



Navina Capital

Global Agribusiness Trust

Interim Management Report of
Fund Performance and
Financial Statements (unaudited)

For the period ended June 30, 2008



LAWRENCE
& COMPANY INC.

Global Agribusiness Trust

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Interim Management Report of Fund Performance

For the Interim Period Ended June 30, 2008

This interim management report of fund performance for Global Agribusiness Trust (the “Trust”) contains financial highlights and is included with the interim financial statements of the Trust. You may request a copy of the Trust’s current proxy voting policies and procedures, or quarterly portfolio disclosure at no cost from Navina Capital Corp., by calling 1-800-513-3868, by writing to us at BCE Place, 181 Bay Street, Suite 2040, Toronto, Ontario, M5J 2T3, or by visiting our website at www.navinacapital.com or SEDAR at www.sedar.com.

The Trust’s proxy voting disclosure record for the period ending June 30, 2008 will be available free of charge upon request at any time after August 31, 2008, by visiting our website at www.navinacapital.com.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Global Agribusiness Trust is a closed-end investment trust, the units and warrants of which are listed on the Toronto Stock Exchange under the symbols AGB.UN and AGB.WT, respectively. The Trust effectively began operations on November 16, 2007 (“Commencement of Operations”) when it completed an initial public offering of 4,000,000 units at \$10.00 per unit for gross proceeds of \$40.0 million. Each Trust unit consisted of one redeemable, transferable trust unit (“Trust Unit”) and a Trust Unit purchase warrant (“Warrant”). Each Warrant entitled the holder to purchase one Trust Unit at a price of \$10.00 on or before 5:00 p.m. EST on November 30, 2010. On December 17, 2007 an over-allotment option granted to agents was exercised for an additional 200,000 Trust Units at a price of \$9.60 per Trust Unit and an additional 212,642 Warrants at a price of \$0.40 per Warrant. Including the over-allotment option, total gross proceeds of the Trust’s initial public offering were \$42,005,057.

Warrants

(a) Warrant Trustee

The Warrant Trustee has been appointed the agent of the Trust to receive subscriptions and payments from holders of Warrants, to act as registrar and transfer agent for the Warrants and to perform certain services relating to the exercise and transfer of Warrants pursuant to the Warrant indenture.

(b) Dilution to existing unitholders

If a Trust unitholder wishes to retain its current percentage ownership in the Trust and assuming that all Warrants are exercised, it should purchase all of the Trust Units for which it may subscribe pursuant to the Warrants delivered under the offering. If that Trust unitholder does not do so and other holders of Warrants exercise any of their Warrants, that Trust unitholder’s current percentage ownership in the Trust will be diluted.

Navina Capital Corp. is the manager (the “Manager”) and trustee (the “Trustee”) of the Trust.

Investment Objectives and Strategies

The Trust’s investment objectives are to:

- (i) provide unitholders with monthly distributions initially representing an annual yield of 5.0% based on the \$10.00 per unit issue price; and
- (ii) provide unitholders with long-term capital appreciation

In order to achieve the Trust’s investment objectives, the Trust will be invested in an actively managed, diversified portfolio comprised primarily of publicly-listed securities (the “Portfolio”) of issuers that are engaged in the demand and supply chains of the global agribusiness industry (“Agribusiness Issuers”).

The portfolio manager of the Trust, Lawrence Asset Management Inc. (the “Portfolio Manager” or “Lawrence”) will select those Agribusiness Issuers they believe exhibit strong fundamentals and prospects for growth and represent a combination of best in class product/service, market leadership or incumbent challenger, beneficiary of agricultural pricing trends, superior growth profile, technology leaders and low valuation against its peers.

Risk

The Trust’s investment objectives and strategy expose it to various types of risk associated with the financial instruments in which it invests directly. In addition to general market risks and the equity markets more specifically, the Trust is subject to other risks, including the following:

- Concentration risk
- Commodity and industry cyclical risk
- Foreign currency and market risk

For a detailed disclosure of risks associated with an investment in the Trust please refer to the Trust’s prospectus.

Results of Operations

Net Asset Value

The net asset value per unit of the Trust as at June 30, 2008 was \$9.16 compared to \$9.38 at December 31, 2007. Total net assets decreased to \$38.5 million at the end of June 2008 from \$39.4 million at the end of 2007. The change in net assets is attributed to the various components of the net asset value as outlined below. For a further analysis as to the impact to the net asset value on a per unit basis, please see the section on Financial Highlights.

A discussion by the Portfolio Manager of the Trust – Lawrence Asset Management Inc.

Market Review

The agriculture complex continued to be a media and market darling in the first half of 2008 as the performance of most agriculture commodities was strong while the



Interim Management Report of Fund Performance (continued)

For the Interim Period Ended June 30, 2008

performance of the agribusiness equities was mixed. We continue to believe in the long-term transformational value of the complex, and expect to see individual sectors within the agriculture space dominate at varying intervals within this larger trend.

Soft commodity inventories remain extremely tight and demand continues to be robust. Stronger grain prices motivate farmers to spend money on equipment and other input solutions designed to maximize yield. During the first half of 2008 this trend has favored the seed, chemical and fertilizer companies, agriculture equipment, and biotech companies at the expense of the food companies.

Consolidation is an emerging theme among agribusiness companies. Mergers and acquisitions have just begun to provide profits for investors through transactions occurring at premiums to market prices, but they are also taking shares out of the market and reducing the selection of equities, thus creating scarcity value. The portfolio is positioned to participate in this trend by owning companies diversified by sector and geography.

Portfolio

The portfolio was weighted to emerging opportunities and solution providers on the input side in the first half of 2008. Due to the unprecedented rise in soft commodity prices, these companies represent the best opportunity to profit in the short to medium term. The sector did experience considerable volatility over the period as investors and speculators rotated into and out of individual names. Farmers are currently experiencing a huge rise in their cash flows and are using new found money to purchase equipment and machinery as well as fertilizers and chemicals to take advantage of tight crop and grain supplies and corresponding record prices.

At the same time, food production companies have experienced a considerable contraction of their margins due to these higher input costs. It is going to take some time until these businesses are able to pass these higher prices on to customers and expand margins and drive share prices higher. While the portfolio has been exposed to some of this downward pressure, we continue to believe the agriculture theme will benefit all sectors within the space and generate positive returns for these producers.

We remain diligent in owning best-in-class companies across most sectors of the agriculture complex, and remain focused on owning companies that represent value within their sector. There is a current cash position of 16% in the portfolio as a result of some positions being sold following significant upward moves. We expect to see the majority of this cash reinvested over the next several weeks at more attractive levels.

