

## RIO Professional investors Fund

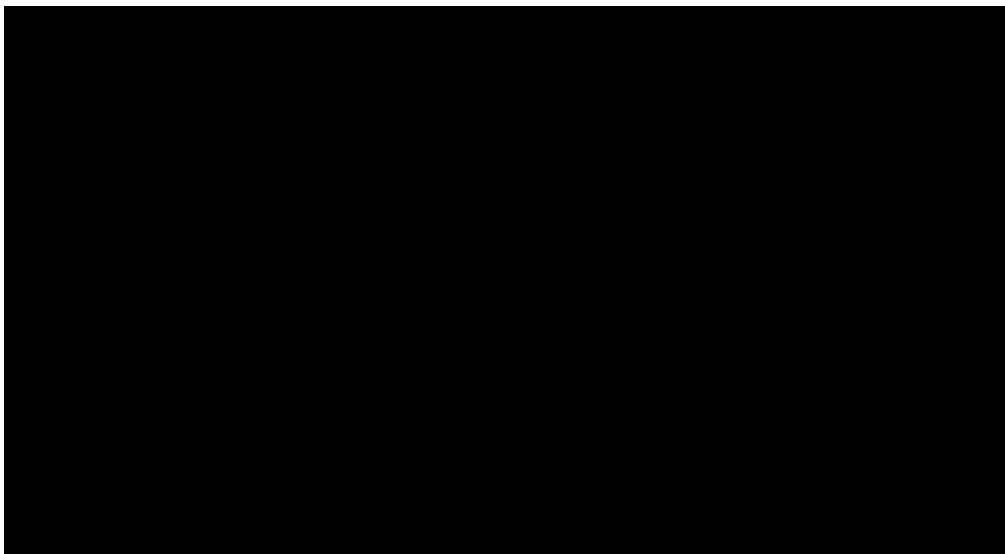
5.10.2010

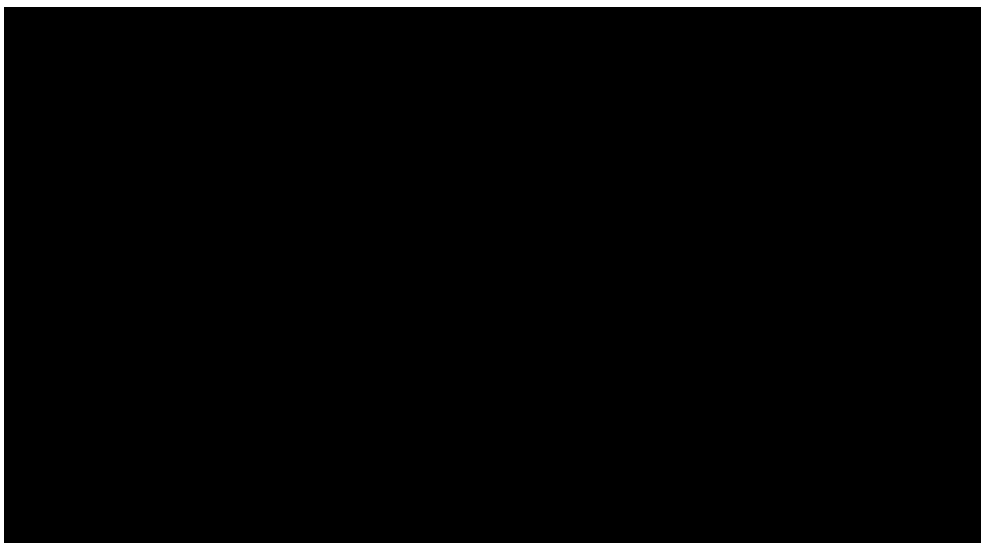
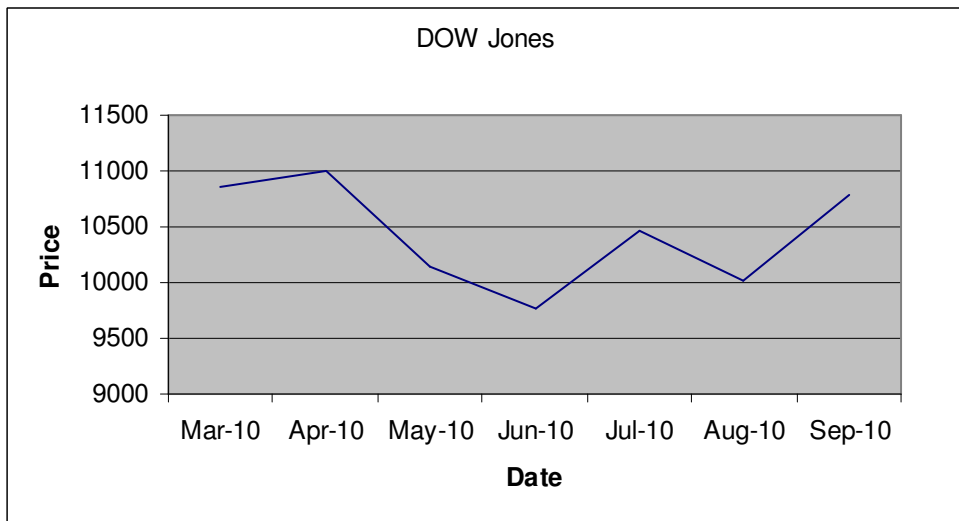
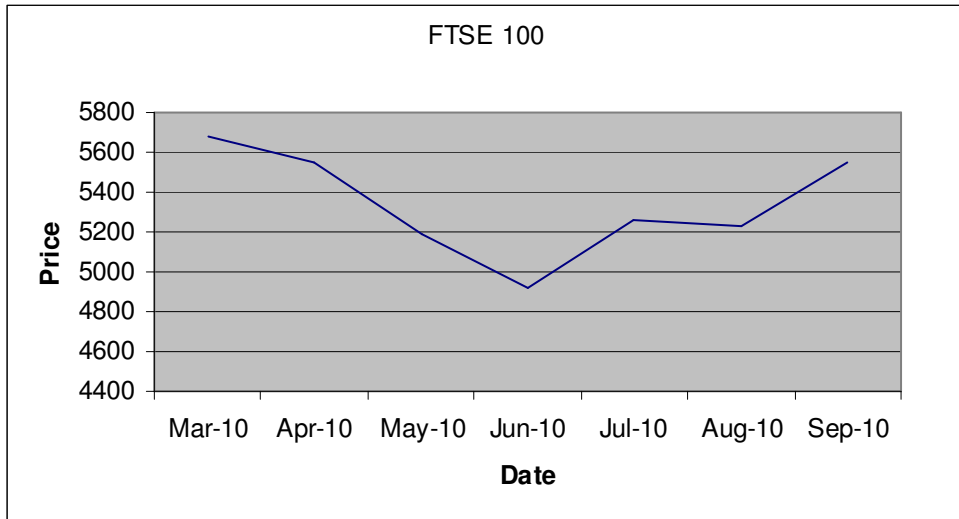
The report e-mailed to members in September provided performance figures of fund versus the main markets over a three month period. Firstly, I will take this opportunity to thank you Rod for your comments during our last meeting on my positive performance over the period. I have also received requests for a six month, month by month view of this fund versus the markets ( maybe some of you thought a three month snap shot was simply to portray a rosier picture!!) well here's the wider six month snap shot;

