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Dear Investor

17 November 2014

Change to the supplemental scheme particulars of MitonOptimal Offshore Fund Special Situations Class Funds

Please find attached the revised supplemental scheme particulars for the above referenced class funds, which will come into force on 17 December 2014.

The Manager has undertaken a strategic review of the MitonOptimal Offshore Fund and has determined to implement the following change to the above Class Funds.

Following Martin Gray's departure, as the Manager of the CF Miton Special Situations Portfolio earlier this year, Martin has subsequently set up the Coram Investment Funds PLC, an open-ended umbrella investment company with segregated liability.

The Manager has decided to change the investment restriction on the Special Situations Class Funds, from investing into the CF Miton Special Situations Portfolio, to investing in the Coram Global Balanced Fund as a sub fund of Coram Investment Funds PLC. The investment objectives of the Coram Global Balanced Fund are similar in significant areas to the investment objectives of the CF Miton Special Situations Portfolio.

If you have any questions on the above change please do not hesitate to contact us.

Yours sincerely
Saffery Champness Fund Services Limited
as Administrator



Eian Smith
Director

MITONOPTIMAL OFFSHORE FUND
(an open ended umbrella unit trust scheme established under the Law of Guernsey)

SUPPLEMENTAL SCHEME PARTICULARS

dated 17 December 2014

Special Situations GBP Portfolio Fund
Special Situations USD Portfolio Fund
Special Situations Euro Portfolio Fund

These supplemental Scheme Particulars, containing information relating to the Special Situations GBP Portfolio Fund (the "GBP Fund"), Special Situations USD Portfolio Fund (the "USD Fund") and Special Situations Euro Portfolio Fund (the "EUR Fund"), Class Funds of MitonOptimal Offshore Fund (the "Trust") should be read and construed in conjunction with the Scheme Particulars relating to the Trust dated July 2013 ("the Principal Particulars"). This document is deemed to be incorporated in and to form part of the Principal Particulars and may not be distributed unless it is accompanied by them and such other documentation as the Principal Particulars may prescribe.

Investment Objective of the Special Situations GBP Portfolio Fund

The objective of the GBP Fund is to achieve growth over the medium to long term by investing substantially all its assets in the Coram Global Balanced Fund (the "sub fund").

The Coram Global Balanced Fund is a sub fund of Coram Investment Funds PLC (the "Company"), an open ended umbrella investment company with segregated liability between sub funds and variable capital established under the laws of Ireland with a registered number 550564. The Company has been authorised by the Central Bank pursuant to the European Communities (Undertakings for Collective investment in Transferable Securities) Regulations, 2011 (S.I. No. 352 of 2011) as amended, supplemented or consolidated from time to time. The investment objective of the sub fund is to provide long-term capital growth by investing in a broad range of asset classes. The sub fund Manager will construct the portfolio of assets which it considers encompass the most advantageous asset classes, geographic regions, sectors and market capitalisations taking into consideration the macro environment (such as interest rates, performance of GDP, unemployment, monetary and fiscal trends) at the time of selection. Accordingly, the allocation across the below asset classes at any time is determined by the sub fund Manager on an unconstrained basis. There is no geographic, economic or industry focus to the sub fund.

The Company is incorporated in Ireland with registration number 550564. The base currency of the sub fund is pounds Sterling. The Company issues and redeems its shares on a daily basis and accordingly represents a highly liquid investment for the Special Situations Class Funds.

The Fund Manager of Coram Investment Fund is Martin Gray who is also a Director of MitonOptimal Guernsey Limited the Manager of the MitonOptimal Offshore Fund.

Base Currency

The base currency of the GBP Fund is GBP.

Manager

The Manager of MitonOptimal Offshore Fund is MitonOptimal Guernsey Limited (the "Manager").

Investment Objective of the Special Situations USD Portfolio Fund

The objective of the USD Fund is to achieve growth over the medium to long term by acting as a feeder into the GBP Fund and hedging the currency exposure back to US dollars.