Canadian equities represent 32% of the portfolio, U.S. equities represent 32% and other foreign equities represent 20% of the portfolio. The portfolio is at least 90% hedged to all U.S. and foreign currencies.

Outlook & Strategy

For nearly half a century, agricultural yields have experienced high single-digit growth as a result of the increase in the use of technology, fertilizers, genetically modified seeds, pesticides, combined with economies of scale as land is consolidated particularly in Canada, Australia and the U.S., into mega-farms. In recent years, however, the increases in productivity have slowed and are now outpaced by global population growth. Compounding this slowing of productivity growth are a number of other factors that are putting pressure on global food supply, such as the decline in fish stocks, the diversion of land to biofuel production, an increase in protein consumption in emerging economies such as India and China, and the encroachment of urban development on productive agricultural land. These factors will contribute to food inflation on a global basis and security of supply will become an area of increasing concern for national governments.

In the second half of 2008 the portfolio will continue to be weighted to agricultural producers, as they are the immediate beneficiaries of rising commodity prices, and companies that contribute to higher farm yields, such as fertilizer, seed and crop protection companies. Exposure to food producers and distributors will be more limited as these companies will still be impacted by the global economic slowdown and rising commodity prices until such time as they are able to pass on the higher cost of doing business to the end consumer, thereby increasing their profit margins.

Distributions

The Trust distributed \$1.1 million to unitholders during the period.

Redemptions

Commencing in 2009, units may be redeemed annually during the period from April 15th until 5:00 p.m. (Toronto time) on the 20th business day before the last business day in May of each year. Therefore, there were no redemptions for the interim period ended June 30, 2008.

Revenue and Expenses

For the interim period ended June 30, 2008, the Trust generated income from investments in the form of interest, dividends and income from derivatives in the amount of (\$433,166).

The Trust paid management fees and operating expenses of \$441,623. The management expense ratio ("MER") for the Trust was 2.30%.

Borrowings

The Manager, on behalf of the Trust, may enter into a revolving term credit facility (the "Loan Facility") with a lender in order to add leverage to the portfolio of investments. The Portfolio Manager would draw down

Interim Management Report of Fund Performance (continued)

For the Interim Period Ended June 30, 2008

on the Loan Facility when market conditions provide opportunities to attempt to increase the potential returns of the Trust. The aggregate amount of borrowings under any Loan Facility and other forms of leverage may not exceed 25% of the total net assets of the Trust at the time the borrowing or other transaction is entered into.

As at June 30, 2008, the Manager had not entered into a revolving term credit facility.

Recent Developments

There were no developments to note prior to the interim period ended June 30, 2008.

Related Party Transactions

The Manager provides all administrative services required by the Trust, including the appointment of the Portfolio Manager. The Manager receives a monthly fee at the annual rate of 1.1%, plus applicable taxes, of the net asset value of the Trust, calculated and accrued daily and payable monthly in arrears. The Manager is responsible for payment of the investment management fee of the Trust to the Portfolio Manager out of its annual management fees. For additional information, see Management Fees.

Independent Review Committee

Complete compliance with National Instrument 81-107 – Independent Review Committee for Investment Funds was required by November 1, 2007. As a result of this, the Manager has established an Independent Review Committee (“IRC”) for the Trust. The IRC is composed of three individuals, each of whom will be independent of the Manager and its affiliates. The initial members of the IRC are John Crow, Amar Bhalla and John Mills. The committee will be subject to requirements to conduct regular assessments of its members and provide reports, at least annually, to the Trust and to its unitholders in respect of those functions. The report, along with biographies of each IRC member, will be available on the Manager’s website at www.navinacapital.com, or at the unitholder’s request at no cost, by contacting the Manager at 181 Bay Street, BCE Place, Suite 2040, Toronto, Ontario M5J 2T3, or by email at info@navinacapital.com.

The compensation and other reasonable expenses of the IRC will be paid *pro rata* out of the assets of the Trust, as well as out of the assets of the other investment funds for which the IRC acts as an independent review committee.

Forward-Looking Statements

The matters discussed in this management report of fund performance (“MRFP”) include certain forward-looking statements. Forward-looking statements include, without limitation, any statement that may predict, forecast, indicate or imply future results, performance or achievements. Forward-looking statements may be identified, without limitation, by the use of the words as

“anticipates”, “estimates”, “expects”, “intends”, “plans”, “predicts”, “projects”, “believes”, or words or phrases of similar meaning. Readers should not rely on forward-looking statements as they involve risks and uncertainties which could cause actual results or outcomes to differ materially from those expressed in the forward-looking statements. Market fluctuations and redemption levels are unpredictable and outside the control of the Trust. New risk factors emerge from time to time and it is not possible for management to predict all such risk factors. The Trust makes no commitment to disclose any revisions to forward-looking statements, or any facts, events or circumstances after the date of this MRFP that may bear upon forward-looking statements.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Trust and are intended to help in understanding the Trust’s financial performance since its commencement of operations on November 16, 2007. This information is derived from the Trust’s unaudited interim and audited annual financial statements.



Interim Management Report of Fund Performance (continued)

For the Interim Period Ended June 30, 2008

The Trust's Net Asset Value Per Unit

	2008	2007
Net asset value, beginning of period ⁽¹⁾	\$9.38	\$10.00
Issue costs	(0.1)	(0.65)
Increase (decrease) from operations:		
Total revenue	(0.10)	0.04
Total expenses	(0.11)	(0.02)
Realized gains (losses) for the period	0.55	0.04
Unrealized gains (losses) for the period	0.30	0.04
Total increase (decrease) from operations⁽²⁾	0.04	0.10
Distributions:		
From income (excluding dividends)	(0.25)	–
From dividends	–	–
From capital gains	–	(0.04)
From return of capital	–	(0.02)
Total annual distributions⁽³⁾	(0.25)	(0.06)
Net asset value per unit, end of period^{(4) (5)}	\$9.16	\$9.38

⁽¹⁾ Net asset value, beginning of period for 2007 represents the original investment amount as at November 16, 2007, the date of the closing of the initial offering of the Trust.

⁽²⁾ Net asset value and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.

⁽³⁾ Distributions were paid in cash.

⁽⁴⁾ This information is provided as at December 31 of the year shown, except 2008, which is provided as at June 30, 2008.

⁽⁵⁾ The Financial Highlights are not intended to act as a continuity of the opening and closing net asset value per unit.

