

EMERGING RESOURCES COMPANY SHARE FUND

The net asset value of the Emerging Resources Company Share Fund rose by 10.97% in May. Over the 12 months to the end of May, the net asset value of the Fund increased by 67.17%.

Background market conditions in May continued to be generally favourable:

- the S&P/ASX 300 rose by 2.4%;
- the resources stocks within the S&P/ASX 300 rose by 7.2%;
- daily traded metals and mineral prices, already near record levels, were little changed overall with aluminium, copper and silver prices as much as 4% lower and lead, nickel, tin and zinc moving 3-8% higher;
- average crude oil prices were essentially unchanged at US\$65.16/bbl compared with US\$65.06/bbl in April; and,
- the average gold price was 1.8% lower.

Of the 20 stocks held in the portfolio during May, 13 increased in value, one was unchanged and six declined. Fifty-one percent of the Fund's performance in the month was accounted for by zinc mine developer, Terramin Australia, and potential northern Australian petroleum producer, AED Oil. Seven stocks in the portfolio had individual investment returns better than 15% in the month.

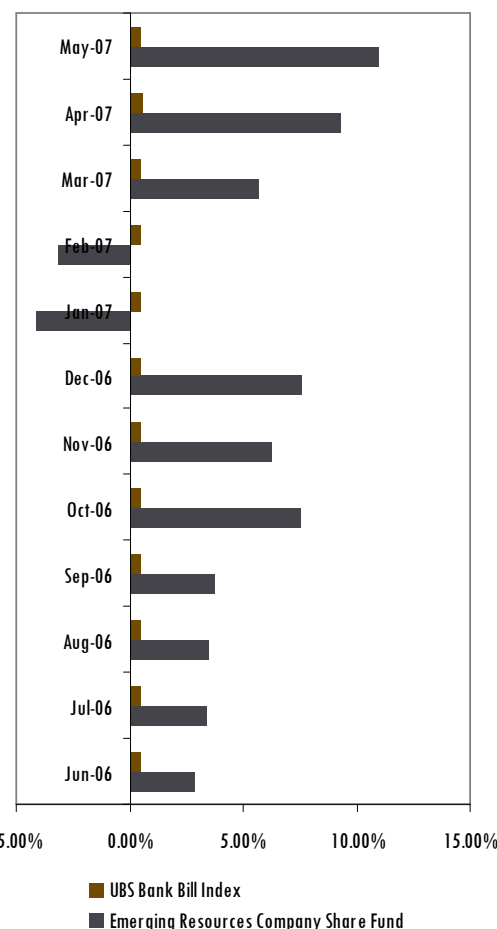
Both AED and Terramin reported significant progress during the month in meeting development and financing milestones. Since all the companies in the portfolio are putting in place value enhancing developments which do not rely on improving commodity prices, significant returns can be expected from time-to-time in different stocks as they report progress in executing their business plans.

The oil and gas group was the strongest individual commodity segment in the portfolio with a 34% gain. As well as its exposure to AED (up 58%), the portfolio benefited from its investments in Horizon Oil (up 28%) and Sunshine Gas (up 25%).

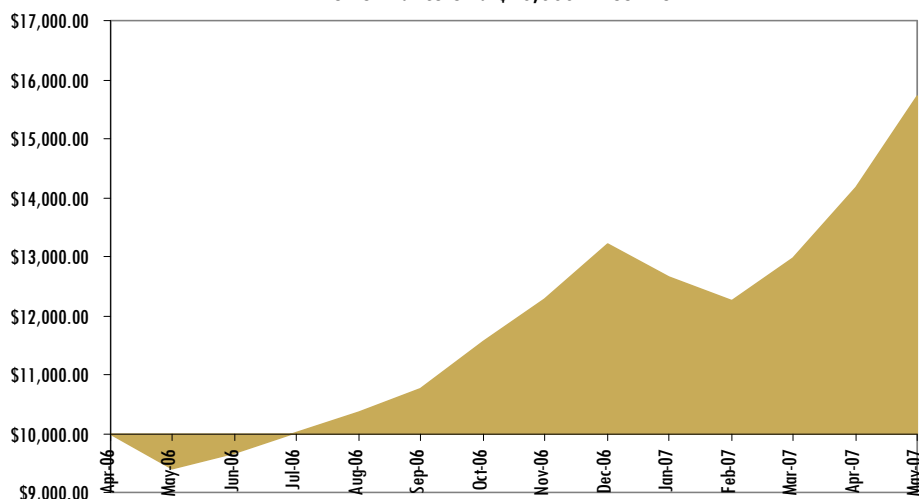
The gold stocks were the weakest part of the portfolio. The segment was down 4.4% with all three gold stocks in the Fund – Intrepid Mines, Avoca Resources and Carrick Gold – declining in value.

The 8.3% fall in the value of Bolnisi Gold, a Mexican silver mine developer, was the largest single negative return from a stock in the portfolio. The fall in price, which would have been partly due to commodity price movements, came after an announcement that directors of the company would recommend a merger, through a scheme of arrangement, with U.S. based silver producer, Coeur D'Alene Mines.

