

January 2009 Report

Fund Structure	Carbon Logic Limited
Fund Manager / Adviser	Logic Fund Management Ltd
Fund Administrator	MMc Limited
Portfolio Manager	Gregory P. Marshall
Fund Type	Long only Equity
Investment Strategy	Investment in Alternative Energy, Grid Upgrade and Pollution Control.
Investment Geographic	G8 plus Australia and NZ
Minimum Investment	\$5,000 NZD, or as determined by the directors
Management fees	2% per annum
Performance fees	20% of "Performance per Share", as set out in the prospectus.
Investments	Monthly.
Redemptions	Monthly with 20 days notice.

For a prospectus, investment and/or disclosure statement. Write to or see:-
Carbon Logic
PO Box 662
Wanaka
www.carbonlogic.co.nz

Fund Positioning

Five largest positions				%
AMN-NY	Ameron Int Corp	Wind	11.0	
ERX-NY	Energy Index	Other (index)	10.8	
NFK-AU	Norfolk Group	Grid upgrade	9.6	
MDR-NY	McDermott Int Inc	New nuclear	6.5	
XJOKZG-AU	ASX Index	Other (index)	6.3	
No. of positions held by the Fund				35
				(Max.50)

Performance to January 31, 2009

NAV (NZD) - Unit price	0.5587
Month return %	+ 1.98
YTD return % (1st Jan 2009)	+ 1.98
Return since inception %	- 44.13

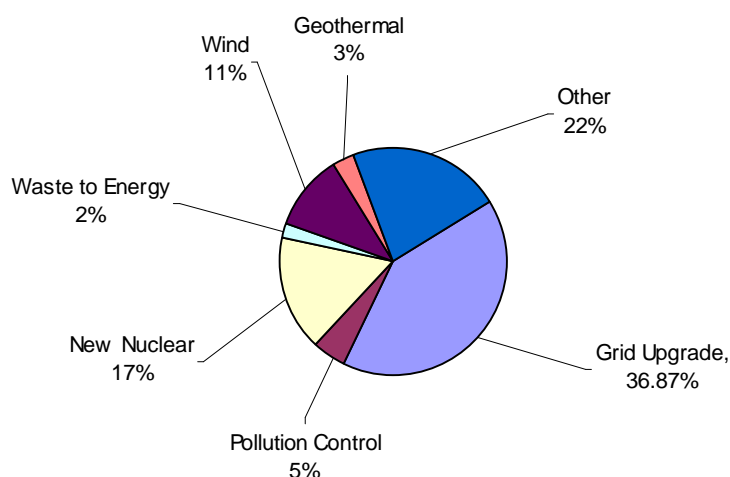
Attribution Analysis

	Month %	YTD % (since 1st Jan 2009)
Management and Performance fees	0.17	0.17
Interest/Dividends	0.85	0.85

Comparatives (corrected to NZD)

Brent Crude (USD45.9/ barrel)	+ 13.14	+ 13.14
NZD/USD (0.5086)	- 11.81	- 11.81
Wilderhill (NEX)	+ 6.21	+ 6.21
Calvert Global Alt Energy (CGAEX)	- 3.44	- 3.44
Winslow Green Solutions (WGSLX)	+ 3.70	+ 3.70
PS Wilderhill Energy (PBW)	+ 3.39	+ 3.39

Sector Allocation



Manager's Commentary

The carnage continued in January as hopes for an Obama inspired rally were squashed by the continual stream of bad news from the cretins running the world's banks, dissolving house prices and the ever increasing tsunami of job losses.

Given this backdrop we are pleased to return 2% for the month and remain of the view that infrastructure service providers will do extremely well in coming months. The frantic downsizing of energy projects around the world will also we believe lead to oil and gas scarcity within a number of months. The often quoted West Texas Intermediate (WTI) price for crude should in our view be ignored as it is based on oil stored at one storage depot and we believe does not reflect the true pricing structures in the oil market. As evidenced buy the inverse correlation of the WTI price falling and gasoline prices in the USA rising.

As a result the funds portfolio changed little over the month with exposure to energy infrastructure making up a significant proportion of the funds investments. We remain confident we are positioned well for the coming year.

	Jan	Feb	March	April	May	June	July	August	Sept	October	Nov	Dec
2007						-0.17%	-3.08%	-7.73%	0.81%	3.21%	-11.80%	-1.42%
2008	-13.91%	5.06%	-13.03%	-0.06%	7.73%	3.54%	-9.45%	-7.71%	-25.39	-0.37%	20.11%	3.56
2009	1.98											