

IMS announcement

11 November, 2014

GLOBAL FIXED INCOME REALISATION LIMITED (the “Company”)

Material Events and Transactions during the Period

On 23 July 2014, payment of £7 million (before expenses) was returned to shareholders in the Company by way of a tender offer. This reduction in the Net Asset Value (“NAV”) of the portfolio means that any position which saw no material change in its own NAV over the period will become a larger percentage weight of the smaller company.

Introduction

During the period covered by this report, the Investment Manager, Gottex Asset Management (UK) Ltd, has continued to actively monitor all of the holdings of the Company and realise investments where it has been able to do so in accordance with its mandate to make realisations in an orderly and timely manner.

For the three months ended 30 September 2014, the Net Asset Value has declined by 1.24%. The main contributor to this was Autonomy Fund II D, where the independent quarterly revaluation of the portfolio led to a 2.7% decline in the local currency NAV of this holding in July. In addition in August, a sharp decline in the value of the Brazilian Real caused this line item in the portfolio to have further negative impact on the Company’s NAV. On the other hand, a similar revaluation at 3DPropCo Ltd led to a rise in the NAV of this holding by 8.37% in local currency (US Dollar) terms.

Portfolio Review

Table 1: Significant Holdings as at 30 September 2014

Fund	Holding (percentage of 30 September NAV)	Manager and primary location	Principal Strategy	Comment
3DPropCo Limited	29.7%	3Degrees Capital, Cayman Ltd Singapore	Hotel management	This fund holds a single asset, a stake in a resort close to Singapore, the Bintan Lagoon Resort.
Autonomy Fund II D	27.1%	Autonomy Investimentos Sao Paulo, Brazil	Commercial Real Estate Development	This fund contains investments in several long term multi-phase real estate developments in Brazil. As a result, the inherent liquidity offered by this fund is very

				limited. There has been little change in the state of the portfolio during 2013 or the first three quarters of 2014.
South Asian Real Estate Limited	11.6%	South Asian Asset Management Ltd Mauritius	Residential Real Estate Development	SARE is a company with a goal to develop 25,000 residential units in various cities in India. The original assumed exit is an IPO of the business, but the timing of this is not imminent. Gottex continues to explore all potential opportunities for exit at a fair price.
Vision Funds (1)	11.0%	Vision Investments LLP, Vision Brazil Gestao de Investimentos e Participacoes Ltda Sao Paulo, Brazil	Asset-Based Strategies	The various funds have exposure primarily to two sets of assets. The FCVS portfolio represents claims against a mortgage insurance program backed by the government, and comprises 7.3% of Company NAV. The Tercado asset comprises 2.3% of Company NAV and holds agricultural assets.

(1) The Vision Funds are a group of 7 separate funds with multiple series under the name Vision. Since the restructuring in June 2013, each fund now consists of a single underlying asset or portfolio of related assets. They are all run by the same manager, and hence we consider them as a single line item for the purpose of this and similar analyses.

No other single position is greater than 4.9% of the Net Asset Value of the Company as of 30 September 2014. These four positions listed in Table 1 account for 79.5% of the Net Asset Value of the Company, or 85.3% of the Hedge Fund portfolio excluding cash and equivalents.

Table 2: Portfolio Exposure

Real Estate	74.1%
Asset-Based Strategies	11.3%
Distressed	2.9%
Long-short Credit	2.0%
Other	2.9%
Cash and equivalents	6.8%

Source: Gottex Asset Management (UK) Ltd

Table 3: Portfolio Geography

Americas	US	2.2%	47.4%
	Brazil	44.9%	
	Other Latin America	0.3%	
Europe & Middle East	Developed Europe	0.0%	0.9%
	Ukraine	0.9%	
	Other Emerging Europe	0.0%	
	Dubai	0.0%	
Asia Pacific	Indonesia	32.8%	51.7%
	India	13.0%	
	Vietnam	0.0%	
	Australia	1.0%	
	China	4.7%	
	Korea	0.1%	
	Philippines	0.0%	
Emerging Markets			96.7%

Countries shown with zero weights relate either to de minimus exposures, or to exposures that were present as at January 2013 when the current investment manager took over responsibility for the portfolio but which have since been eliminated.

Source: Gottex Asset Management (UK) Ltd

Estimated Liquidation Time Line

Gottex continues to provide updates on cash received or imminently to be received by the Company in its monthly factsheets. The liquidity generation has developed more or less in line with Gottex's expectations when it started work as the investment manager. Some liquidity was accelerated in 2014 through the sale of the Ubique Gallois and Green Fund positions. On the other side, the situation with the 3DPropCo asset has worsened and Gottex has pushed back its liquidity expectations.

The portfolio of the Company is now concentrated around four large holdings, the top three of which comprise predominantly real estate assets. Liquidity generation from these assets is very unpredictable. Gottex continues to seek the optimal outcome for shareholders of the Company. Any liquidity generated from any of these holdings will be a material event.

The projection Gottex has produced is shown below in tabular format (table 4). It should be read in conjunction with the caveats laid out below and it will be periodically updated as new information becomes available or changes to existing projections are warranted. Updates to this projection are incorporated into Gottex's monthly factsheet, which is available on the Company website, www.gottexfunds.com/gfir/gfir.

This projection does not include any assumption of sales of hedge fund investments in the secondary market for such interests. This would achieve an acceleration of the return of capital, but would also reduce the aggregate amount of capital returned as such sales are likely to occur at a discount to stated net asset value and/or reserved carrying value of the underlying hedge fund.

