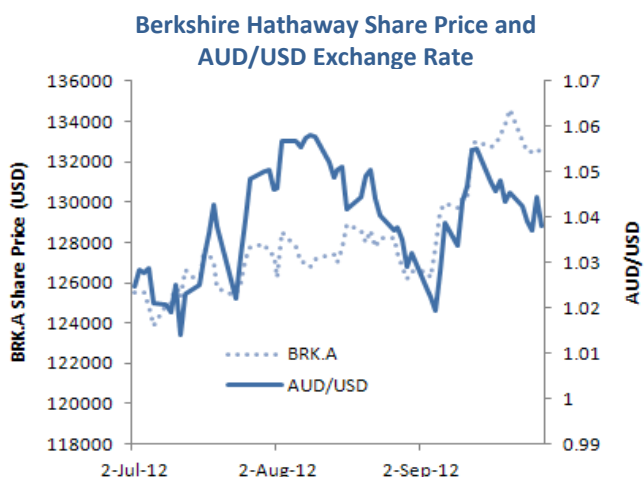


### Performance Summary

The performance of **Global Masters Fund Limited** (ASX: GFL) remained relatively stable with a Net Asset Value reported at 91.32 cents per share at quarter-end. The share price of Berkshire Hathaway (BRK-A), the fund's largest asset, increased by 6.21% during the September quarter. This increase exceeded that of Standard & Poor's 500 Index during the quarter. The rise in the S&P500 was largely affected by the latest bond buying program by the US Federal Reserve and the European Central Bank. The strength of the Australian dollar improved to US\$1.0382 against the United States dollar at quarter close. The Global Masters' share price decreased by around 2.3%, while the All Ordinaries Index increased by around 250 points, which is 6.55% over the last quarter period.

### Investment Activity

During the quarter, Berkshire Hathaway has been reported to have announced its completion of the acquisition of Lipotec SA; as well as reporting its subsidiary, McLane Company Inc, has entered into an agreement to acquire Meadowbrook Meat Company Inc (MBM). In addition, Berkshire exercised its warrants in Media General to buy 4.65 million shares, the company said in a regulatory filing. Berkshire bought the warrants in May as part of a deal to take a majority of Media General's newspapers for \$142 million in cash. The Chairman and Chief Executive Officer, Warren Buffett, who announced earlier in the year he was suffering with prostate cancer, has said he has completed final radiation treatment for the prostate cancer.



*The Berkshire Hathaway financial statements for the quarter are yet to be released.*

Whilst share prices of Berkshire Hathaway shares increased on the NYSE between the end of June and the end of July 2012, the strengthening of the Australian Dollar against the United States Dollar for the same period overshadowed this. Over the past quarter we saw an early decrease in the NTA of Global Masters Fund Limited before regaining value which was helped by an increase in the market value of its investments in Athelney Trust (ATY) and Hyperion Flagships Limited (HIP).

Toward the end of the quarter, the strength of the Australian Dollar was again overshadowed by a rise in share prices of the

Berkshire Hathaway shares on the NYSE. An increase in the market value of its investment in local shares also contributed to an overall increase in the Net Asset Value.

### Investment Performance

Quarterly Return	Quarter	1 Year
Berkshire Hathaway A	6.21%	20.89%
S&P 500	5.76%	18.20%

*(in US dollar terms)*

### Total Net Market Value of Assets

\$ 7,833,724 or 91.32 cents per share

as at 30 September 2012

