

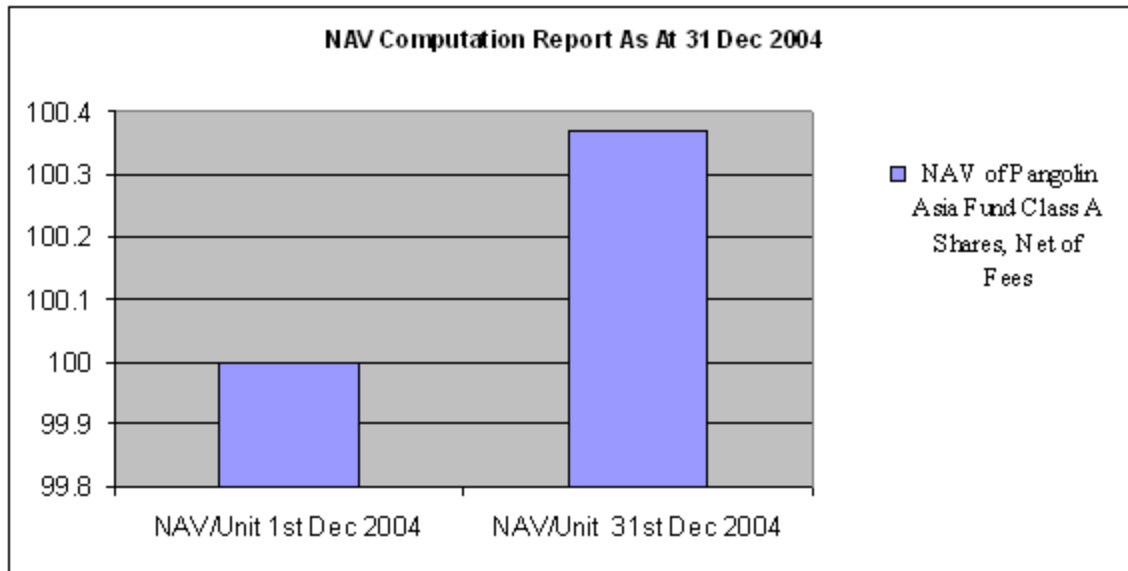


Pangolin Investment Management

Pangolin Asia Fund announces month end NAV – December 2004

At 31/12/04 the NAV of the fund was **U\$100.37** net of all fees and expenses

For those who like meaningless charts, see below.



As of 31st December the fund was approximately 20% invested. This does not reflect any bearishness on behalf of your manager but more a reticence to chase individual stock prices in the face of year-end window dressing and strong liquidity flows. Selecting suitable investments is hard enough and given the current wave of optimism surrounding Asian markets, paying the right price for them is proving harder still.

Bear in mind that the fund will take a long term view and will not be overly concerned with short term performance, thus it will not invest in order to participate in a bull market rally, or for market exposure. There are thousands of other funds available for investors who want that strategy.

More details of investments will be available in the quarterly report, due at the beginning of March, or to shareholders in the fund on request.

Further information can be found at www.pangolinfund.com

As a complete aside, the Hindu festival of Thaipusam falls on January 25th this year. If you are planning to be near Kuala Lumpur at that time make the effort to visit Batu Caves that night to witness one of Asia's most extraordinary festivals; and don't be put off if you have previously seen Singapore's tame version.

James Hay.

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