The distribution of cash to Shareholders is at the discretion of the Board, and it should be recognised that the table below shows when underlying fund investments are projected to monetise assets. Return of capital from those fund investments to the Company typically occurs 30-90 days after that monetisation, and the Company holds a cash-equivalent receivable during that period. Only when actual cash is paid out is the Company in a position to return capital to Shareholders.

The Board intends to make periodic returns of cash to Shareholders via tender offers as and when, in their opinion, there is sufficient cash available to make it cost efficient to do so. As at the date of this interim management statement, the cash held by the Company is £1.386m.

Table 4: Estimated Liquidity Projection

	Fund Portfolio		Cash (including distributions)	Cash Pct*
Mar-13	£	58,435,675	£ 12,981,287	18%
Apr-13	£	56,934,067	£ 13,382,106	18%
May-13	£	55,116,862	£ 14,956,693	21%
Jun-13	£	45,583,190	£ 24,023,070	33%
Jul-13	£	42,844,019	£ 24,404,898	34%
Aug-13	£	40,016,028	£ 25,577,780	35%
Sep-13	£	38,605,189	£ 26,022,510	36%
Oct-13	£	37,725,593	£ 25,993,788	36%
Nov-13	£	35,712,767	£ 26,858,875	37%
Dec-13	£	25,304,831	£ 28,633,634	39%
Jan-14	£	24,968,590	£ 28,743,321	40%
Feb-14	£	24,072,203	£ 29,171,455	40%
Mar-14	£	23,859,293	£ 29,162,881	40%
Apr-14	£	21,263,543	£ 29,945,722	41%
May-14	£	19,779,065	£ 31,452,932	43%
Jun-14	£	19,532,643	£ 31,420,502	43%
Jul-14	£	19,314,587	£ 31,515,529	43%
Aug-14	£	19,902,505	£ 31,647,803	44%
Sep-14	£	19,121,834	£ 31,645,168	44%
Oct-14	£	19,121,834	£ 31,645,168	44%
Nov-14	£	19,121,834	£ 31,645,168	44%
Dec-14	£	19,121,834	£ 31,645,168	44%
Mar-15	£	18,813,425	£ 31,953,577	44%
Jun-15	£	18,813,425	£ 31,953,577	44%
Sep-15	£	18,195,492	£ 32,571,510	45%
Dec-15	£	18,195,492	£ 32,571,510	45%
Dec-16	£	12,447,183	£ 38,319,819	53%

** Cash pct is the value of cash and equivalents net of payables in the Company's portfolio divided by the January 31, 2013 NAV.*

Disclaimer:

This projection has been prepared by Gottex based on highly subjective analyses of complex and dynamic investments held by underlying fund investments. The analyses are dependent on information sourced from the investment managers of the underlying fund, and hence the accuracy of the projections produced by Gottex is reliant on the accuracy of that information. In many cases the range of possible outcomes from the underlying asset investments is extremely wide in both value and timing. This range of outcomes will also become significantly more unpredictable the further into the future projections are made.

The projection is provided for the purpose of informing Shareholders as to the possible timing of the return of capital from the Company, but it should be understood that the actual amount and timing of the return of capital will not be as projected. There are many reasons why this will occur. These include, but are not limited to:

1. Inaccurate or optimistically-skewed information provided by the underlying managers;
2. Unpredictable events such as the appearance of a third-party buyer for a given underlying asset;
3. Changes in the values of underlying assets as prices change in global asset markets;
4. Changes in the foreign exchange markets, causing translation effects as foreign assets are marked back into pounds;
5. Sale of certain positions in the secondary market at a discount to stated net asset value;

It should also be noted that the analysis does not include any estimate of the fees and expenses that the Company will incur during the period of projection.

The information in the tables above has not been subject to audit and should be considered to be illustrative. It is emphasised that:

- there is no guarantee that the portfolio can be realised in accordance with the above indicative timetable, or at all;
- the values of any underlying investments as at the time of realisation may differ significantly from the values relied on in this document;
- the estimated portfolio liquidity profile above is indicative only and should not under any circumstances be considered a prediction, forecast or guarantee of the Company's actual portfolio liquidity profile or an indication as to the timing of distributions to Shareholders pursuant to the Company's winding down; and
- there is no guarantee that the assets in the portfolio will be realised at their net asset value, and it is possible that the Company may not be able to realise some of its assets at any material value.

This Interim Management Statement has been produced by Global Fixed Income Realisation Limited for the period from 1 July 2014 to [] November 2014 in accordance with Transparency (Directive

004/109/EC) Regulations 2007. It should not be relied upon by the Company's shareholders or other parties for any other purpose.

Investor Updates

Gottex produces a fact sheet that is posted monthly on the Company's website and sent by email to a distribution list of investors. If you would like to add a name to this list, please contact Gottex Investor Relations.

The Board and Gottex are able, to the extent that regulations permit, to take meetings or calls with institutional investors. Requests should be made through the Company's broker, Numis Securities.

Contact Details

Gottex Investor Relations:

Andrew Crawford – Director, Investor Relations

Gottex Fund Management

Tel: +41 21 612 0026

Email: investor.relations@gottexfunds.com

Numis Securities:

Nathan Brown – Director, Corporate Broking

Numis Securities Limited

Tel: +44 (0)20 7260 1426

Email: n.brown@numis.com