Ratios and Supplemental Data

	2008	2007
Net assets (000's) ⁽¹⁾	38,487	39,445
Number of units outstanding (000's) ⁽¹⁾	4,200	4,200
Management expense ratio ⁽²⁾	2.30%	9.15%
Management expense ratio excluding issue costs ⁽²⁾	2.30%	2.00%
Portfolio turnover rate ⁽³⁾	56.16%	7.44%
Trading expense ratio ⁽⁴⁾	0.17%	0.10%
Transaction net asset value per unit	\$9.24	\$9.39
Closing market price ⁽⁵⁾	\$8.31	\$9.60

⁽¹⁾ This information is provided as at December 31 of the year shown, except 2008, which is provided as at June 30, 2008. Net assets assume Transaction NAV calculation. Net asset value is equal to net asset value per unit multiplied by the number of units outstanding.

⁽²⁾ Management expense ratio ("MER") is based on total expenses (excluding commissions and other portfolio transaction costs) for the stated period and is expressed as an annualized percentage of daily average net assets during the period. For the 2007 period, the management expense ratio is annualized from the date of inception to December 31, 2007. The expenses for the 2007 period contain one-time costs associated with the offering of the Trust as detailed in the prospectus and therefore are not annualized.

⁽³⁾ The Trust's portfolio turnover rate indicates how actively the Portfolio Manager manages the Trust's portfolio investments. A portfolio turnover rate of 100% is equivalent to the Trust buying and selling all of the securities in its portfolio once in the course of the year. The higher the Trust's portfolio turnover rate in a year, the greater the trading costs payable by the Trust in the year, and the greater the chance of an investor receiving capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Trust.

⁽⁴⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net assets during the period.

⁽⁵⁾ Closing market price represents the closing value of the Trust Unit only on the Toronto Stock Exchange.

MANAGEMENT FEES

The Trust's MER consists of all of its operating expenses such as custody, valuation, transfer agent, reporting, audit and legal fees. In addition to these operational and administrative expenses, other significant components of the MER are fees that are calculated as a percentage of the net asset value of the Trust. These are the Manager and Dealer Service fees. Highlights of the key components of the Trust's MER are listed in the table below:

Description – % of Net Asset Value (NAV) ⁽¹⁾	2008	2007
	(\$000's)	
Manager – annual rate of 1.10% of NAV ⁽²⁾	\$221	\$55
Dealer service – annual rate of 0.40% of NAV	\$77	\$19

⁽¹⁾ For the 2008 period, the fees shown are for the six month period ended June 30, 2008 and for the 2007 period, the fees noted are from the date of inception to December 31, 2007.

⁽²⁾ The Manager is responsible for the management and operational functions of the Trust. In addition, the Manager will monitor the Trust's investment strategy to ensure compliance with the investment guidelines. The Manager has retained the Portfolio Manager to provide investment advisory and portfolio management services to the Trust. The Manager is responsible for the payment of the investment management fees of the Portfolio Manager out of its fees.

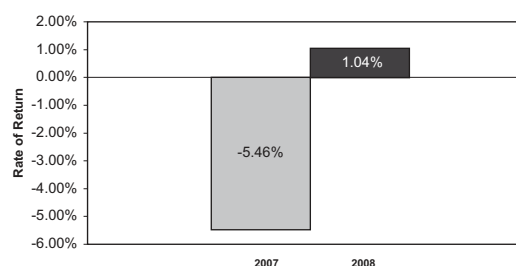
PAST PERFORMANCE

General

The performance information does not take into account sales, redemption, distribution or other optional charges that would have reduced returns on performance. The Trust's past performance is no guarantee of how it will perform in the future. All performance information is calculated using Transaction NAV.

Year-by-Year Returns

The following bar chart shows the Trust's annual performance for the period shown, and illustrates how the Trust's performance has changed from inception. The chart shows in percentage terms how an investment made on January 1 would have increased or decreased by June 30, or in the case of 2007, how an investment made at inception would have increased or decreased by December 31 for the period.



Interim Management Report of Fund Performance (continued)

For the Interim Period Ended June 30, 2008

Annual Compound Returns

Due to the trust not being in operations for a full calendar year, an annual compound return for the period ended December 31, 2008 has not been calculated.

SUMMARY OF INVESTMENT PORTFOLIO

Below is a summary of the Trust's investment portfolio as at June 30, 2008. This is a summary only and subject to change due to on-going portfolio activity in the Trust. An update is available quarterly at www.navinacapital.com.

Top 25 Holdings	Fair Value ⁽¹⁾ (\$)	% of Net Assets
MagIndustries Corp.	5,094,615	13.1
MagMinerals Holdings Corp.	3,000,000	7.7
Corn Products International, Inc.	2,491,228	6.4
Sunkar Resoures PLC	2,422,927	6.2
Syngenta AG	1,969,242	5.1
Monsanto Company	1,924,196	5.0
Abengoa S.A.	1,587,285	4.1
Terra Industries Inc.	1,502,041	3.9
Cosan Limited Cl. A	1,026,725	2.6
Dean Foods Company	995,274	2.6
Bunge Limited	819,427	2.1
Copeinca ASA	769,361	2.0
Del Monte Foods Company	720,331	1.9
The Dow Chemical Company	708,359	1.8
BASF AG	700,451	1.8
Viterra, Inc.	700,000	1.8
Archer-Daniels-Midland Company	684,821	1.8
Chiquita Brands International, Inc.	615,629	1.6
Migao Corporation	548,600	1.4
Australian Agricultural Company Limited	531,592	1.4
Pilgrim's Pride Corporation	527,160	1.4
Tassal Group Limited	506,279	1.3
Syngenta AG	496,393	1.3
Associated British Foods PLC	459,447	1.2
Smithfield Foods, Inc.	403,385	1.0
Top 25 Holdings	31,204,768	80.5
Cash and Cash Equivalents	6,085,757	15.7
Other assets less liabilities	1,515,997	3.8
Total Transaction Net Assets	38,806,522	100.0

⁽¹⁾ Based on the last trade at market prices for securities (Transaction NAV) as at June 30, 2008 (see Note 3 to Financial Statements).

Portfolio Composition	Fair Value ⁽¹⁾ (\$)	% of Net Assets
Equities		
United States	13,379,713	34.5
Canada	9,811,275	25.3
United Kingdom	2,882,374	7.4
Bermuda	1,846,151	4.8
Spain	1,587,285	4.1
Australia	1,037,871	2.7
Peru	769,361	2.0
Germany	700,451	1.8
Switzerland	496,393	1.3
Netherlands	314,409	0.8
Total Equities	32,825,283	84.7
Cash and Cash Equivalents	6,085,757	15.7
Liabilities less other assets	(104,518)	(0.4)
Total Transaction Net Assets	38,806,522	100.0

⁽¹⁾ Based on the last trade at market prices for securities (Transaction NAV) as at June 30, 2008 (see Note 3 to Financial Statements).



