



February 9, 2012

December 2011 Quarterly Update on the Surefin India Value Fund

Dear Investor,

Please find below the performance of the fund. This is the performance of the master series. Each of you will receive your individual performances separately. Please find the performance update also on the website at: <http://www.surefin.com/newsletter.htm>

Surefin Investments is down **(7.4%)** in the last quarter, registering a 39.5% return since April 1st, 2007 and is up 894.5% since inception in May 2001 after fees and other expenses¹. This fund has grossed a CAGR of 24.1% over the last 10 years after fees and other expenses.

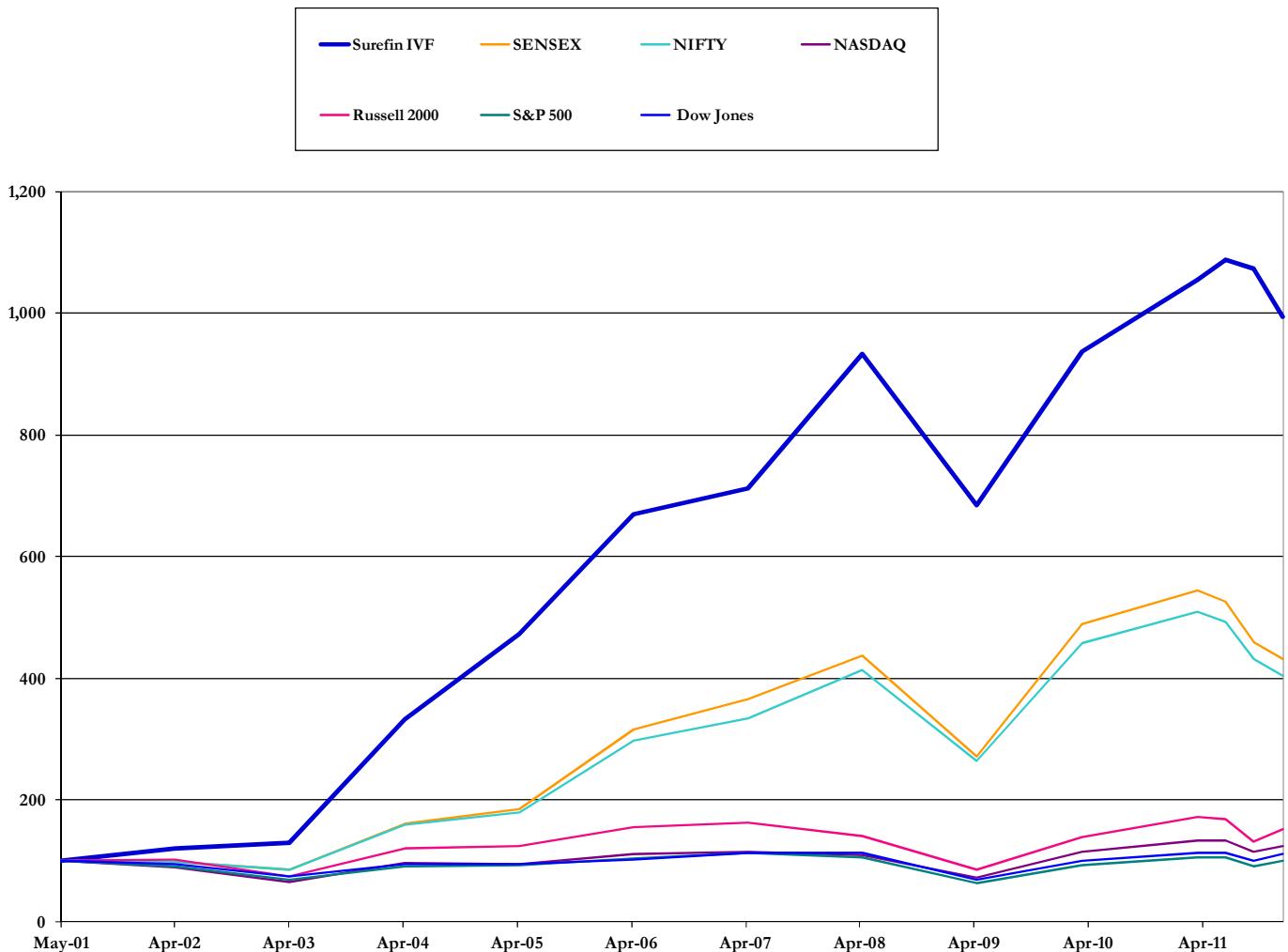
¹Fees are calculated differently for different clients, depending on when they entered the fund. However, now fees are charged at 0% management fees and 25% carry, over a 5% hurdle rate, with high water marks.

