

THE VINTAGE WINE FUND

Commentary

A very steady month for the market with respectable volumes being traded and well supported prices. Demand continues to be dominated by Far Eastern buyers. The prospect of Christmas cheer seems not to have yet jolted the average European consumer into purchasing but we would expect some seasonal demand to surface this month. However, it seems that the Asian demand from and through Hong Kong, is more than sufficient to keep the market stable, and perhaps even gently rising, for the time being and any return of meaningful demand elsewhere would therefore create considerable upward pressure.

If we have yet to see any spread in demand geographically, we have at least started to see some very gradual widening of the net in terms of actual wines being sought with Lafite now sharing the limelight. Mouton Rothschild has been the main beneficiary of this but it is fair to say that a definite increase in interest in Chateaux Margaux, Cheval Blanc, Ausone and Petrus has been witnessed, at least in certain vintages. If these wines can emulate even part of Lafite's price moves of this year, then some good returns lie ahead.

The very positive reports emerging from Bordeaux on the quality of the 2009 vintage inevitably prompts one to consider what the impact of great en primeur vintage next year would be on the market overall. Certainly, an increase in supply of highly rated wines would, at least on the surface, appear to be a potential negative force; but one has to remember that these wines are not physically available and are years away from being ready to drink. Indeed, experience would suggest that a newsworthy en primeur vintage tends to focus drinkers attention on what can often seem like comparative bargains in back vintages and hence the good news surrounding 2009 is one more reason why we are increasingly optimistic about the upside potential in the months ahead.

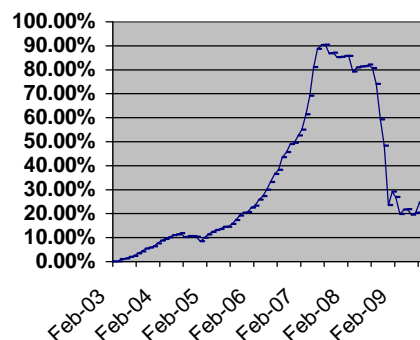
Portfolio Breakdown - % NAV

	Up to 1990	1991 – 1999	2000 and later
Cash: 0.3%			
First growths	14.9%	23.2%	33.2%
Other Bordeaux	3.5%	4.9%	18.4%
Other	0.0%	1.0%	0.0%
Wine: 99.7%	18.4%	29.2%	52.1%

October 2009

ORDINARY SHARES

Price (€):	123.54
P&L on month:	2.04%
Year to date:	0.03%
Since inception:	23.54%
Leverage:	0.00%



Investment Manager

OWC Asset Management Limited
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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: Fastnet (Ireland) Ltd

ISIN: KYG9368H1103

For Further Information Contact

The Investment Manager (see above)

	2003	2004	2005	2006	2007	2008	2009 (YTD)						
ORD for Year	6.22%	2.12%	11.18%	23.97%	23.97%	-33.37%	0.03%						
ORD	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2008	0.21%	0.01%	-3.60%	1.00%	0.20%	0.11%	0.33%	-0.77%	-3.59%	-8.56%	-6.88%	-16.7%	-33.37%
2009	4.61%	-1.83%	-5.51%	1.53%	0.09%	-1.82%	0.61%	3.57%	-2.81%	2.04%			0.03%