Interim Financial Statements

Statement of Net Assets

As at June 30, 2008 (unaudited) and December 31, 2007 (audited)	2008	2007
Assets		
Investments, at fair value	\$ 32,505,992	\$ 16,364,385
Cash and cash equivalents	6,085,757	24,599,266
Receivable on foreign currency contracts	162,501	21,198
Accrued investment income	26,312	13,136
Prepaid expenses	1,425	3,252
	<u>38,781,987</u>	<u>41,001,237</u>
Liabilities		
Payable for written covered call options	–	349,010
Payable for securities purchased	–	625,630
Distributions payable	175,014	262,521
Accounts payable and accrued liabilities	119,743	358,138
	<u>294,757</u>	<u>1,595,299</u>
Net assets representing unitholders' equity	\$ 38,487,230	\$ 39,405,938
Number of units outstanding (Note 8)	4,200,000	4,200,000
Net asset value per unit	\$ 9.16	\$ 9.38

Approved on behalf of the Board of Directors of the Manager:



Andrew Bentley
Director



Larry Guy
Director

The accompanying notes are an integral part of these financial statements.

Interim Financial Statements (continued)

Statement of Operations (unaudited)

For the period ended June 30

2008

Investment income	
Dividends	\$ 135,962
Interest	74,952
Income (loss) from derivatives	(624,454)
Less: Foreign withholding taxes	(19,626)
	<u>(433,166)</u>
Expenses	
Management fees (Note 6)	221,068
Legal fees	7,104
Audit fees	55,224
Custody fees	10,443
Filing fees	5,731
Directors' fees	17,050
Trustee fees	1,740
Fund accounting	24,863
Transfer agent fees	5,729
Unitholder reporting costs	9,508
Dealer service fees (Note 6)	76,560
Administration fees	1,908
GST on administration fees	4,695
	<u>441,623</u>
Net expenses	441,623
Net investment income (loss)	\$ (874,789)
Net realized and unrealized gain (loss) on investments	
Net realized gain (loss) on investments	2,576,166
Net realized gain (loss) on foreign exchange	(200,752)
Change in unrealized appreciation (depreciation) on investments	(1,455,547)
Change in unrealized appreciation (depreciation) on foreign exchange	180,983
Transaction costs (Note 2)	(66,645)
	<u>1,034,205</u>
Net gain on investments	1,034,205
Increase in net assets from operations	\$ 159,416
Increase in net assets from operations per unit	\$ 0.04

The accompanying notes are an integral part of these financial statements.



Interim Financial Statements (continued)

Statement of Changes in Net Assets (unaudited)

For the period ended June 30

2008

Net assets, beginning of period	\$ 39,405,938
Increase (decrease) in net assets from operations	159,416
Capital unit transactions (Note 8)	
Agents' fees and expenses of issue	(28,040)
	(28,040)
Distributions to unitholders	
Investment income	(1,050,084)
Capital gains	-
Return of capital	-
	(1,050,084)
Increase (decrease) in net assets	(918,708)
Net assets, end of period	\$ 38,487,230

The accompanying notes are an integral part of these financial statements.

Interim Financial Statements (continued)

Statement of Cash Flows (unaudited)

For the period ended June 30

2008

OPERATING ACTIVITIES

Increase in net assets from operations	\$ 159,416
Add (deduct) items not affecting cash	
Net realized gain on investments	(2,576,166)
Change in unrealized appreciation on investments	1,455,547
	(961,203)
Net change in non-cash working capital	
Change in other assets and liabilities	(1,104,184)
Cash provided by operating activities	(2,065,387)

FINANCING ACTIVITIES

Cost of issuing units	(28,040)
Distributions	(1,050,084)
Cash provided by financing activities	(1,078,124)

INVESTING ACTIVITIES

Purchases of investments	(31,446,140)
Proceeds on sale of investments	16,076,142
Cash provided by (used in) investing activities	(15,369,998)
Net increase (decrease) in cash and cash equivalents during the period	(18,513,509)
Cash and cash equivalents, beginning of period	24,599,266
Cash and cash equivalents, end of period	\$ 6,085,757

The accompanying notes are an integral part of these financial statements.



Interim Financial Statements (continued)

June 30, 2008 (unaudited)

Statement of Investments (unaudited)

As at June 30, 2008

Number of Shares	Security	Average Cost (\$)	Fair Value (\$)	% of Net Assets																																																																																																																																												
EQUITIES																																																																																																																																																
Australia																																																																																																																																																
200,000	Australian Agricultural Company Limited	570,890	531,592	1.4																																																																																																																																												
200,000	Tassal Group Limited	694,357	492,648	1.3			1,265,247	1,024,240	2.7	Bermuda					7,500	Bunge Limited	955,444	818,742	2.1	80,000	Cosan Limited Cl. A	1,104,175	1,024,290	2.7			2,059,619	1,843,032	4.8	Canada					25,000	Hanfeng Evergreen Inc.	325,000	326,750	0.9	1,476,700	MagIndustries Corp.	2,920,008	5,050,314	13.1	750,000	MagIndustries Corp. Rights	–	–	–	750,000	MagMinerals Holdings Corp.	3,000,000	3,000,000	7.8	65,000	Migao Corporation	614,715	547,300	1.4	5,600	NOVA Chemicals Corporation	193,208	140,336	0.4	50,000	Viterra, Inc.	700,000	699,000	1.8			7,752,931	9,763,700	25.4	Germany					10,000	BASF AG	720,260	700,292	1.8	Netherlands					30,000	STMicroelectronics NV NY Shares	472,939	314,409	0.8	Peru					75,000	Copeinca ASA	543,178	761,891	2.0	Spain					50,000	Abengoa S.A.	1,698,663	1,587,285	4.1	Switzerland					1,500	Syngenta AG	385,061	493,032	1.3	United Kingdom					30,000	Associated British Foods PLC	539,915	459,447	1.2	1,000,000	Sunkar Resources PLC	2,398,091	2,200,825	5.7			2,938,006	2,660,272	6.9
		1,265,247	1,024,240	2.7																																																																																																																																												
Bermuda																																																																																																																																																
7,500	Bunge Limited	955,444	818,742	2.1																																																																																																																																												
80,000	Cosan Limited Cl. A	1,104,175	1,024,290	2.7			2,059,619	1,843,032	4.8	Canada					25,000	Hanfeng Evergreen Inc.	325,000	326,750	0.9	1,476,700	MagIndustries Corp.	2,920,008	5,050,314	13.1	750,000	MagIndustries Corp. Rights	–	–	–	750,000	MagMinerals Holdings Corp.	3,000,000	3,000,000	7.8	65,000	Migao Corporation	614,715	547,300	1.4	5,600	NOVA Chemicals Corporation	193,208	140,336	0.4	50,000	Viterra, Inc.	700,000	699,000	1.8			7,752,931	9,763,700	25.4	Germany					10,000	BASF AG	720,260	700,292	1.8	Netherlands					30,000	STMicroelectronics NV NY Shares	472,939	314,409	0.8	Peru					75,000	Copeinca ASA	543,178	761,891	2.0	Spain					50,000	Abengoa S.A.	1,698,663	1,587,285	4.1	Switzerland					1,500	Syngenta AG	385,061	493,032	1.3	United Kingdom					30,000	Associated British Foods PLC	539,915	459,447	1.2	1,000,000	Sunkar Resources PLC	2,398,091	2,200,825	5.7			2,938,006	2,660,272	6.9																				
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Interim Financial Statements (continued)