	<b>1 Month 31/08/10</b>	<b>2 Months 31/07/10</b>	<b>3 Months 30/06/10</b>	<b>4 Months 31/05/10</b>	<b>5 Months 30/04/10</b>	<b>6 Months 31/03/10</b>
<b>S&amp;P 500</b>	8.76	3.59	10.72	4.75	-3.83	-2.41
<b>DOW Jones</b>	7.72	3.08	10.37	6.43	-2.00	-0.63
<b>FTSE 100</b>	6.19	5.53	12.85	6.94	-0.08	-2.31
<b>RIO Professional</b>	0.53	2.35	8.49	11.51	12.95	11.26

**All figures represent growth in percentage terms and are rounded to two decimal places.**

I have also provided a few basic charts to illustrate the fund's performance differential at a glance. This is useful as a clear indicator that RIO Professional Investors Fund is not correlated to the main markets. It's also interesting interested to compare volatility, as again a clear picture emerges, it's almost nonexistent in this fund for the period portrayed;





The fund will likely continue its uptrend during October adding to its gains; I can also report that the funds annual target return of 12% has all but been achieved in the past six months with a gain of 11.26% during this period. I predicted in September's report that the Oil trade positioned during last month should do relatively well, the good news is Oil has rallied to over \$81 a barrel, which will add to gains during October as I close this trade taking profits for the fund.

I have little to report on this fund's Yen/Dollar trade which remains in position having bought at 83.25. I expect it to move towards the 85 mark. I touched on the reasons why in general market update just sent.

Thank you to Barry and Ed who both noticed that I had accurately forecasted Gold's rise to \$1,300 in my report of 26<sup>th</sup> May entitled Gold. Looking forward, I expect to be in a position to acquire Gold yet again for the fund, but will as usual make full use of the in depth data/research which currently indicates a short term correction soon.

This metal has attracted more and more media attention since my early report of February 2002 titled "We Predict Gold to Shine Again" highlighted the upside potential of this yellow metal (see attached).

William Gray

**RIO Professional Investors Fund**