

16 May 2006

I have just returned from a very successful business trip in The UK.

All members will receive two reports on this trip by Wednesday.

### **Recent Trades;**

#### **Options Account**      This applies to members with holdings in RIO Options account

Meanwhile my options trade placed on the 23<sup>rd</sup> of March selling USD/JPY closed successfully on the 2<sup>nd</sup> of May with profits of **+1.43% absolute in less than six weeks** (see graph attached).

#### **Hansard accounts**      The following applies to members who have Pinnacle regular investment accounts

On the 28<sup>th</sup> March 2006 I add to our holdings in Japan, adding further to MC06 selling 10% of USD cash held to acquire further exposure, sighting both growth and USD weakness in the coming months. This proved to be correct as MC06 gained another **+ 6.44% since 28/3/2006** (see graph attached). On 29<sup>th</sup> September 05 we first acquired holdings in this area when we allocated monies from the closure of RIO World Wide Opportunities Fund - **the performance since our first buy is + 26.80%** (see graph attached).

We also acquired Fidelity Thailand MC13 during September 05 as members will recall, however we have not increased our holdings in Thailand (see graph attached). **As I intimated the closure of RIO Word Wide Opportunities Fund continues to benefit members.** RIO will continue to manage these holdings to their maturity.

#### **RIO Prestige Performance Fund.**      The statement below applies to members who have invested in this Fund

This Fund continues its upward trend, having now achieved gains for eight consecutive months with an overall gain of **+ 20.98% since August 05**; I predicted a 25% gain for the period August 05- August 06. **Gain for April + 0.71%**. This Fund looks set to outperform.

William Gray