June 30, 2008 (unaudited)

Statement of Investments (unaudited)

As at June 30, 2008

Number of Shares	Security	Average Cost (\$)	Fair Value (\$)	% of Net Assets
United States				
20,000	Archer-Daniels-Midland Company	912,319	683,604	1.8
50,000	Aventine Renewable Energy Holdings, Inc.	417,913	222,694	0.6
40,000	Chiquita Brands International, Inc.	795,953	615,223	1.6
50,000	Corn Products International, Inc.	1,846,646	2,491,227	6.5
50,000	Dean Foods Company	1,311,978	993,752	2.6
100,000	Del Monte Foods Company	902,259	715,258	1.8
15,000	Monsanto Company	1,774,447	1,919,478	5.0
150,000	Pacific Ethanol, Inc.	1,119,061	273,928	0.7
40,000	Pilgrim's Pride Corporation	1,140,660	525,943	1.4
20,000	Smithfield Foods, Inc.	604,605	402,979	1.0
30,000	Syngenta AG ADR	1,585,905	1,967,415	5.1
30,000	Terra Industries Inc.	1,529,803	1,500,215	3.9
20,000	The Dow Chemical Company	843,680	707,547	1.8
81,000	VeraSun Energy	1,125,166	338,576	0.9
		15,910,395	13,357,839	34.7
TOTAL INVESTMENTS		\$33,746,299	32,505,992	84.5
Foreign Currency Contracts (Note 10)			162,501	0.4
Cash and cash equivalents			6,085,757	15.8
Liabilities, net of other assets			(267,020)	(0.7)
NET ASSETS, AT FAIR VALUE			\$38,487,230	100.0

The accompanying notes are an integral part of the financial statements.



Notes to Financial Statements

June 30, 2008 (unaudited)

1. THE TRUST

Global Agribusiness Trust (the “Trust”) is a closed-end investment trust established under the laws of the Province of Ontario by a Declaration of Trust dated October 29, 2007 (“Date of Inception”).

The Trust effectively began operations on November 16, 2007 (“Commencement of Operations”) when it completed an initial public offering of 4,000,000 units at \$10.00 per unit for gross proceeds of \$40.0 million. Each Trust unit consisted of one redeemable, transferable trust unit (“Trust Unit”) and a Trust Unit purchase warrant (“Warrant”). Each Warrant entitled the holder to purchase one Trust Unit at a price of \$10.00 on or before 5:00 p.m. EST on November 30, 2010. On December 17, 2007 an over-allotment option granted to agents was exercised for an additional 200,000 Trust Units at a price of \$9.60 per Trust Unit and an additional 212,642 Warrants at a price of \$0.40 per Warrant. Including the over-allotment option, total gross proceeds of the Trust’s initial public offering were \$42,005,057.

Navina Capital Corp. is the manager (the “Manager”) and trustee (the “Trustee”) of the Trust.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. The following is a summary of significant accounting policies followed by the Trust in the preparation of its financial statements:

(a) Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit and short-term, interest bearing notes with a term to maturity of less than three months from the date of purchase. Cash and cash equivalents are deemed to be held for trading and therefore recorded at fair value.

(b) Valuation of investments

Investments are deemed to be categorized as held for trading in accordance with Canadian Institute of Chartered Accountants Handbook Section 3855, Financial Instruments – Recognition and Measurement (“Section 3855”) and therefore are recorded at fair value.

Investments in publicly traded securities are valued at fair value, that being the bid price for securities purchased long and ask price for securities sold short, from the relevant exchange on which such securities are principally traded.

Listed options are valued at ask prices as reported on recognized exchanges.

Securities for which reliable quotations are not readily available or not traded in an active market are valued at fair value as determined by the Manager using fair valuation techniques. The difference between fair value

and average cost, as recorded in the accounts, is shown as change in unrealized appreciation (depreciation) on investments.

Short-term investments and bonds are valued at cost plus accrued interest which approximates fair value.

(c) Other assets and liabilities

For the purpose of categorization in accordance with the Canadian Institute of Chartered Accountants Handbook Section 3862, Financial Instruments – Disclosures (“Section 3862”), receivables on foreign currency contracts, accrued investment income and prepaid expenses deemed to be loans and receivables are recorded at cost or amortized cost. Similarly, payables for securities purchased, distributions payable and accounts payable and accrued liabilities are deemed to be other financial liabilities and reported at amortized cost.

(d) Investment transactions and income recognition

All investment transactions are accounted for on the trade date. Realized gains and losses from investment transactions and unrealized appreciation or depreciation in the value of investments are calculated on an average cost basis, excluding transaction costs and effect of foreign exchange, which is disclosed separately.

Interest income and expenses are recognized daily on an accrual basis.

Dividend income is recognized on the ex-dividend date.

Distributions from income trusts which are treated as dividend income, interest income or capital gains for tax purposes are included as dividend income, interest income or capital gains distributed from income trusts, as appropriate, in the Statement of Operations.

Distributions from income trusts which are treated as return of capital for income tax purposes reduce the average cost of the investment in the Trust on the Statement of Investments.

(e) Transaction costs

Transaction costs, such as brokerage commissions incurred in the purchase and sale of securities by the Trust, are expensed and are included in transaction costs in the Statement of Operations. Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commissions paid to agents, advisors, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties.

(f) Foreign currency translation

Investments at fair value and other assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the rate of exchange applicable on the valuation date. Investment transactions and income and expenses are translated at the rate of exchange on the date of such transactions.

Notes to Financial Statements (continued)

June 30, 2008 (unaudited)

(g) Forward foreign currency contracts

Forward foreign currency contracts (see Note 10) are valued at current market value on each valuation date. Gains or losses incurred when forward foreign currency contracts entered into by the Trust, which are of the nature of a general hedge of the currency exposure of the underlying portfolio of investments, mature or are closed out are included in “net realized gain (loss) on foreign exchange” in the Statement of Operations.

