

Interim Management Statement covering the period 1st October 2008 to 31st January 2009

Material Events

There are no material events to report in the period under review.

Material Transactions

Following the disposal of both the BDT Invest Asia and BDT Invest Japan Funds there has been a significant reduction in exposure to absolute return vehicles. There has been no alteration in the long term investment strategy or objective but in the shorter term the Company is likely to retain a significant degree of liquidity. The top ten equity holdings, the absolute return vehicles and the Company's currency, market and sector exposure are detailed on the BDT Invest website. A dividend of 1.4p per share was paid to shareholders on 19th December 2008.

General description of financial position

The gross and net assets of the Company stood at £25.4mn at the end of January. This represents a decrease of 4.6% from 30th September 2008. There was no gearing at 31st January 2009 (30th September 2008, nil).

General description of financial performance

The share price fell from 119.0p at 30th September 2008 to 116.5p at 31st January 2009, a decrease of 2.1%. The net asset value fell from 133.06p to 126.99p, a decrease of 4.6%. Including dividends paid the total return of the share price and the net asset value was -0.9% and -3.5%. The discount thus narrowed from 10.8% to 8.2%. For comparative purposes the FTSE APCIMS Private Investor Series Balanced Portfolio Total Return Index fell 9.4% over the period.

Performance Review

The share price rose 4.5% in January while the net asset value declined by 3.8%. In consequence the discount closed to 8.2%. In Sterling terms the MSCI World Index fell 8.1%, the MSCI Japan Index dipped 6.1% and the MSCI Asia ex Japan Index declined 4.7% during the month.

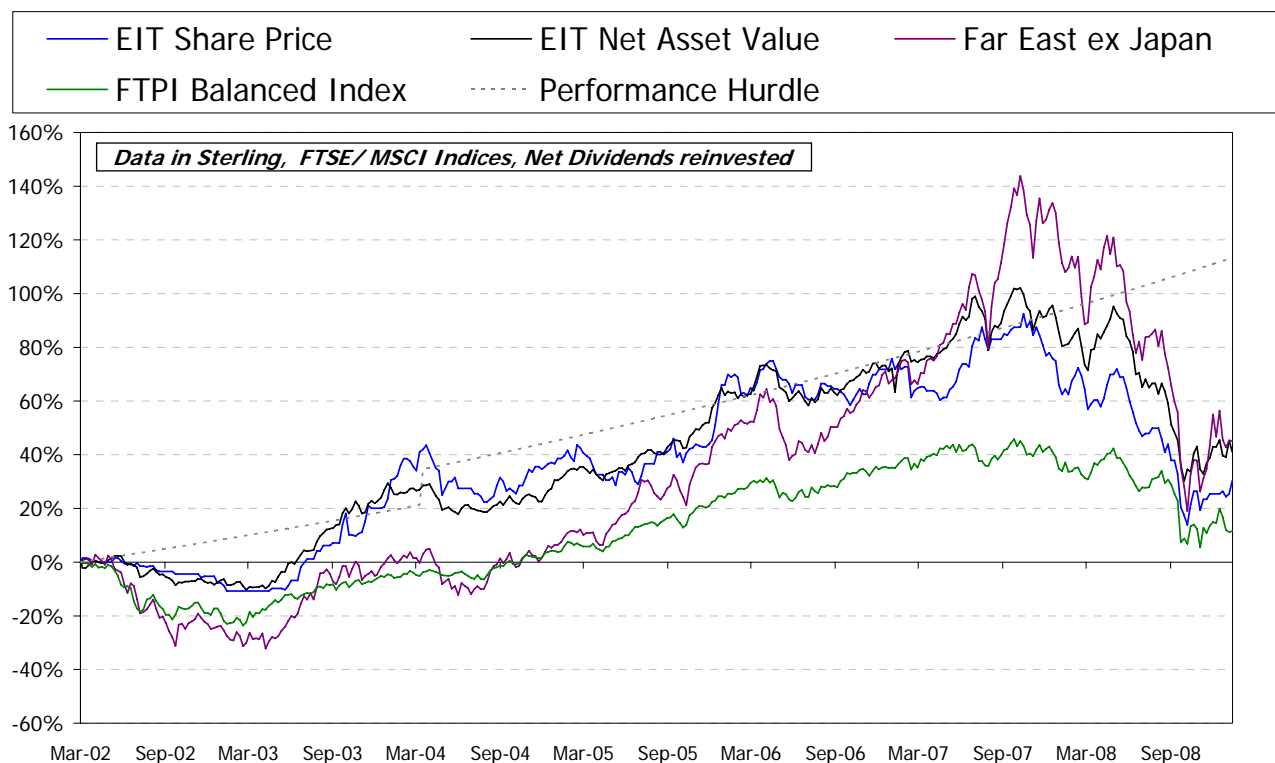
The gyrations in Sterling, which traded in a 10% range in January before closing almost unchanged against the US Dollar, continue to exert a strong influence on the net asset value. The effective exposure of the Company to Sterling remains minimal. While George Soros has reportedly covered his sterling short position we very much doubt he has gone long. The vast majority of our liquidity is held in US Dollars.

