

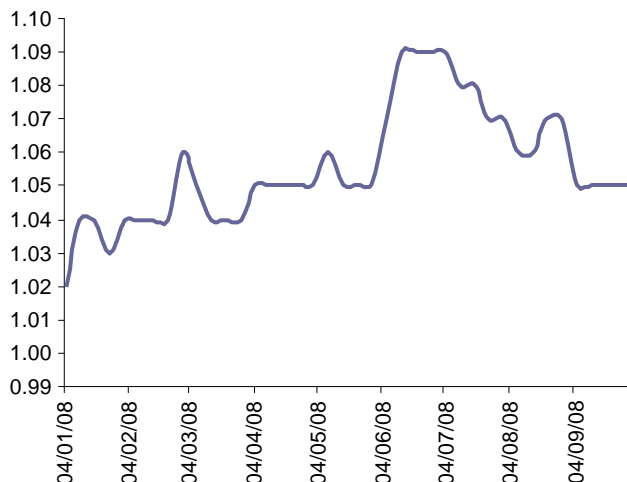
Ceres Agriculture Fund

Monthly Report : September 2008

Monthly Performance: September* NAV
 -1.87% 1.05

* As of September 30th, 2008

Performance since inception (NAV per share):



Risk Return Indicators:

<u>RETURNS:</u>	<i>Ceres</i>
Average Monthly Return	0.68%
Largest Monthly Return	3.81%
Largest Monthly Loss	-1.89%
Comp. Annualised Return	6.03%
Percent Winning Months	70%
<u>RISK:</u>	
Sharpe Ratio (5%)	N/A
Standard Deviation	N/A
Maximum Drawdown	N/A
Months in Max Drawdown	N/A
Months to Recover	N/A

Monthly Performance:

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
<u>2007</u>												2.00%	2.00%
<u>2008</u>	0.98%	2.91%	-1.89%	0.96%	0.00%	3.81%	-1.83%	0.00%	-1.87%				2.96%

Monthly review:

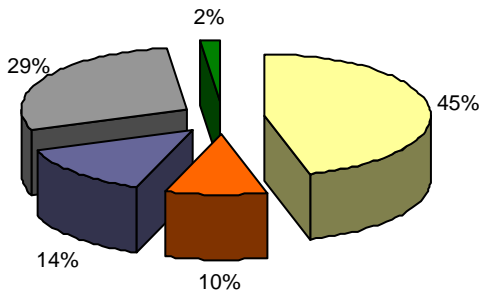
Mass liquidation across commodities continued during September as global economic unrest pushed investors to the sidelines. The effects of potentially constrained bank lending to agriculture producers inflicted additional downward price action across the agriculture complex. As the DJ AG index lost 15.75% on the month, resulting in a 14% loss YTD.

- **Corn** prices lost 14.2%, as market participants retreated sending total open interest down 3.3%. Corn fundamentals had less to do with the volatility in the lower prices, however by month end, a decrease in export demand and a bearish old stocks report made lower prices more justifiable.
- **Soybean** prices lost 21.5%, due to more destruction in foreign demand and continued liquidation in open interest. Fundamentally, a surprisingly bearish old crop soybean stocks report provided further acceleration in downward price action. Ceres traders focused on risk adverse strategies in soybeans.
- **Wheat** prices across all varieties lost 12-13% on the month. The September grain stocks report revealed a sharp increase in feed usage as livestock feeders took advantage of its relatively lower cash price against corn. A large global supply of soft red winter wheat continues to have a bearish overlay on price.
- **Live Cattle** prices lost 4.9% on the month along with a 10% decrease in total open interest. The past few months have seen deferred futures give back most of its premium, as the curve has shifted from contango to flat. Ceres traders achieved strong returns in short term relative value spread trading.
- **Lean Hog** prices were unchanged in the spot month. Total open interest declined 18.5%, as prices across the curve were sold off heavily due to weakening demand and increased year over year cold storage supplies. Herd liquidation remains a bearish near term driver; however a 2-3% decrease in the U.S. sow herd is viewed as relative support for back month futures.
- **NY Cocoa** lost 10.7% and London Cocoa lost 9.6%. This month's correlative price decline between the classes is mainly attributed to the waves of liquidation seen across the commodity spectrum.
- **Arabica Coffee** lost 8.1% increasing its premium over Robusta which lost 13.2% on the month. Both groups of coffee are now in a contango formation. Arabica maintains a pure contango formation, whereas Robusta's contango is due to nearby losses. Traders continue to weigh surplus / deficit scenarios concerning the Brazilian crops over the next several years.
- **Cotton** lost 17.8% on the month, as cotton demand projections were directly tied to the dire global economic crisis. Cotton's total open interest fell by 8.7% as speculative liquidation across the mainstream continued. Long term U.S. fundamentals continue to be viewed as bullish for both stocks and acres planted. Traders continued placing relative value strategies across the curve in Cotton.
- No. 11 **NY Sugar** lost 3.1% during September further defining the contango. Contrary to last months increase in open interest, the September total open interest decreased significantly by 15.4%. Traders continue to see value in the long term appreciation of sugar due to ethanol demand. LIFFE White Sugar also lost significant open interest by 12.9%, as the price was down 4.6% on the month.