Base Currency and Borrowing

The base currency of the USD Fund is US dollars. The Manager has no power to borrow for the account of the USD Fund.

Investment Objective of the Special Situations Euro Portfolio Fund

The objective of the EUR Fund is to achieve growth over the medium to long term by acting as a feeder into the GBP Fund and hedging the currency exposure back to Euro.

Base Currency and Borrowing

The base currency of the EUR Fund is Euros. The Manager has no power to borrow for the account of the EUR Fund.

Dealing Day

Dealing Day means Wednesday in each week (or if that is not a Business Day then the following Business Day) being the day on which the Manager accepts applications to buy, convert and redeem Units. More frequent Dealing Days may be determined by the Manager from time to time.

Valuation point

The valuation point will be the business day preceding the dealing day.

Calculation of Net Asset Value of the GBP Fund

Under the Trust Instrument the Net Asset Value of the GBP Fund is determined by deducting the total liabilities of the GBP Fund from the value of the total assets of the GBP Fund. Total assets include but shall not be limited to all cash, accounts receivable, accrued interest and the current market values of all investments ("Total Assets"). Total liabilities include but shall not be limited to any fees payable to the Manager, the Trustee and the Administrator, provision for taxes (if any) allowances for contingent liabilities and any other costs and expenses reasonably and properly incurred by the Manager in effecting the acquisition or disposal of securities ("Total Liabilities").

The Net Asset Value per Unit for the GBP Fund is then determined by dividing the Net Asset Value by the number of Units of GBP Fund concerned in issue and deemed to be in issue.

Effect of Other Feeder Funds

The Manager may create from time to time other funds that feed into the existing funds. As a consequence the existing funds may issue Units in separate series, and to avoid duplication of charges, Units issued to such other feeder funds may not be subject to the same charges as are applicable to the relevant existing fund.

Calculation of Net Asset Value of the Class Funds

Details as to the calculation of Net Asset Value can be found in the Principal Particulars.

Currency Overlay Programme

The Manager may from time to time at its discretion enter into forward foreign exchange contracts in respect of the USD Fund and EUR Fund for the purpose of reducing (without necessarily providing a perfect hedge against) the effect of adverse currency movements in relation to the underlying investments. No such contract will have a duration of more than six months and the maximum amount which may be payable by way of premium or margin is 10 per cent of the Net Asset Value of the USD Fund and EUR Fund respectively.

Distribution Policy

There will be no distributions of income to Unit holders. All income accruing to the Class Funds will be added to the capital of the Class Fund and reflected in its Net Asset Value.

Publication of Prices

The Creation Price and the Redemption Price for each Class Fund in respect of the immediately preceding Dealing Day are available on request from the Administrator and the Manager.

Subscriptions

Units of the Special Situations Class Funds will be available for subscription on any Dealing Day at a price calculated by reference to the Net Asset Value as more particularly described in the Principal Particulars. The application procedure is set out in the Principal Particulars.

Minimum Subscription

At all times the minimum subscription for Units in the GBP Fund is £5,000 (exclusive of the Placement Fee) and for Units in the USD Fund and EUR Fund the minimum subscription shall be the equivalent value of £5,000 in US dollars and Euros respectively (exclusive of the Placement Fee). The Manager may vary this amount but not so as to reduce it below the minimum specified in this paragraph or to require Unitholders to increase their holdings. Unitholders may make additional subscriptions on any Dealing Day subject, unless the Manager otherwise agrees in any particular case, to a minimum investment on any one occasion of at least £1,000 (exclusive of the Placement Fee) or the equivalent value in US dollars or Euros.

Redemptions and Conversions

Unitholders in the Special Situations Class Funds may redeem some or all of their Units or convert them to Units of any other Class Fund on any Dealing Day. Details of the procedures applicable to the redemption and conversion of Units can be found in the Principal Particulars.

Other Fees and Expenses

Placement fees

The Creation Price is exclusive of a Placement Fee which may be imposed from time to time at the discretion of the Manager of up to 5 per cent of the Creation Price. Under the Trust Instrument, the initial charge may be retained for the use and benefit of the Manager.