Key Data (as at 31st January 2009)

Share Price	116.50p
Net Asset Value	126.99p
Premium/(Discount)	(8.2%)
Shares Outstanding	20m
Market Capitalisation	£23.3m
Historic Yield	2.7%
Listed	London Stock Exchange
Bloomberg Ticker	ET/ LN <Equity>
ISIN	GB0031336919
Website	www.bdtinvest.com
Manager	BDT Invest LLP 4 th Floor, 52 Jermyn St London, SW1Y 6LX +44 (020) 7659 1300 www.bdtinvest.com
Investor Relations Administrator	Ian Furtado (020) 7659 1305 Phoenix Administration Services
Sponsor	JPMorgan Cazenove
Directors	Dr James King (Chairman) Sir David Cooksey Henry Thornton Richard Thornton Harry Wells Thomas Waring
Investment Objective	To achieve long-term capital growth from a managed international portfolio of securities. The preservation of capital will be of primary importance to the investment objective.
Management Fee	One per cent of the market capitalisation of the Company annually.
Performance Fee	10% of any gain in the market capitalisation of the company that exceeds the 10% performance hurdle annually.
Financial Year	31 st March
Net Asset Value	Calculated weekly on Friday's closing prices and published the following Monday or Tuesday.

Economic data releases remain dire with Western consumers continuing their rapid expenditure adjustment which, in turn, is impacting corporate cashflow as evidenced by the wave of retail bankruptcies and widespread retrenchment. The collapse in industrial production across the Asian region neatly illustrates the global nature of the slowdown and confirms that 2009 will be a year of negative growth. Strategists and analysts continue to take the axe to economic growth and earnings forecasts. We remain optimistic that the earnings of our somewhat eclectic list of holdings will prove relatively resilient.

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Andrew Hunt (of Andrew Hunt Economics) has long been a notable Euro sceptic and his latest research on the Euro "project" is, like the majority of his output, required reading. In short he reiterates that the events unfolding across Eastern Europe are a simple re-run of Thailand in 1997 and that the fault lines developing across different nations within the Eurozone will continue to widen. The end game beckons?

His neat solution of removing Germany from the Euro and inserting Turkey in its place is a wonderful piece of lateral thinking and might work but, as they say, pigs might fly. We will continue to reduce our remaining exposure to the Euro in favour of the US Dollar, or Dollar-related, currencies.

In our haste to eliminate gearing and build liquidity last August we sold the Company's exposure to Gold bullion. Gold continues to perform strongly and our failure to repurchase the position simply reflects our efforts to time the repurchase.

It is irritating to start 2009 with a negative monthly net asset value return but we remain quietly confident that the positioning of the portfolio of the Company is broadly correct to achieve the investment objectives.

BDT Invest LLP
4th February 2009

Currency Exposure		Asset Type		Direct Equity by Country		Equity by Sector	
US Dollar	25.0%	Listed Equities	58.4%	Hong Kong	15.6%	Financials	23.7%
Hong Kong Dollar	15.6%	Absolute Return Vehicles	9.2%	Singapore	10.1%	Materials	8.3%
Japanese Yen	11.3%	Sovereign Bonds	0.0%	Japan	10.1%	Health Care	6.1%
Singapore Dollar	8.5%	Gold Bullion	0.0%	Malaysia	6.6%	Industrial	5.3%
Taiwan Dollar	7.7%	Unlisted Equities	1.8%	Thailand	6.2%	Information Technology	3.7%
Sterling	7.0%	Cash	30.7%	Taiwan	4.6%	Consumer Discretionary	3.3%
Thai Baht	6.8%	Derivatives	0.0%	India	4.2%	Property	3.3%
Malaysian Ringgit	6.6%	Other	0.0%	Other Asian	1.0%	Utilities	1.5%
Euro	6.5%	Loan	0.0%	Other non Asian	0.0%	Telecoms	1.4%
Indian Rupee	4.2%			UK	1.8%	Energy	1.2%
Indonesian Rupiah	1.0%					Consumer Staple	0.6%
Top Ten Equity Holdings		Top Bond & ARV Holdings		Performance	18-Mar-02	30-Jan-09	+/- %
Siam Steel	5.7%	SR European IT	3.9%	EIT Share Price #	100.0	116.5	16.5%
China Insurance	4.8%	BDT Invest Oriental Focus \$	2.9%	EIT Net Asset Value #	100.0	127.0	27.0%
First Ship Lease Trust	4.4%	BDT Invest Japan Small Cos	1.3%	Premium/Discount		-8.3%	
Top Glove	3.6%	Lindsell Train Inv Trust	1.1%	UK Equity #	670.2	510.4	-23.8%
Rexcapital	3.5%			World Equity #	714.8	580.0	-18.9%
Standard Chartered Plc	2.9%			Asia Free ex Japan #	153.8	188.1	22.3%
Lafarge Malayan Cement	2.5%						
Minth Grp	2.5%						
Jardine Matherson	2.2%						
Bharat Heavy Electricals	2.1%						
				# excluding dividends			
				all MSCI indices in Sterling terms			

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