MONTHLY PERFORMANCE RETURNS



Performance of a \$10,000 Investment



Performance Summary	Emerging Resources Company Share Fund	UBS Bank Bill Index
Since Inception p.a. (28/04/06)	42.49%	n/a
1 Year	67.17%	6.38%
1 Month	10.97%	0.54%
Profitable Months	78.57%	100.00%
Distribution for quarter	\$0.0000	n/a
Fund Assets (million)	\$5.57	n/a
Application Unit Price	1.57630	n/a
Withdrawal Unit Price	1.56770	n/a
Net Asset Value Unit Price	1.57200	n/a

EMERGING RESOURCES COMPANY SHARE FUND

The Emerging Resources Company Share Fund began investing at the beginning of May 2006.

Investment Objective

The objective of the Fund is to maximise returns to Investors by identifying and investing in the securities of emerging natural resources companies listed on the ASX. The key factor in the Investment Manager's decision to invest in any particular emerging natural resource company will be its assessment of that company's potential to achieve strong organic growth over a two to three year period with a view to having that growth reflected in share price performance over the medium term.

Experienced Fund Managers

Two members of the Manager's Investment Committee (Tony Wiggins and Doug Goodall) have managed specialized resources equity portfolios on behalf of J B Were Asset Management, Portfolio Partners and Colonial Mutual. John Robertson was responsible for resource sector investment strategy at McIntosh and Company (now Merrill Lynch Australia) before becoming the firm's Chief Economist. All three also have had extensive experience in the commercial and technical aspects of the resources industry in Australia and overseas.

Recognised Academic and Industry Experts

The Investment Manager is assisted in its decision-making by an investment advisory committee which includes highly regarded mineral economist and coal industry specialist, Professor Donald Barnett and ore deposit geology specialist, Professor Philip Seccombe. Also on the Committee are Nick Moony, a metallurgist with an international consulting practice and Colin Jackson, a mining engineer, corporate adviser and current director of two ASX listed companies.

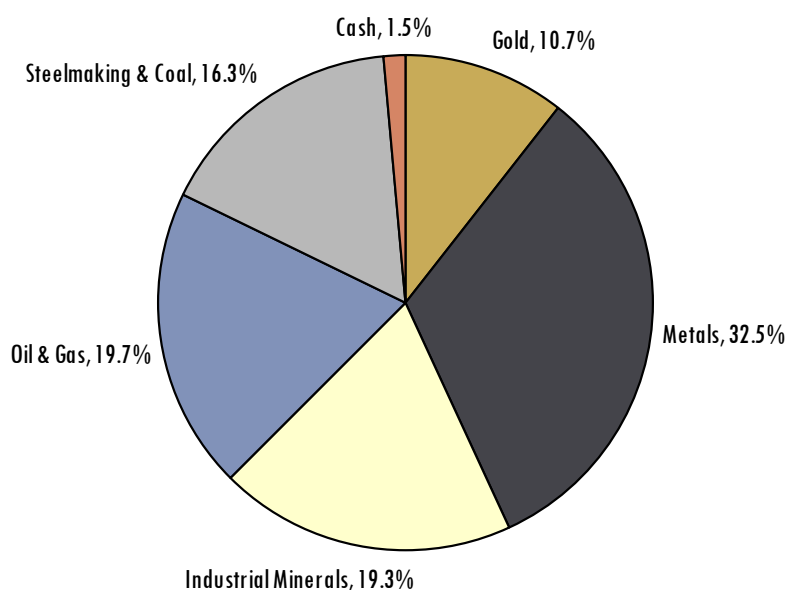
Undervalued Growth Opportunities

The Investment Manager's process involves moving from the universe of over 500 ASX listed resources companies to the 20 stocks which will make up the Fund's investments using a rigorous appraisal process based on identifying undervalued growth opportunities. The Manager's seven step investment process described in detail on pages 6-9 of the PDS is used to identify the universe of emerging producers, build a focus list, select a portfolio of 20 stocks and manage the ongoing investment risks. The Fund's investments will be confined to ASX-listed companies. The Investment Manager will seek to be fully invested in accordance with the Fund's investment criteria (subject to the needs of the Fund for short-term liquidity to meet redemptions and operating costs).

Diversified Commodity Exposure

The proposed portfolio will provide exposure to a full range of mineral commodities including oil and gas, steel-making minerals (including coal), gold, non-ferrous metals and industrial minerals. At least two stocks will be held in each of these five commodity groupings at any one time.

EMERGING RESOURCES COMPANY SHARE FUND COMMODITY SPREAD



ABOUT THE FUND

The Emerging Resources Company Share Fund is managed by EIM Capital Managers Pty Ltd, a Melbourne-based boutique investment manager with experience in funds management, geology, metallurgy, mine development, raw materials sale and trading, and investment analysis. The Fund will invest in a diversified range of ASX listed emerging natural resources companies.

The objective of the Fund is to maximise returns to investors by identifying and investing in the securities of emerging natural resources companies listed on the ASX. The key factor being the company's potential to achieve strong 'organic growth' over a two to three year period with a view to having that growth reflected in share price performance over the medium term.

The Fund applies a rigorous, value-driven investment process to select investments.

FUND FACTS

Composition Australian shares and investments
Fund Start Date 28 April 2006
Investment Timeframe 5 years
Withdrawals Weekly
Distributions Quarterly
Minimum Investment \$10,000
APIR Code WPC0013AU
ARSN 118 630 541
Unit Prices Weekly
Applications Weekly
MER 0.25625% p.a.
Buy-sell spread 0.275%/0.275%
Performance Fee 18.45% p.a. of positive returns with any negative returns recouped before the performance fee applies
Level of Risk High

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. Remember, past performance should not be taken as an indication of future performance.