(h) Futures contracts

The value of a futures contract is the gain or loss that would be realized if, on the valuation date, the position in the futures contract was closed out. Margin paid or deposited in connection with futures contracts is reflected on the Statement of Investments. The unrealized gains or losses on futures contracts are reported as part of the change in unrealized appreciation or depreciation on investments until the contracts are closed out. Realized gains and losses from futures contracts that are specific hedges are accounted for in the same manner as the underlying instrument being hedged. All other realized gains and losses on futures contracts are accounted for as gains or losses and are included in net realized gain (loss) on investments in the Statement of Operations.

(i) Accounting estimates

Allocations of distributions received from income trusts among dividends, interest and other income, capital gains, or return of capital are based on estimates of the categorization of distribution provided by those income trusts. These allocations may change once final categorizations of the distributions are received from the respective income trusts.

The preparation of the financial statements in accordance with Canadian generally accepted accounting principles requires the Manager to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

(j) Net asset value per unit

The net asset value per unit is computed by dividing the net assets of the Trust by the total number of units outstanding on the valuation date. The increase (decrease) in net assets from operations for the period is based on the weighted average number of units outstanding during the period.

(k) Warrants

The outstanding Warrants of the Trust have no effect on the calculation of the net asset value of the Trust below the Warrant exercise price of \$10.00. At such time as the Warrants are in-the-money, all outstanding and unexercised Warrants will be accounted for separately from the Trust Units, but will have a dilution effect on the calculated net asset value per unit.

3. RECONCILIATION BETWEEN TRANSACTION NAV AND GAAP NAV

Section 14.2 of National Instrument 81-106 – *Investment Fund Continuous Disclosure*, requires the Trust to calculate its net asset value in accordance with Canadian generally accepted accounting principles (“GAAP”). Section 3855 defines fair value as being the bid price for long positions and the ask price for short positions (“GAAP NAV”) as opposed to the closing price, which is used for investor transactions purposes (“Transaction NAV”).

In accordance with the relief granted by the Canadian securities regulatory authorities, which has been extended to September 30, 2008 to permit further review of the suitability of proposed amendments to Section 14.2 of National Instrument 81-106, a reconciliation of net asset value calculated in accordance with the GAAP NAV and Transaction NAV is presented as follows:

As at June 30, 2008

	Section 3855		
	Transaction NAV	Adjustment	GAAP NAV
Net Asset Value	\$38,806,522	\$(319,292)	\$38,487,230
Net Asset Value Per Unit	\$9.24	\$(0.08)	\$9.16

Depending on the outcome of the review by the securities regulatory authorities, the application of Section 3855 to the Transaction NAV of an investment fund may result in an adjustment to the Transaction NAV on the date of such change.

4. FINANCIAL INSTRUMENTS

(a) Fair value of financial instruments

The Trust's financial instruments include cash, investments, receivables on foreign currency contracts, accrued investment income, prepaid expenses, liabilities payable for options, securities purchased and distributions to investors and accrued liabilities, due to broker, due to Manager, and related GST. Investments designated as held for trading are valued at fair value, using the policies described in Note 2 (Summary of Significant Accounting Policies – Valuation of Investments). All other financial instruments are carried at amortized cost. The fair value of all other financial instruments closely approximates their carrying values, given their short-term maturities.

(b) Management of financial risks

In the normal course of business, the Trust is exposed to various financial risks, including market risk (consisting of currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Trust's overall risk management programme seeks to minimize potentially adverse effects of those risks on the Trust's financial performance. The Trust may use derivative financial instruments to mitigate certain risk exposures.



Notes to Financial Statements (continued)

June 30, 2008 (unaudited)

The Trust is an actively managed investment trust. The investment objectives are to provide with unitholders with monthly distributions and to achieve long-term capital appreciation through global exposure to businesses operating in the supply and demand chains of the agriculture sector, including crop and animal productions, agrichemicals and fertilizers, farm machinery, equipment and transportation, food processing, distribution and retailing, biofuels and other agribusinesses (collectively referred to herein as "Agribusiness Issuers"). The Trust may invest in non-public issuers, but is limited to a maximum of 10% of total net assets at the time of such investment.

Market price risk

The Trust may take positions in traded instruments, which may include derivatives. Therefore, within defined limits, the Trust may buy or sell call or put options and financial futures or other derivatives.

All investments in securities present a risk of loss of capital. The Portfolio Manager mitigates this risk through a careful selection of securities and other financial instruments, within specified limits. The maximum risk for financial instruments held by the Trust is determined by the fair value thereof. The Trust's overall market positions are monitored on a daily basis by the Portfolio Manager, weekly by the Manager, and are reviewed semi-annually by the Board of Directors of the Manager.

As at June 30, 2008, the Trust has invested solely in equity securities of Agribusiness Issuers whose securities are traded on recognized public exchanges. Equities are susceptible to market price risk arising from uncertainties about future prices of those instruments.

Recognizing the investment objectives of the Trust and its investment focus, market price risk is managed through a diversification of the investment portfolio across agribusiness sub-sectors and by diversifying across geographies and individual securities. As at June 30, 2008, 16% of the Trust's total net assets is represented by cash or cash equivalents, net of current liabilities. Substantially all of the remaining 85% of shareholders' equity is invested in equity instruments of publicly traded securities located in Canada, United States of America, Europe, and Australia.

Short sales the Trust may make in the future could involve certain risks and other considerations. Potential losses from short sales differ from potential losses from securities held (long positions), because losses from short sales might be unlimited, whereas losses from long positions can never exceed the total amount invested.

As at June 30, 2008, the Trust's market risk is potentially affected by two main components, being

changes in actual market prices and changes in foreign currency rates. The Trust's sensitivity to foreign currency movements is reported below under currency risk.

In the opinion of management, it is inappropriate at this time to measure the Trust's sensitivity to market prices by reference to one or a combination of several market indices, on the basis that the Trust's investment portfolio is diversified by investing in various sub-sectors with the agribusiness area, by investing in companies operating in different geographical bases or listed on geographically separate exchanges and by investing in securities denominated in different currencies. However, if bid prices of each of the investments had increased by 1% with all other variables remaining constant, net asset of the Trust for the period would have increased by \$326,191. Conversely, if the bid prices of the investments had decreased by 1% with all other variables remaining constant, net assets of the Trust for the period would have decreased by \$325,060.

Interest rate risk

As at June 30, 2008, the Trust held no short term deposit notes or other interest-bearing securities. The Trust also has no interest-bearing liabilities. As a result of this, the Trust had minimal risk due to the changes in prevailing market interest rates. Market prices of the equity securities may be affected by changes in market interest rates or in interest rate policies of Canada, the United States of America or other countries.

