

THE VINTAGE WINE FUND

Commentary

Although it is clear that the market will be mainly focused on 2003 Bordeaux until at least the end of May, it is clear that activity is increasing and that in general the market feels well supported. A number of merchants are reporting very brisk trade with sizeable orders coming from both the Far East and the US. This is a very positive sign. Also, stock levels of older vintages such as 1982 and even some 1986s are very low – a number of major merchants have very few top '82s on their lists for the first time for many years. In addition, the general excitement of an interesting new vintage often has the effect of getting collectors to focus on wine purchasing. All of these factors contribute to our view that during this year we will see a major shift upwards in prices of a number of categories.

We have recently returned from Chateaufort du Pape where we tasted a number of interesting 2003 wines and continued our efforts to secure new and increase existing allocations. Our relationships with producers here get stronger after each visit. The fact that we are happy to hold many of the wines for a number of years before selling is well received as it means their wines will be distributed when showing at their best.

We have been most active (in terms of number of trades) over the month on the sell side with a number of disposals to private individuals and restaurants agreed at our target prices and often in excess of our mark to market levels. Our customer base continues to grow and we are confident that we now have ample channels through which to realise investment gains without having to over-utilise brokers or other intermediaries, thereby maximising potential profits. On the purchasing side, we have been taking up our 2000 Piedmont allocations and also taking advantage of situations where the seller has been keen to raise cash quickly for the upcoming en primeur purchases. We have also finalised a deal with a private collector involving very large quantities of top end Bordeaux at attractive prices.

The top Bordeaux chateaux are just beginning to release their wines – Leoville Barton has just come out and this usually marks the start of main action. After a couple of quiet months the prospect of some excitement is a welcome one and we look forward to reporting on this next month.

Portfolio Breakdown - % NAV

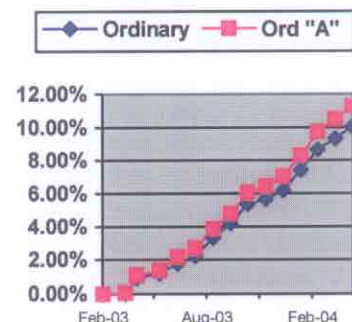
	Red still	White still	Other
Bordeaux	50.9%	1.8%	0.0%
Burgundy	4.8%	0.6%	0.0%
Rhone	11.8%	0.0%	0.0%
Rest of France	0.0%	0.0%	2.1%
Italy	5.2%	0.0%	0.0%
Other	0.1%	0.0%	0.2%
TOTALS	72.7%	2.4%	2.2%

Cash – 22.6%

Wine – 77.4%

April 2004

	Ord	Ord "A"
Price (€):	110.06	111.27
P&L on month:	0.66%	0.72%
Year to date:	3.62%	3.95%
Since inception:	10.06%	11.27%
Leverage:	0.00%	0.00%



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Fund Structure

Domicile: Cayman Islands
Inception: 20th February 2003
Denomination: Euro (€)
Subscription: Monthly
Redemption: Quarterly
NAV: Month end by Administrator
Administrator: Olympia Capital
(Ireland) Limited

For Further Information Contact

The Investment Manager (see above)

2003	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Ord	-	-	0.02%	0.97%	0.24%	0.59%	0.42%	1.08%	0.82%	1.12%	0.29%	0.50%	6.22%
"A"	-	-	0.07%	1.04%	0.31%	0.78%	0.49%	1.15%	0.89%	1.19%	0.36%	0.56%	7.04%
2004	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Ord	1.14%	1.17%	0.60%	0.66%									3.62%
"A"	1.21%	1.30%	0.67%	0.72%									3.95%

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