The fees payable in respect of the Master Fund are as follows:

The Manager

The Trustee shall pay the Manager a periodic fee in respect of the GBP Fund of 1.25 per cent of the Net Asset Value at the Valuation Point for each Dealing Day of which a percentage is paid to the Administrator by the Manager. The periodic fee is payable monthly in arrears on the last Dealing Day in each month. The periodic fee may only be increased with the approval of an Extraordinary Resolution. The Manager will procure that management fees at the GBP Fund level will be rebated so that there will be no double charging.

The Administrator

Out of its periodic management fee in respect of the GBP Fund, the Manager shall pay the Administrator an administration fee in such amount as the Manager and Administrator may agree from time to time. The administration fee is payable by the Manager, monthly in arrears on the last Dealing Day in each month.

The Trustee

The fees of the Trustee are set out in the Principal Particulars. The minimum monthly fee payable to the Trustee is £7,500.

Risk Factors

An investment in any of the Special Situations Class Funds carries substantial risk and is suitable only for persons which can assume the risk of losing their entire investment. Prospective investors should give careful consideration to the following factors in evaluating the merits and suitability of an investment in the Special Situations Class Funds, including whether such an investment is suitable in light of their personal investment goals and financial condition.

Potential investors who are in any doubt as to the risks involved in investment in the Special Situations Class Funds are recommended to obtain independent financial advice before making an investment in any of the Special Situations Class Funds.

Concentration of Investments

The GBP Fund will invest all of its assets (to the extent not retained in cash) in the Units of the Coram Global Balanced Fund and will accordingly not be diversified. The Class Funds will invest all of its assets (to the extent not retained in cash) in the Units of the GBP Fund and will accordingly not be diversified.

Currency Exposure

The USD Fund and the EUR Fund will enter into forward foreign exchange contracts to hedge against the possibility that their base currency may suffer a decline against pounds Sterling. There can be no assurance as to the success of any hedging operations which the USD Fund and the EUR Fund may implement.

A forward foreign exchange contract is a contractually binding obligation to purchase or sell a particular currency at a specified date in the future. Forward foreign exchange contracts are not uniform as to the quantity or time at which a currency is to be delivered and are not traded on exchanges. Rather, they are individually negotiated transactions. Forward foreign exchange contracts are effected through a trading system known as the interbank market. It is not a market with a specific location but rather a network of participants electronically linked. Documentation of transactions generally consists of an exchange of telex or facsimile messages. There is no limitation as to daily price movements on this market and in exceptional circumstances there have been periods during which certain banks have refused to quote prices for forward foreign exchange contracts or have quoted prices with an unusually wide spread between the price at which the bank is prepared to buy and that at which it is prepared to sell. Transactions in forward foreign exchange contracts are not regulated by any regulatory authority nor are they guaranteed by an exchange or clearing house. The USD Fund and the EUR Fund will be subject to the risk of the inability or refusal of its counterparties to perform with respect to such contracts. Any such default would eliminate any profit potential and compel the USD Fund or the EUR Fund (as the case may be) to cover its commitments for resale or repurchase, if any, at the then current market price. These events could result in significant losses.

Illiquidity

It is not anticipated that there will be an active secondary market for the Units and it is not expected that such a market will develop. Further, a Unitholder's ability to redeem its Units may be limited by the deferred redemptions provisions.

Manager Risk

The success of any Class Fund will be dependent on the performance of the Manager. No assurance can be given that the Manager will succeed in meeting its investment objectives in relation to the Class Funds or that its assessment of the short-term or long-term prospects, volatility and correlation of the types of investments referred to in the Principal Particulars will prove accurate.