Performance Evaluation of Surefin India Value Fund

Index Value							
Date	Surefin IVF	SENSEX	NIFTY	NASDAQ	Russell		
					2000	S&P 500	Dow Jones
May 15, 2001	1,000.0	3,577.0	1,145.3	2,085.6	489.6	1,249.4	10,873.0
April-02	1,200.0	3,500.2	1,139.0	1,862.6	504.5	1,146.5	10,362.7
April-03	1,308.0	3,081.0	984.3	1,348.3	368.7	858.5	8,069.9
April-04	3,322.3	5,740.9	1,819.7	2,015.0	595.3	1,132.2	10,373.3
April-05	4,717.7	6,605.0	2,067.7	1,984.8	611.6	1,172.9	10,404.3
April-06	6,699.1	11,280.0	3,402.6	2,339.8	765.1	1,294.9	11,109.3
April-07	7,129.9	13,072.1	3,821.6	2,421.6	800.7	1,420.9	12,354.4
April-08	9,334.4	15,644.4	4,734.5	2,279.1	688.0	1,322.7	12,262.9
April-09	6,845.5	9,708.5	3,021.0	1,528.6	422.8	797.9	7,608.9
April-10	9,370.1	17,527.8	5,249.1	2,398.0	678.6	1,169.4	10,856.6
Apr-11	10,548.0	19,445.2	5,833.8	2,781.1	843.6	1,325.8	12,319.7
June-11	10,881.7	18,845.9	5,647.4	2,773.5	827.4	1,320.6	12,414.3
September-11	10,735.9	16,453.8	4,943.3	2,415.4	644.2	1,131.4	10,913.4
December-11	9,944.7	15,454.9	4,624.3	2,605.2	740.9	1,257.6	12,217.6
CAGR	24.1%	14.8%	14.0%	2.1%	4.0%	0.1%	1.1%
Percentage Return							
Date	Surefin IVF	SENSEX	NIFTY	NASDAQ	Russell		
					2000	S&P 500	Dow Jones
May 15, 2001	-	-	-	-	-	-	-
April-02	20.0%	(2.1%)	(0.6%)	(10.7%)	3.0%	(8.2%)	(4.7%)
April-03	9.0%	(12.0%)	(13.6%)	(27.6%)	(26.9%)	(25.1%)	(22.1%)
April-04	154.0%	86.3%	84.9%	49.4%	61.5%	31.9%	28.5%
April-05	42.0%	15.1%	13.6%	(1.5%)	2.7%	3.6%	0.3%
April-06	42.0%	70.8%	64.6%	17.9%	25.1%	10.4%	6.8%
April-07	6.4%	15.9%	12.3%	3.5%	4.6%	9.7%	11.2%
April-08	30.9%	19.7%	23.9%	(5.9%)	(14.1%)	(6.9%)	(0.7%)
April-09	(26.7%)	(37.9%)	(36.2%)	(32.9%)	(38.6%)	(39.7%)	(38.0%)
April-10	36.9%	80.5%	73.8%	56.9%	60.5%	46.6%	42.7%
April-11	12.6%	10.9%	11.1%	16.0%	24.3%	13.4%	13.5%
June-11	3.2%	(3.1%)	(3.2%)	(0.3%)	(1.9%)	(0.4%)	0.8%
September-11	(1.3%)	(12.7%)	(12.5%)	(12.9%)	(22.1%)	(14.3%)	(12.1%)
December-11	(7.4%)	(6.1%)	(6.5%)	7.9%	15.0%	11.2%	12.0%
Percent Change	894.5	332.1	303.8	24.9	51.3	0.7	12.4

* The returns till 2005 are calculated on an XIRR basis.

* XIRR is the internal rate of return of an investment that does not necessarily have periodic payments. This function is closely related to the net present value function (NPV). The IRR is the interest rate for a series of cash flows where the net present value is zero.



Portfolio Evaluation and Mistakes

We were down **(7.4%)** for the quarter. In comparison the Indian large cap indices were down over **(6 %)**.

We added to our existing positions in three securities and sold one security during the quarter. The security we sold was part of a special situation which we will explain in greater detail to you in our March 2012 annual letter. Overall, the quarter was fairly uneventful from an activity perspective.

We have not made any mistakes that we know of during the quarter.

The valuations started to look very attractive towards the end of December but unfortunately both the markets and our portfolio have increased in value since then.

Down markets are superb for us - no one seems to be interested in the “India Story” and stocks go on sale for long periods of time. More on this and our strategy on and types of investment opportunities we are looking at in our next communication to you.

As we have written earlier we will be writing a detailed annual letter after the end of the December to March quarter every year along with briefer quarterly letters like this one. Please feel free to get in touch with us for any questions or thoughts. We appreciate your interest with us.

Warm regards,

A handwritten signature in black ink, appearing to read "Atul Sinha".

Portfolio Manager
Surefin India Value Fund
www.surefin.com