Credit risk

Credit risk is the risk that a counterparty would be unable to pay amounts due to the Trust in accordance with the terms and conditions of the debt instruments. As at June 30, 2008, the Trust has exposure to credit risk through the forward currency contracts outstanding held with State Street. In the opinion of management, the Trust has no significant credit risk exposure for the forward currency contracts due to the small number of contracts, 8, the July 10, 2008 settlement date for 7 of the 8 contracts and the AA credit rating of State Street as counterparty to the contracts. In regards to the credit risk exposure of the cash, \$6,085,757, management also believes there to be no significant exposure due to the cash being held in trust by the Trust's custodian, State Street, an AA-rated counterparty. In the future, the Trust may invest in other debt instruments for investment purposes.

Liquidity risk

As at June 30, 2008, the majority of the Trust's investment holdings are considered readily realizable, as they are actively traded on public exchanges. The Trust is restricted from investing in public securities

Notes to Financial Statements (continued)

June 30, 2008 (unaudited)

with a market capitalization of less than US\$150 million, to help reduce liquidity risk to the portfolio. The Trust's investment restrictions do allow up to 10% of total assets to be invested in securities of issuers that are not publicly traded, based on value at cost. The Trust has made one such investment, MagMinerals Holdings Corp., at a cost of \$3 million and 7.8% of current total assets. Management does not believe this single holding, or the maximum investment amount for non-publicly traded securities as stated in the investment restrictions, will create any significant liquidity risk to Unitholders.

If holders of a substantial number of Trust Units exercise their monthly or annual redemption rights, the number of Trust Units outstanding and the net asset value of the Trust could be significantly reduced. A significant number of redemptions would decrease the liquidity of the Trust Units in the market and increase the management expense ratio of the Trust. The Manager may terminate the Trust upon notice to Unitholders prior to the termination date if, in the opinion of the Manager, the net asset value of the Trust is reduced as a result of redemptions or otherwise so that it is no longer economically feasible to continue the Trust.

Currency risk

In the normal course of business, the Trust may hold assets or have liabilities denominated in currencies other than the Canadian dollar, the reporting currency of the Trust. Therefore, the Trust is exposed to currency risk, as the value of any assets or liabilities denominated in currencies other than the Canadian dollar will vary due to changes in foreign exchange rates. The following summarizes the Trust's exposure to currency risks, as at June 30, 2008:

	Financial Assets	Other Assets	Financial Liabilities	Other Liabilities	Total	% of Net Assets
Australian						
Dollar	1,029,173	–	(38,547)	–	990,626	2.57
Euro	2,312,207	1,901	21,201	–	2,335,309	6.07
Pound						
Sterling	2,660,272	4,089	(33,403)	–	2,630,958	6.84
Swiss						
Franc	497,693	1,434	13,681	–	512,808	1.33
US						
Dollar	16,700,400	18,888	183,862	–	16,903,150	43.92
Krone	761,891	–	8,777	–	770,668	2.00

As at June 30, 2008, had the Canadian dollar become stronger by 1% against each of the other currencies with all other variables remaining constant, net assets of the Trust for the period would have decreased by \$35,310. Conversely, had the Canadian dollar become weaker by 1% against each of the other currencies

with all other variables remaining constant, net assets of the Trust for the period would have increased by \$34,610.

5. TAXATION

The Trust qualifies as a "mutual fund trust" within the meaning of the Income Tax Act (Canada). The Trust is subject to applicable federal and provincial taxes on the amount of its net income for tax purposes for the period, including net realized taxable capital gains, to the extent such net income for tax purposes has not been paid or made payable to unitholders in the period.

No provision for income taxes has been recorded in the accompanying financial statements as all income and net realized capital gains are distributed to the unitholders.

Capital losses realized over and above realized capital gains in the current taxation year can be carried forward indefinitely and may be applied against future years' capital gains. Non-capital losses arising in tax years ending after 2005 may be carried forward for a period of twenty years and applied against future years' taxable income. Previously the carry forward period was ten years. If the non-capital losses are not applied within the relevant time frame from the taxation year in which the non-capital loss arose, the non-capital loss will expire.

As at June 30, 2008, the Trust had no capital or non-capital losses to carry forward to future years.

6. EXPENSES OF THE TRUST

(a) Management fees

Pursuant to the Declaration of Trust, the Manager provides all administrative services required by the Trust, including the appointment of portfolio managers to the Trust.

In return, the Manager receives a monthly fee at the annual rate of 1.10%, plus applicable taxes, of the net asset value of the Trust, calculated and payable monthly in arrears. The Manager is responsible for payment of the investment management fees of the Trust's portfolio manager out of its annual management fees.

(b) Other expenses

The Trust is responsible for all other expenses incurred in connection with its operation and administration, such as custodian, valuation, transfer agent, reporting, audit and legal fees. Brokerage commissions paid on securities transactions are expensed in the period in which the transaction occurred and are not considered to be part of total expenses. These commissions are included in the cost of purchasing, or netted out of the proceeds from selling securities. For the period ended June 30, 2008, brokerage commissions were \$66,645.



Notes to Financial Statements (continued)

June 30, 2008 (unaudited)

The Trust will pay to registered dealers an annual service fee equal to 0.40% annually of the net asset value of units held by clients of the sales representatives of such dealers, calculated and payable quarterly in arrears. Dealer service fees for the period were \$76,561 and are included in management fees in the Statement of Operations.

(c) Issue costs

Certain offering expenses such as the costs of creating the Trust, the cost of printing and preparing the prospectus, legal expenses of the Trust, marketing expenses and legal and other out-of-pocket expenses incurred by the agents, subject to a maximum of 1.5% of the gross proceeds of the offering, are, together with the agents' fees, payable by the Trust.

7. UNITHOLDERS' EQUITY

The Trust is authorized to issue an unlimited number of voting, transferable, redeemable Trust Units of one class, each of which represents an equal, undivided interest in the net assets of the Trust. On termination of the Trust, unitholders will be entitled to receive their pro rata share of all of the assets of the Trust remaining after payment of all debts, liabilities and liquidation expenses.

The Trust may be terminated at any time upon not less than 90 days' written notice to the Trustee provided that the prior approval of unitholders has been obtained by a majority vote at a meeting of unitholders called for that purpose. In addition, the Trustee may, in its discretion, on 60 days' notice to unitholders, terminate the Trust without the approval of unitholders if, in its opinion, the net asset value of the Trust is reduced as a result of redemptions or otherwise so that it is no longer economically feasible to continue the Trust or the Trustee determines to terminate the Trust in connection with a permitted merger. In case the Trust is terminated, the Trust shall, to the extent possible, convert its assets to cash and, after paying or making adequate provision for all of the Trust's liabilities, distribute the net assets of the Trust, on a pro rata basis, to the unitholders.