The overall success of the GBP Fund depends upon the ability of the manager of Coram Global Balanced Fund to be successful in its own strategy. The past performance of such strategies is not necessarily indicative of their future profitability, and no strategy can consistently determine which security to purchase or sell at a profit. Any factor which would make it more difficult to execute more timely trades, such as a significant lessening of liquidity in a particular market, would also be detrimental to profitability. Further, Fund Managers may modify their strategies from time to time in an attempt to evaluate market movements more favourably. As a result of such periodic modifications, it is possible that the strategies used by the Fund Managers in the future may be different from those presently in use. No assurance can be given that the strategies to be used by the manager will be successful under all or any market conditions. In addition, it is not known what effect, if any, the increase in total funds being managed by the manager will have on the performance of that manager's trading methods.

Net Asset Value Considerations

The Net Asset Value per Unit of any Special Situations Class Fund is expected to fluctuate over time with the performance of Coram Global Balanced Fund. A Unitholder may not fully recover his initial investment when he redeems his Units or upon compulsory redemption if the Net Asset Value per Unit at the time of such redemption is less than the Subscription Price paid by such Unitholder.

MITONOPTIMAL OFFSHORE FUND
(an open ended umbrella unit trust scheme established under the Law of Guernsey)

SUPPLEMENTAL SCHEME PARTICULARS

dated 17 December 2014

Special Situations GBP E Fund
Special Situations USD E Fund
Special Situations Sing\$ E Fund

These supplemental Scheme Particulars, containing information relating to the Special Situations GBP E Fund (the "**GBP E Fund**"), the Special Situations USD E Fund (the "**USD E Fund**") and Special Situations Sing\$ E Fund (the "**Sing\$ E Fund**"), Class Funds of MitonOptimal Offshore Fund (the "Trust") should be read and construed in conjunction with the Scheme Particulars relating to the Trust dated July 2013 ("the Principal Particulars"). This document is deemed to be incorporated in and to form part of the Principal Particulars and may not be distributed unless it is accompanied by them and such other documentation as the Principal Particulars may prescribe.

Investment Objective of the Special Situations GBP Portfolio Fund (the "GBP Fund")

The objective of the GBP Fund is to achieve growth over the medium to long term by investing substantially all its assets in the Coram Global Balanced Fund (the "sub fund").

The Coram Global Balanced Fund is a sub fund of Coram Investment Funds PLC (the "Company"), an open ended umbrella investment company with segregated liability between sub funds and variable capital established under the laws of Ireland with a registered number 550564. The Company has been authorised by the Central Bank pursuant to the European Communities (Undertakings for Collective investment in Transferable Securities) Regulations, 2011 (S.I. No. 352 of 2011) as amended, supplemented or consolidated from time to time. The investment objective of the sub fund is to provide long-term capital growth by investing in a broad range of asset classes. The sub fund Manager will construct the portfolio of assets which it considers encompass the most advantageous asset classes, geographic regions, sectors and market capitalisations taking into consideration the macro environment (such as interest rates, performance of GDP, unemployment, monetary and fiscal trends) at the time of selection. Accordingly, the allocation across the below asset classes at any time is determined by the sub fund Manager on an unconstrained basis. There is no geographic, economic or industry focus to the sub fund. The sub fund aims to achieve lower levels of volatility than that experienced in broader equity markets.

The Company is incorporated in Ireland with registration number 550564. The base currency of the sub fund is pounds Sterling. The Company issues and redeems its shares on a daily basis and accordingly represents a highly liquid investment for the Special Situations Class Funds.

The Fund Manager of Coram Investment Fund is Martin Gray who is also a Director of MitonOptimal Guernsey Limited the Manager of the MitonOptimal Offshore Fund.

Base Currency

The Base Currency of the Special Situations GBP Portfolio Fund is GBP.

Manager

The Manager of MitonOptimal Offshore Fund is MitonOptimal Guernsey Limited (the "Manager").

Investment Objective of the GBP E Fund

The objective of the GBP E Fund is to achieve growth over the medium to long term by acting as a feeder fund into GBP Fund.

Base Currency and Borrowing

The base currency of the GBP E Fund is £ Sterling. The Manager has no power to borrow for the account of the GBP E Fund.

Investment Objective of the USD E Fund

The objective of the USD E Fund is to achieve growth over the medium to long term by acting as a feeder fund into GBP Fund and hedging the currency exposure back to USD.

