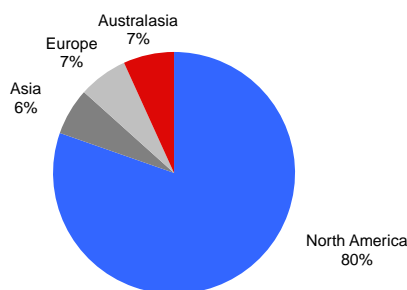
Portfolio Construction

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 31 December 2008 the fund was 94.3% invested in equities offset by 7.5% short sales. The largest ten investments in the portfolio as at the end of December 2008 are shown below:

Company	Sector
Apple Inc	Hardware & Equipment
China Mobile Ltd	Wireless & Internet
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
ResMed Inc	Medical Devices
ViroPharma Inc	Biotechnology

Geographic Breakdown (% Equities)



Currency Breakdown

Currency	% of Portfolio
Australian dollar	28.5%
US dollar	71.5%
Total	100.0%

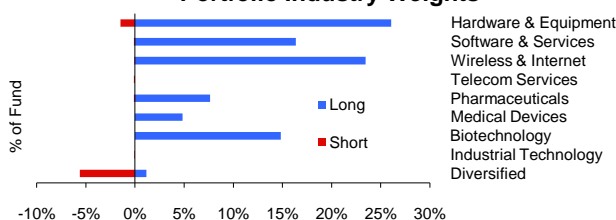
Enquiries

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. For enquires relating to unitholdings and the processing of applications and redemptions please contact MacKenzie Coultas Funds Administration Pty Ltd on 1300 553 481 or via email, Registry@maccoult.com.au.

Industry Breakdown

In December, 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 31 December 2008:

Portfolio Industry Weights



Industry Overview

Global sharemarkets generally rose in December 2008, following a protracted period of weakness.

Central banks continued to cut official interest rates in the face of weak economic data; the Bank of England cut official interest rates to 2%, equal to the lowest rate since the Bank was founded in 1694, the US Fed Funds rate target range is 0.0% - 0.25% and Japan's policy rate is 0.1%.

The Semiconductor Industry Association reported a 7% fall in sales in November 2008, with sharpest falls in memory products.

Nokia has launched a new phone to compete with the iPhone; featuring music and video player, 5 megapixel camera, 32 GB on-board memory and full QWERTY keyboard.

Pew Internet & American Life Project reported 53% of American adults play video games, one in five daily. A much higher 97% of teenagers are gamers. Nintendo has sold 35 million Wii consoles since its launch in 2005.

China Tech News reported 27 million colour televisions were sold in China in the nine months to September, an increase of 4%. However, the value of TV sales rose 25.6% over the same period reflecting a sharp increase in plasma and LCD sales.

Unit Prices

	Buy Price	Net Tangible Assets	Sell Price
31 Dec 2008	\$0.4826	\$0.4811	\$0.4797
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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