

For members who have investment held within Hansard International's "Pinnacle"

Although RIO has not been promoting Hansard or their regular investment products, such as Pinnacle, for over three years, we have continued to manage the funds for members who have holdings within this structure. These products are restricted due to their maturity dates. The recent switch to Gold - late 2006, selling all US Dollars, has been rewarding for all those holding the Hansard Pinnacle product, as can be seen on the attached graph.

In 2002, RIO advised investors to buy gold, then standing at US\$250 per ounce, with a target price of US\$400 per ounce. A few members responded, not many unfortunately. The US\$400 target has been easily surpassed. Today, five years on, an investment in gold has more than quadrupled in value, providing an excellent return for those who responded positively to the 2002 recommendation.

Note: One of the main reasons for no longer promoting Hansard products is because the Club has instead designed, launched and successfully marketed three licensed Mutual Funds of its own. These Funds have been better received, and continue to be the preference of our membership, partly due to the vastly superior charging structure of RIO Funds. These are still among the most cost effective mutual Funds in the industry.

I would like to take this opportunity to thank members for the investments lodged to date. The icing on the cake for me has been the loyalty of the RIO membership to the Club; this has given me the inspiration to both create and manage these very special investment products for the membership.

William Gray

Chairman