Base Currency and Borrowing

The base currency of the USD E Fund is USD. The Manager has no power to borrow for the account of the USD E Fund.

Investment Objective of the Sing\$ E Fund

The objective of the Sing\$ E Fund is to achieve growth over the medium to long term by acting as a feeder fund into GBP Fund and hedging the currency exposure back to Singapore dollars.

Base Currency and Borrowing

The base currency of the Sing\$ E Fund is Singapore dollars. The Manager has no power to borrow for the account of the Sing\$ E Fund.

Dealing Day

Dealing Day means Wednesday in each week (or if that is not a Business Day then the following Business Day) being the day on which the Manager accepts applications to buy, convert and redeem Units. More frequent Dealing Days may be determined by the Manager from time to time.

Valuation point

The valuation point will be the business day preceding the dealing day.

Calculation of Net Asset Value of the GBP Fund

Under the Trust Instrument the Net Asset Value of the GBP Fund is determined by deducting the total liabilities of the GBP Fund from the value of the total assets of the GBP Fund. Total assets include but shall not be limited to all cash, accounts receivable, accrued interest and the current market values of all investments ("Total Assets"). Total liabilities include but shall not be limited to any fees payable to the Manager, the Trustee and the Administrator, provision for taxes (if any) allowances for contingent liabilities and any other costs and expenses reasonably and properly incurred by the Manager in effecting the acquisition or disposal of securities ("Total Liabilities").

The Net Asset Value per Unit for the GBP Fund is then determined by dividing the Net Asset Value by the number of Units of GBP Fund concerned in issue and deemed to be in issue.

Effect of Other Feeder Funds

The Manager may create from time to time other funds that feed into the GBP Fund. As a consequence the GBP Fund may issue Units in separate series, and to avoid duplication of charges, Units issued to such other feeder funds may not be subject to the same charges as are applicable to the relevant existing fund.

Calculation of Net Asset Value of the Class Funds

Details as to the calculation of Net Asset Value can be found in the Principal Particulars.

Currency Overlay Programme

The Manager may from time to time at its discretion enter into forward foreign exchange contracts in respect of the USD E Fund and the Sing\$ E Fund, for the purpose of reducing (without necessarily providing a perfect hedge against) the effect of adverse currency movements in relation to the underlying investments. No such contract will have a duration of more than six months and the maximum amount which may be payable by way of premium or margin is 10 per cent of the Net Asset Value of the USD E Fund and Sing\$ E Fund as applicable.

Distribution Policy

There will be no distributions of income to Unit holders. All income accruing to the Class Funds will be added to the capital of the Class Fund and reflected in its Net Asset Value.

Publication of Prices

The Creation Price and the Redemption Price for each Class Fund in respect of the immediately preceding Dealing Day are available on request from the Administrator and the Manager.

Offering and Dealing Particulars Relating to the GBP E Fund

Dealing Day

Dealings Day means Wednesday in each week (or if that is not a Business Day then the following Business Day) being the day on which the Manager accepts applications to buy, convert and redeem Units. More frequent Dealing Days may be determined by the Manager from time to time.

Subscriptions

Units in the GBP E Fund will be available for subscription on any Dealing Day at a price calculated by reference to the Net Asset Value as more particularly described in the Principal Particulars. The application procedure is set out in the Principal Particulars.

Minimum Subscription

At all times the minimum subscription for Units in the GBP E Fund is £5,000. The Manager may vary this amount but not so as to reduce it below the minimum specified in this paragraph or to require Unit holders to increase their holdings. Unit holders may make additional subscriptions on any Dealing Day subject, unless the Manager otherwise agrees in any particular case, to a minimum investment on any one occasion of at least £1,000.

Redemptions and Conversions

Details as to redemptions and conversions can be found in the Principal Particulars.

