

TI Technology Investment Fund

Monthly Letter

December 2009



The TI Technology Investment Fund posted an after-fee return of +5.3% for the month of December 2009, compared with a return of +7.6% for the Fund's benchmark, the NASDAQ Composite in Australian dollar terms. For the past 12 months, the Fund returned +13.6% compared with the benchmark return of +11.8%. The Net Tangible Asset Backing of the Fund as at 31 December 2009 was \$0.5468 per unit.

Performance

The Fund returned +5.34% (after fees) during the month of December 2009. This compares with a benchmark rate of return of +7.62% for the month (NASDAQ Composite in Australian dollar terms).

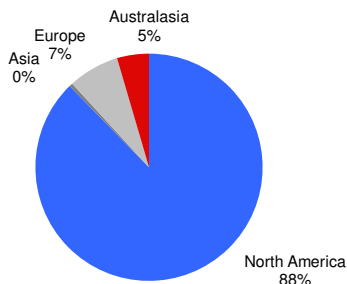
Portfolio Construction

The Fund's sharemarket exposure has been set conservatively reflecting concerns about the sustainability of the recovery in the sharemarket.

As at 31 December 2009 the fund was 109% invested in equities offset by 21% short sales. The largest ten investments in the portfolio as at the end of December 2009 are shown below:

Currency	% of Portfolio
Apple Inc	Hardware & Equipment
Bio Reference Laboratories	Pharmaceuticals
Cisco Systems Inc	Hardware & Equipment
CME Group Inc	Software & Services
FTI Consulting Inc	Software & Services
Gilead Sciences Inc	Biotechnology
Google Inc	Wireless & Internet
Intel Corporation	Hardware & Equipment
Salesforce.com Inc	Wireless & Internet
Synaptics Inc	Hardware & Equipment

Geographic Breakdown (% Equities)



Currency Breakdown

Currency	% of Portfolio
Australian dollar	0.3%
US dollar	99.7%
Total	100.0%

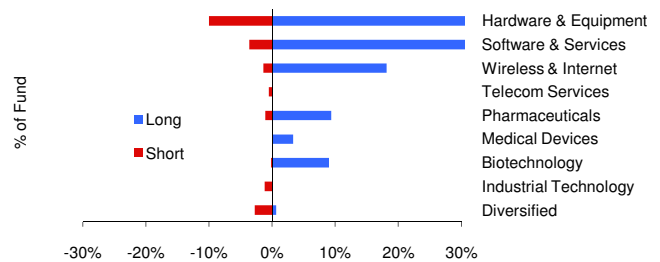
Enquiries

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. For enquiries 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@maccoul.com.au.

Industry Breakdown

In December, the portfolio favoured Hardware & Equipment, Software & Services and Wireless & Internet, with lower net positive weights in Biotechnology, Pharmaceuticals, and Medical Devices. The Fund also carried small net short positions in Industrial Technology, Diversified Technology and Telecom Services. The table below summarises the structure as at 31 December 2009:

Portfolio Industry Weights



Industry Overview

Sharemarkets continued their upward trend in December 2009, with concerns about the financial crisis fading.

While economic indicators have generally stopped worsening, the United States economy is operating under the weight of one of the worst periods of job losses since records were maintained. Residential property has still not found an unassisted bottom. Government stimulus, which contributed almost all of 2009's economic growth, is now past the point of maximum impact. This heightens the risk of further credit-induced problems in 2010.

The Copenhagen Accord signed by 192 countries acknowledged the importance of not letting temperatures rise 2C above pre-industrial levels, but has been roundly criticised for not effectively addressing world climate change.

China has begun operating the world's fastest train on a dedicated 968 km link from Wuhan to Guangzhou; it has clocked speeds up to 394 km/h.

Google has launched the "Nexus One" Android phone, increasing competition in an already crowded smart phone market. Google's Android software is currently available on more than 20 phones from vendors including Motorola and Samsung Electronics.

The 2010 International Consumer Electronics Show in Las Vegas in early January featured 3D devices, High Definition TV's with features such as wireless (even power) and Skype video conferencing, and e-book readers.

Unit Prices

	Buy Price	Net Tangible Assets	Sell Price
31 Dec 2009	\$0.5485	\$0.5468	\$0.5452
30 Jun 2009	\$0.5005	\$0.4990	\$0.4975
30 Jun 2008	\$0.4675	\$0.4661	\$0.4647
30 Jun 2007	\$0.5564	\$0.5548	\$0.5531
30 Jun 2006	\$0.5472	\$0.5455	\$0.5439
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 2009.

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* The Morningstar Rating is an assessment of a fund's past performance – based on both risk and return – which shows how similar investments compare with their competitors. A high rating alone is insufficient basis for an investment decision. Please refer to Morningstar's Financial Services Guide for more information at www.morningstar.com.au/fsfg.pdf.