Commencing in 2009, Trust Units may be surrendered annually for redemption during the period from April 15th until 5:00 p.m. (Toronto time) on the 20th business day before the last business day in May in each year subject to the Trust's right to suspend redemptions in certain circumstances. Trust Units surrendered for redemption during this period will be redeemed on the second last business day of May of each year. Redeeming Unitholders will be entitled to receive a redemption price per Trust Unit equal to the net asset value per Trust Unit less any costs and expenses incurred by the Trust in connection with funding the redemption.

In addition, in accordance with the Declaration of Trust, Trust Units may be surrendered for redemption in any month. Trust Units properly surrendered for redemption by a unitholder prior to 5:00 p.m. (Toronto time) on the tenth business day before the last business day of a month will be redeemed on the second last day of that month ("Monthly Redemption Date") at a redemption price equal to the lesser of:

- (a) 96% of the weighted average trading price of the Trust Units on the Toronto Stock Exchange during the 15 trading days preceding the applicable Monthly Redemption Date; and
- (b) an amount equal to:
 - i. the closing unit market price on the applicable Monthly Redemption Date, if there was trading on the applicable Monthly Redemption Date and the stock exchange provides a closing price;
 - ii. an amount equal to the average of the highest and lowest prices of units on the applicable Monthly Redemption Date if there was trading on the applicable Monthly Redemption Date and the stock exchange provides only the highest and lowest trading prices of units on a particular day; or
 - iii. the average of the last bid and ask prices on the applicable Monthly Redemption Date on the stock exchange if there was no trading on the applicable Monthly Redemption Date.

8. NET CAPITAL TRANSACTIONS

Net capital transactions for the Trust for the six month period ended June 30, 2008 consisted of the following:

	Trust Units (#)	Warrants (#)	\$
Number outstanding, beginning of period	4,200,000	4,212,642	39,274,792
Issuance of Units	—	—	—
Issuance of Trust Units	—	—	—
Issuance of Warrants	—	—	—
Issue costs (including agent's fees)	—	—	—
Number outstanding, end of period	4,200,000	4,212,642	39,274,792

Warrants

Each Warrant entitles the holder to purchase one Trust Unit at the subscription price of \$10.00 per Trust Unit by notifying Computershare Trust Company of Canada (the "Warrant Trustee") between the first business day of any month and 5:00 p.m. (Toronto time) on the tenth business day of such month ("Warrant Notice Period") up until November 30, 2010. Such Warrants will be exercised effective as at 5:00 p.m. on the tenth business day of the

Notes to Financial Statements (continued)

June 30, 2008 (unaudited)

applicable month. Holders who exercise the Warrants will become holders of Trust Units issued through the exercise of the Warrants. Warrants not exercised prior to 5:00 p.m. (Toronto time) on November 30, 2010 will be void and of no value. Upon the exercise of a Warrant, the Trust will pay a fee equal to \$0.15 per Warrant to the broker whose client is exercising the Warrant and \$0.10 per Warrant to the Agents.

As at June 30, 2008 there were 4,212,642 Warrants outstanding.

The diluted NAV per unit is not presented as the impact of the warrants would have been anti-dilutive.

9. LOAN FACILITY

The Manager, on behalf of the Trust, may enter into a revolving term credit facility (the "Loan Facility") with a lender in order to add leverage to the portfolio of investments. The Portfolio Manager would draw down on the Loan Facility when market conditions provide opportunities to attempt to increase the potential returns of the Trust. The aggregate amount of borrowings under any Loan Facility and other forms of leverage may not exceed 25% of the total net assets of the Trust at the time of the borrowing or other transaction is entered into.

As at June 30, 2008, the Manager had not yet entered into a revolving term credit facility.

10. FORWARD FOREIGN CURRENCY CONTRACTS

As at June 30, 2008, the Trust had entered into forward foreign currency contracts to deliver currencies at specified future dates as follows:

Contracts	Sold	Bought	Settlement Date	Unrealized Gain (Loss)	Counterparty	Credit Rating
1	AUD 1,000,000	CAD 933,800	July 10, 2008	\$ (38,547)	State Street	AA
1	CAD 5,573,095	USD 5,500,000	July 10, 2008	6,930	State Street	AA
1	CHF 450,000	CAD 462,012	July 10, 2008	13,681	State Street	AA
1	EUR 1,500,000	CAD 2,418,000	July 10, 2008	21,201	State Street	AA
1	GBP 265,000	CAD 533,975	July 10, 2008	(740)	State Street	AA
1	NOK 2,400,000	CAD 486,381	July 10, 2008	8,777	State Street	AA
1	USD 22,400,000	CAD 22,912,960	July 10, 2008	183,862	State Street	AA
1	GBP 1,200,000	CAD 2,376,000	Sept 30, 2008	(32,663)	State Street	AA
Totals	34,788,095	35,623,128		\$162,501		

AUD – Australian Dollar NOK – Norway Krone
 EUR – Euro Dollar USD – U.S. Dollar
 GBP – Pound Sterling
 CHF – Swiss Franc

11. SECURITIES LENDING

In order to generate additional returns, the Trust may engage in securities lending with borrowers deemed acceptable to the Trust. Although it will receive collateral for the loans and such collateral will be marked-to-market, the Trust will be exposed to the risk of loss should the borrower default on its obligation to return the borrowed securities and the collateral be insufficient to reconstitute the portfolio of loaned securities.

There were no securities lending transactions during the period.

12. DISTRIBUTIONS

The Trust endeavours to make monthly cash distributions to unitholders consisting primarily of distributions received on securities in the investment portfolio and, in certain circumstances, of net realized capital gains from the investment portfolio. The Trust

will not have a fixed monthly distribution but will determine and announce each December, commencing in December 2008, an expected distribution amount for the following calendar year. Monthly distributions will be paid to unitholders on or about the 15th of each month following the month in which they are declared. The monthly distribution declared to unitholders of record, at the end of each month in the period, was \$0.04167 per unit.

13. MARKET PURCHASES

The Portfolio Manager may purchase Trust Units on the stock exchange if it determines that such purchases are in the best interest of unitholders, and will be subject to compliance with any applicable regulatory requirements and limitations.

As at June 30, 2008, no Trust Units had been purchased by the Portfolio Manager.



Corporate Information

Manager and Trustee

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Custodian

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Legal Counsel

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Registrar & Transfer Agent

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Listing

The Toronto Stock Exchange

Ticker Symbol

AGB.UN



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