Redemption Fee

To compensate the GBP E Fund for its initial expenditure on marketing costs, a fee will be deducted, capped at 5 per cent. per individual subscription, which will be paid to the Manager and then capitalized and amortised for 60 months from the date of each individual subscription. A redemption fee will be deducted and paid back to the GBP E Fund in an amount equal to any unamortised provision per Unit.

Offering and Dealing Particulars Relating to the USD E Fund

Dealing Day

Dealings Day means Wednesday in each week (or if that is not a Business Day then the following Business Day) being the day on which the Manager accepts applications to buy, convert and redeem Units. More frequent Dealing Days may be determined by the Manager from time to time.

Subscriptions

Units in the USD E Fund will be available for subscription on any Dealing Day at a price calculated by reference to the Net Asset Value as more particularly described in the Principal Particulars. The application procedure is set out in the Principal Particulars.

Minimum Subscription

At all times the minimum subscription for Units in the USD E Fund is £5,000 or the equivalent in US dollars. The Manager may vary this amount but not so as to reduce it below the minimum specified in this paragraph or to require Unit holders to increase their holdings. Unit holders may make additional subscriptions on any Dealing Day subject, unless the Manager otherwise agrees in any particular case, to a minimum investment on any one occasion of at least £1,000 or the equivalent in US dollars.

Redemptions and Conversions

Details as to redemptions and conversions can be found in the Principal Particulars.

Redemption Fee

To compensate the USD E Fund for its initial expenditure on marketing costs, a fee will be deducted, capped at 5 per cent. per individual subscription, which will be paid to the Manager and then capitalized and amortised 60 months from the date of each individual subscription. A redemption fee will be deducted and paid back to the USD E Fund in an amount equal to any unamortised provision per Unit.

Offering and Dealing Particulars Relating to the Sing\$ E Fund

Subscriptions

Units in the Sing\$ E Fund will be available for subscription on any Dealing Day at a price calculated by reference to the Net Asset Value as more particularly described in the Principal Particulars. The application procedure is set out in the Principal Particulars.

Minimum Subscription

At all times the minimum subscription for Units in the Sing\$ E Fund is £5,000 or the equivalent in Singapore dollars. The Manager may vary this amount but not so as to reduce it below the minimum specified in this paragraph or to require Unit holders to increase their holdings. Unit holders may make additional subscriptions on any Dealing Day subject, unless the Manager otherwise agrees in any particular case, to a minimum investment on any one occasion of at least £1,000 or the equivalent in Singapore dollars.

Redemptions and Conversions

Details as to redemptions and conversions can be found in the Principal Particulars.

Redemption Fee

To compensate the Sing\$ E Fund for its initial expenditure on marketing costs, a fee will be deducted, capped at 5 per cent. per individual subscription, which will be paid to the Manager and then capitalized and amortised 60 months from the date of each individual subscription. A redemption fee will be deducted and paid back to the Sing\$ E Fund in an amount equal to any unamortised provision per Unit.

Other Fees and Expenses

The Manager, Administrator and the Trustee receive fees for their services at the GBP Fund level and accordingly will not receive any separate remuneration in respect of the GBP E Fund, the USD E Fund or the Sing\$ E Fund. No initial charges will be borne by the GBP E Fund, the USD E Fund or the Sing\$ E Fund as to their investments in the GBP Fund.

The fees payable in respect of the GBP Fund are as follows:

The Manager

The Trustee shall pay the Manager a periodic fee in respect of the GBP Fund of 1.25 per cent of the Net Asset Value at the Valuation Point for each Dealing Day of which a percentage is paid to the Administrator by the Manager. The periodic fee is payable monthly in arrears on the last Dealing Day in each month. The periodic fee may only be increased with the approval of an Extraordinary Resolution. The Manager will procure that management fees at the Underlying Fund level will be rebated so that there will be no double charging.

The Administrator

Out of its periodic management fee, the Manager of the GBP Fund shall pay to the Administrator an administration fee in such amount as the Manager and Administrator may agree from time to time. The administration fee is payable by the Manager, monthly in arrears on the last Dealing Day in each month.

The Trustee

The fees of the Trustee are set out in the Principal Particulars. The minimum monthly fee payable to the Trustee is £7,500.

