

# OFFICIUM SPECIAL SITUATIONS FUND

The net asset value of the Officium Special Situations Fund declined by 1.89% in January. The broader market was also down during the month as market sentiment was adversely impacted by negative news flow.

During the month:

- Oceania Capital Partners' share price declined by 0.7%. The company's share price continues to trade at a significant discount to its net asset value and as such remains a core holding within the Officium Special Situations Fund.
- Resolute Mining produced 96,051 ounces of gold in the December quarter, 12% higher than production in the prior three months. The Golden Pride Mine performed well during the quarter, with production boosted by the concentration of mining activities in a high grade area of the mine. Production at Ravenswood was slightly lower as a result of the lower grade ore being treated from the stockpiles at Sarsfield. Resulting from a shortage of mine equipment, total material mined at Syama was well below budget during the quarter. Management is anticipating that gold production at Syama will show improvement in the coming quarters.
- Intrepid Mines produced 15,810 ounces of gold in the December quarter, with this production coming from the Paulsens Gold Mine. Management is expecting the Paulsens Gold Mine to produce 8,000 ounces of gold in the March quarter. Production beyond this date is dependent upon mine planning and ore reserve calculations, but is expected to continue through until the first quarter of 2011.
- We continued to reduce exposure to the LinQ Resources Fund during the month. The net tangible assets of the LinQ Resources Fund as at the end of December stood at \$1.01 per share.
- St Barbara produced 55,104 ounces of gold in the December quarter at a cash operating cost of \$738 per ounce. This was roughly in line with management guidance.
- Catalpa Resources 30% interest in the Cracow Gold Mine produced 7,231 ounces of gold in the December quarter. The Edna May Gold Project remains on schedule to produce its first gold in June 2010.

*NOTE: Due to the high concentration of Resolute Mining Limited (RSG) and Oceania Capital Partners Limited (OCP) in this Fund, any purchase of new units in the Officium Special Situations Fund is effectively equivalent to investing circa 54% (cumulative) of your funds in RSG (including exposure to RSGG & RSGO) and OCP as at 31 January 2010 at \$0.985 and \$2.74, respectively. Please be mindful of this when considering a new investment into the Officium Special Situations Fund or purchasing additional units in the Fund.*

**Important Information**

This report is provided for investors in the Funds. While all care has been taken in the preparation of this report (using sources believed to be reliable and accurate), Officium Capital Ltd, its officers, employees, agents and associated entities accept no responsibility for and will not be liable in respect of any loss or damage suffered by any person in connection with this other than under law which cannot be excluded. You should seek your own financial and taxation advice before dealing with your investment. This report has been prepared without taking into account your investment objectives, financial situation or particular needs. Before investing, or retaining an investment, in any of the Funds you should read the relevant PDS and consider whether the Fund is appropriate having regard to those matters. A copy of the PDS is available at [www.officiumcapital.com.au](http://www.officiumcapital.com.au). Remember, past performance should not be taken as an indication of future performance.

## PERFORMANCE SUMMARY

| Performance Summary as at 31 January 2010 | Officium Special Situations Fund |
|---|----------------------------------|
| Since Inception p.a. (6/9/04)             | 1.90%                            |
| 1 Year                                    | 81.37%                           |
| 3 Years p.a.                              | -3.45%                           |
| 5 Years p.a.                              | 0.80%                            |
| 1 Month                                   | -1.89%                           |
| Profitable Months                         | 55.38%                           |
| Distribution Last Quarter                 | \$0.0096                         |
| Fund Assets (million)                     | \$44.51                          |
| Application Unit Price                    | 0.9315                           |
| Withdrawal Unit Price                     | 0.9264                           |
| Net Asset Value Unit Price                | 0.9289                           |

## TOP TEN HOLDINGS

| Top Ten Holdings            | % of Portfolio |
|-----------------------------|----------------|
| Oceania Capital Partners    | 29.85%         |
| Resolute Mining             | 12.12%         |
| Resolute Convertible Notes  | 9.66%          |
| Intrepid Mines              | 5.66%          |
| LinQ Resources Fund         | 2.81%          |
| Resolute Options            | 2.43%          |
| Ethane Pipeline Income Fund | 2.39%          |
| Daisy Holding Company       | 1.12%          |
| Catalpa Resources           | 1.03%          |
| St Barbara                  | 0.95%          |
| Remaining Holdings          | 0.89%          |
| Cash                        | 31.09%         |
| <b>TOTAL</b>                | <b>100%</b>    |