

Golden Select Fund: Alternative Investments

Objective

To offer a convenient vehicle for investing in a diversified portfolio of alternative strategy investment managers, which are anticipated to provide the best opportunities for capital growth.

Investment Policy

To invest in a diversified range of top performing offshore alternative investment managers that target consistent and stable returns while controlling risk.

Investment Process

A quantitative analysis of fund performance is undertaken relative to peer groups to ensure the consistency of performance. This is followed with a qualitative analysis to understand the manager's philosophy, process and style.

Fund Review

The net asset value (NAV) per share of the Fund increased from \$10.30 to \$10.40 over the quarter, an increase of 1%.

Over the last year, the Fund has proven to be a good "risk diversifier" when added to a traditional portfolio of stocks and bonds. Investors have noticed and added more than \$15M to the Fund, quadrupling assets under management over a twelve month period.

In response to this surge of new assets, the board of directors of the Fund decided to appoint International Asset Management (IAM) as a sub-adviser effective March 1st, 2003. Based in London, IAM brings in more than 13 years experience in picking hedge fund managers and constructing hedge fund portfolios for its clients. Butterfield Asset Management will continue to act as the lead manager on the Fund but has delegated part of its duties to the sub-advisor, including selection/monitoring of hedge funds, portfolio optimization and risk management of the Fund. Management fees will remain at 1.25%/year.

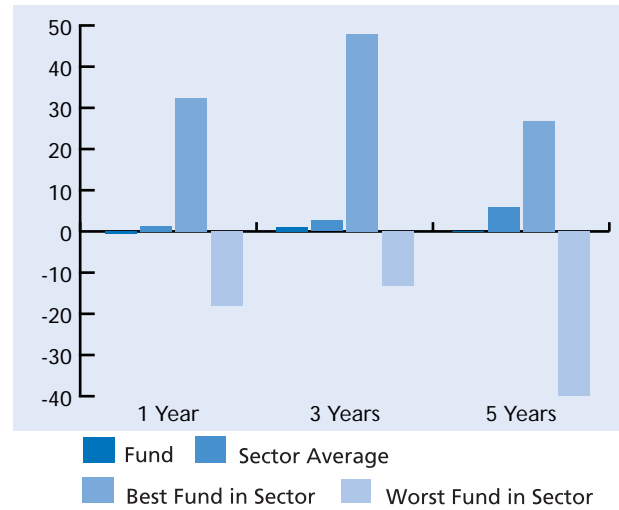
IAM will proceed over the next few months to conduct a complete review of the Fund's existing holdings and recommend some changes. Even though we expect to see some turnover amongst our funds, we strongly believe that IAM's proprietary investment and research process will ultimately lead to stronger returns for our shareholders going forward.

The following fund was added during the quarter:

- West Side Partners : Specialists in mortgage-backed instruments (Note: Despite an annualized 17.9% rate of return over the last 8 years, this fund has had only 2 negative monthly returns!)

Again this quarter, the Argent Classic Convertible Fund rose an impressive 11.5% (in part, on tightening credit spreads) while the King Street Capital Fund rose 3.6%.

Comparative Performance



Average Annual Compound Returns

1 Year	3 Years	5 Years	7 Years	10 Years
-0.56%	1.18%	n/a	n/a	n/a

Asset Breakdown

Long/Short Equity US

Capital Works Cypress Offshore Fd.
Tarpon Offshore Fund
Long/Short Class
Woodrow Partners Ltd Fund
EEOG Fund International

Long/Short Equity Global

Lazard Worldwide Opportunities Fd.

Market Neutral - Securities Hedging

Orbis Optimal Fund

Distressed Securities

King Street Capital
Harbert Distressed Investments
Offshore

Convertible Arbitrage/M&A

Shepherd Investments Int.

Regulation Arbitrage

Heracles Fund

Convertible Arbitrage

Argent Classic Convertible Arb. Fd.
Gaia Offshore Fund

Fixed-income Arbitrage

West Offshore Partners

Emerging Markets

SR Global Fund

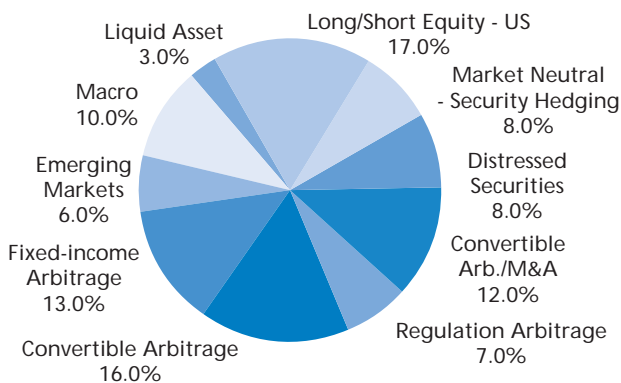
Marco

Global Asset Fund

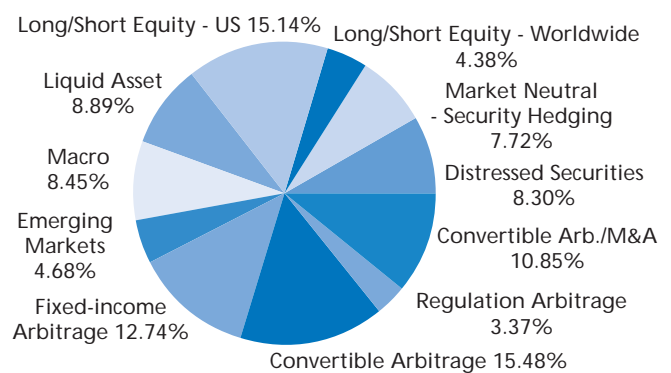
Liquid Asset

Butterfield Money Market

Asset Breakdown Target



Asset Breakdown Actual



General Information

Currency: USD
Units Available: Accumulation
Size of Fund (millions): USD 20

Fiscal Year End: June 30th
Min. Investment: USD 10,000
Valuation: Thursday

Dealings: Friday
Management Fees: 1.25%
NAV per share (31.03.03): USD 10.40

Front End Fee: None