Past performance is not an indicator of future results.

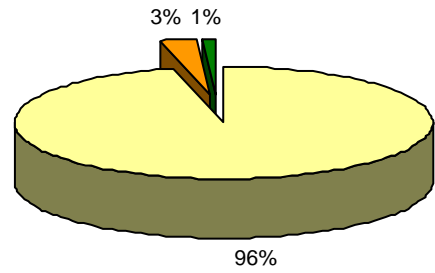
Ceres Agriculture Fund: Portfolio Breakdown

Breakdown by sector:



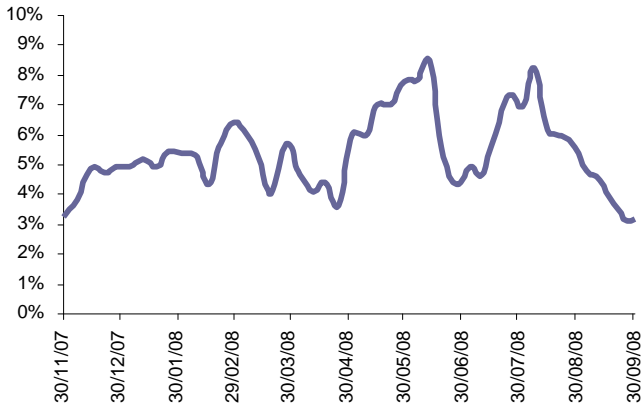
■ Grains ■ Fibers ■ Tropicals ■ Livestock ■ Cash

Breakdown by strategy:

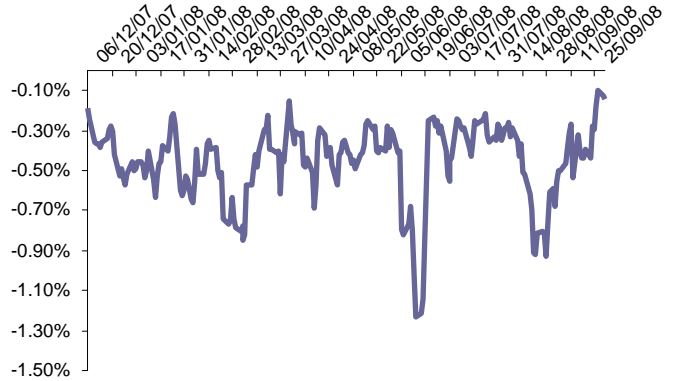


■ Discretionary trading ■ Systematic trading ■ Cash

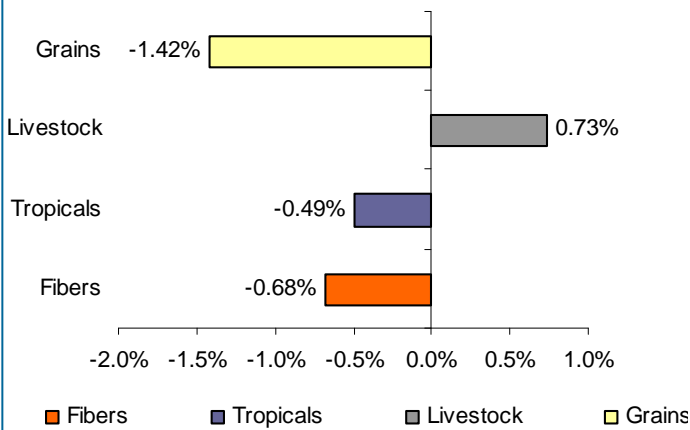
Margin to equity:



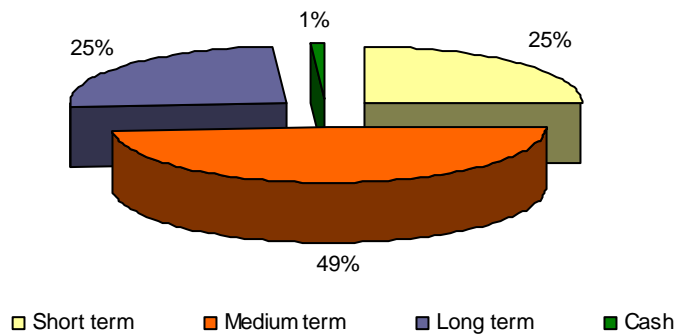
VaR (1 day; 95%) changes:



Contribution by sector (during the month):



Trade horizon allocation *:



* Short term: less than 1 month
Medium term: 1 to 3 months
Long term: over 3 months

Profile and Summary of Terms:

Inception Date	27/11/2007
Lock up	None
Management Fees	1.5%
Performance Fees	20%
High Water Mark	Yes
Hurdle rate	8% per annum

Domicile	Guernsey
Investment Manager	FourWinds Capital Management
Fund Administrator	HSBC Securities Services (Guernsey)
Auditor	Ernst & Young
Broker	Landsbanki Securities (UK) Ltd.

Bloomberg ticker	CROP LN <Equity>
ISIN Codes	GG00B28B2R95