Risk Factors

An investment in the GBP E Fund, the USD E Fund or the Sing\$ E Fund (together, the “Class Funds”) carries substantial risk and is suitable only for persons which can assume the risk of losing their entire investment. Prospective investors should give careful consideration to the following factors in evaluating the merits and suitability of an investment in the Class Funds, including whether such an investment is suitable in light of their personal investment goals and financial condition.

Potential investors who are in any doubt as to the risks involved in investment in the GBP E Fund, the USD E Fund or the Sing\$ E Fund are recommended to obtain independent financial advice before making an investment.

Concentration of Investments

The GBP Fund will invest all of its assets (to the extent not retained in cash) in the Units of the Coram Global Balanced Fund and will accordingly not be diversified. The Class Funds will invest all of their assets (to the extent not retained in cash) in the Units of the GBP Fund and will accordingly not be diversified.

Currency Exposure

The USD E Fund and the Sing\$ E Fund will enter into forward foreign exchange contracts to hedge against the possibility that their base currency may suffer a decline against pounds Sterling. There can be no assurance as to the success of any hedging operations which the USD E Fund or the Sing\$ E Fund may implement.

A forward foreign exchange contract is a contractually binding obligation to purchase or sell a particular currency at a specified date in the future. Forward foreign exchange contracts are not uniform as to the quantity or time at which a currency is to be delivered and are not traded on exchanges. Rather, they are individually negotiated transactions. Forward foreign exchange contracts are effected through a trading system known as the interbank market. It is not a market with a specific location but rather a network of participants electronically linked. Documentation of transactions generally consists of an exchange of telex or facsimile messages. There is no limitation as to daily price movements on this market and in exceptional circumstances there have been periods during which certain banks have refused to quote prices for forward foreign exchange contracts or have quoted prices with an unusually wide spread between the price at which the bank is prepared to buy and that at which it is prepared to sell. Transactions in forward foreign exchange contracts are not regulated by any regulatory authority nor are they guaranteed by an exchange or clearing house. The USD E Fund and the Sing\$ E Fund will be subject to the risk of the inability or refusal of its counterparties to perform with respect to such contracts. Any such default would eliminate any profit potential and compel the USD E Fund or the Sing\$ E Fund (as relevant) to cover its commitments for resale or repurchase, if any, at the then current market price. These events could result in significant losses.

Illiquidity

It is not anticipated that there will be an active secondary market for the Units and it is not expected that such a market will develop. Further, a Unit holder's ability to redeem its Units may be limited by the deferred redemptions provisions.

Manager Risk

The success of any Class Fund will be dependent on the performance of the Manager. No assurance can be given that the Manager will succeed in meeting its investment objectives in relation to the Class Funds or that its assessment of the short-term or long-term prospects, volatility and correlation of the types of investments referred to in the Principal Particulars will prove accurate.

The overall success of the Class Funds depends upon the ability of the manager of Coram Global Balanced Fund to be successful in its own strategy. The past performance of such strategies is not necessarily indicative of their future profitability, and no strategy can consistently determine which security to purchase or sell at a profit. Any factor which would make it more difficult to execute more timely trades, such as a significant lessening of liquidity in a particular market, would also be detrimental to profitability. Further, fund managers may modify their strategies from time to time in an attempt to evaluate market movements more favourably. As a result of such periodic modifications, it is possible that the strategies used by the fund managers in the future may be different from those presently in use. No assurance can be given that the strategies to be used by the manager will be successful under all or any market conditions. In addition, it is not known what effect, if any, the increase in total funds being managed by the manager will have on the performance of that manager's trading methods.

Net Asset Value Considerations

The Net Asset Value per Unit of any Special Situations Class Fund is expected to fluctuate over time with the performance of Coram Global Balanced Fund. A Unitholder may not fully recover his initial investment when he redeems his Units or upon compulsory redemption if the Net Asset Value per Unit at the time of such redemption is less than the Subscription Price paid by such Unit holder.

