

THE VINTAGE WINE FUND

Commentary

The month of November has been unusually quiet with very little of interest to report. We took advantage of the seasonal demand in the early part of the month to offload some non-core holdings – mainly mature Bordeaux from second tier vintages.

As we approached the end of the month, we saw a number of merchants cut prices in their effort to boost sales and clear out older stock before the year end. This has resulted in many prices being temporarily depressed. The same effect is witnessed each year and prices invariably bounce back in January once the last remnants of these bin-ends has been sold (we have of course been cherry picking a number ourselves).

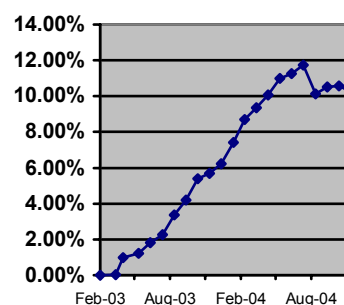
The steady rally in the prices of older (mainly 1982) Bordeaux took something of a pause this month but with stock very thin on the ground looks set to continue for some time. What is now interesting is that the slightly younger vintages of 1986 and 1990 are now showing signs of following suit. This is not unexpected of course. Although there are a number of collectors for whom nothing but the best will do, a significant number of enthusiasts will now see the younger vintages as looking relatively cheap and will tend to concentrate their drinking amongst these wines. Wines such as Lynch Bages 1990, Leoville Lascases 1986, Gruaud Larose 1990, Cos d'Estournel 1986 etc are all top flight offerings which are now good value relative to their (admittedly ethereal) 1982 equivalents. We should consequently see this hitherto fairly narrow though pronounced rally not only continue but also extend to the wider mature market.

Finally, investors should around the time of receiving this report also receive a copy of our updated prospectus with a letter detailing the amendments.

November 2004

ORDINARY SHARES

Price (€):	110.26
P&L on month:	-0.27%
Year to date:	3.80%
Since inception:	10.26%
Leverage:	0.00%



Investment Manager

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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)

Portfolio Breakdown - % NAV

	Red still	White still	Other
Bordeaux	62.2%	2.5%	0.0%
Burgundy	5.1%	0.6%	0.0%
Rhone	10.6%	0.0%	0.0%
Rest of France	0.0%	0.0%	1.6%
Italy	4.9%	0.0%	0.0%
Other	0.4%	0.0%	0.0%
TOTALS	83.3%	3.1%	1.6%

Cash – 12.0%

Wine – 88.0%

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%
2004	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Ord	1.14%	1.17%	0.60%	0.66%	0.84%	0.24%	0.42%	-1.43%	0.35%	0.05%	-0.27%		3.80%