

# Aquamarine Fund

Information as of September 30, 2013

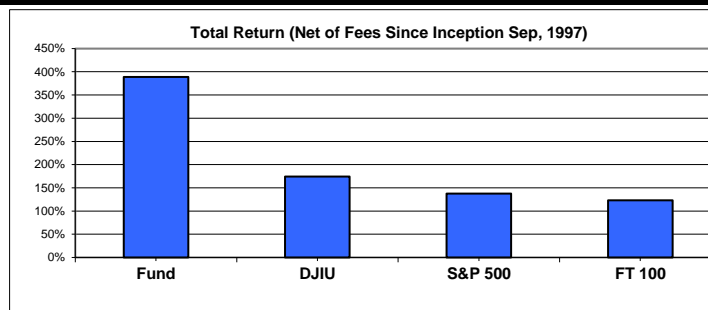


## Investment Philosophy

Aquamarine Fund is an investment vehicle inspired by the original 1950's Buffett partnerships, and run with a close replicati on of the original Buffett partnership rules. The managing partner is Guy Spier who is an ardent disciple of Warren Buffett, and closely follows Buffett's principles on Value Investing and capital allocation. The majority of the investment funds come from immediate family members and friends. The focus is on investing for long term capital appreciation and capital preservation by running a portfolio of equity investments with the goal of acquiring companies with outstanding long-term economics at a reasonable price and where there is a sufficient margin of safety between the company's market price and its intrinsic v alue. Typical investors include

## Fund Statistics Net of All Fees in US \$

	<u>Fund</u>	<u>DJIU</u>	<u>S&amp;P 500</u>	<u>FT 100</u>
<b>Total Return Since Inception</b>	<b>388.9%</b>	174.4%	137.4%	123.3%
<b>Annualized Return</b>	<b>10.4%</b>	6.5%	5.6%	5.2%
<b>Trailing 12-Months</b>	<b>29.7%</b>	15.6%	19.3%	17.5%



## Monthly Performance (Net of Fees Since Inception Sep, 1997)\*

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	S&P 500
2013*	5.8%	0.5%	2.4%	2.4%	8.2%	-3.2%	4.6%	-3.1%	3.6%				22.7%	19.8%
2012	8.6%	5.4%	5.6%	-0.1%	-7.9%	3.8%	-0.7%	2.4%	3.0%	0.7%	-0.5%	5.5%	27.8%	16.0%
2011	1.0%	2.7%	0.7%	2.6%	1.6%	-1.3%	0.7%	-6.3%	-8.0%	10.0%	-4.7%	-1.0%	-3.1%	2.1%
2010	0.9%	1.9%	6.4%	2.1%	-10.6%	-1.3%	7.9%	-1.9%	6.6%	2.3%	1.8%	2.9%	19.2%	14.8%
2009	-5.9%	-13.4%	6.2%	22.0%	7.0%	-1.5%	9.6%	6.1%	0.8%	1.5%	4.8%	0.5%	39.3%	25.9%
2008	-3.9%	-1.6%	-1.1%	3.9%	0.5%	-11.8%	-3.5%	0.3%	-6.8%	-20.3%	-12.5%	-1.7%	-46.7%	-36.6%
2007	3.2%	1.0%	1.4%	3.1%	0.7%	1.8%	-2.9%	3.0%	3.9%	4.3%	-0.7%	-2.8%	17.0%	5.5%
2006	4.2%	2.6%	4.0%	2.5%	-0.8%	0.6%	0.0%	3.7%	0.2%	4.9%	7.5%	3.0%	37.1%	15.6%
2005	-2.0%	1.6%	-2.4%	-0.9%	-1.4%	2.4%	3.7%	1.0%	0.0%	0.4%	4.1%	0.7%	7.2%	4.8%
2004	5.5%	3.2%	0.1%	0.8%	-2.5%	0.1%	-3.9%	-4.0%	0.8%	-1.9%	6.4%	6.8%	11.2%	10.7%
2003	1.3%	-7.0%	3.6%	8.4%	4.3%	0.5%	0.8%	1.6%	-0.8%	5.8%	5.3%	3.0%	29.5%	28.4%
2002	-0.3%	-1.3%	2.3%	3.2%	1.6%	-4.9%	-1.9%	0.7%	-3.9%	1.7%	2.8%	-1.3%	-1.6%	-22.0%
2001	-1.6%	2.0%	-5.4%	3.2%	1.4%	0.8%	-1.5%	-0.1%	-3.2%	1.3%	0.9%	4.6%	1.9%	-11.9%
2000	-3.9%	-3.9%	10.5%	-0.2%	1.3%	-2.3%	3.6%	1.1%	3.4%	1.6%	1.1%	8.3%	21.4%	-9.0%
1999	-2.4%	-4.5%	2.2%	2.5%	1.4%	0.2%	-0.2%	-4.1%	-2.7%	3.8%	-3.5%	0.8%	-6.7%	20.9%
1998	0.6%	4.1%	3.2%	2.4%	0.8%	-0.9%	3.7%	-10.8%	4.4%	7.5%	4.9%	4.8%	26.1%	28.3%
1997									1.5%	-0.5%	-0.2%	1.7%	2.5% <sup>^</sup>	6.0%

\*Results are unaudited. Individual investor returns may vary due to the timing of investment. Monthly and annual results include dividends.

\*\*Values are representative of returns for both Aquamarine Fund Inc. and Aquamarine Value Fund L.P. - our off-shore and on-shore feeders.

## Organizational Overview

**Aquamarine Fund Inc.** started trading on September, 15th, 1997 as a BVI Mutual Fund

**Guy Spier**, has managed the fund since inception. In June 2007 he made headlines by bidding US\$650,100 with Mohnish Pabrai for a charity lunch with Warren Buffett. Prior to starting Aquamarine Fund, Spier worked as an investment banker in New York, and as a management consultant in London and Paris. Mr. Spier completed his MBA at the Harvard Business School, classof 1993, and holds a First Class degree in PPE (Politics, Philosophy and Economics) from Oxford University. Upon graduating, he was co-awarded the George Webb Medley prize for the best performance in that year in Economics. While at Oxford he was a contemporary of David Cameron at Brasenose and attended economics tutorials with him.

**Orly Hindi** joined Aquamarine in August of 2007. Her primary responsibilities include operations, office management, event coordination and investor relations. Ms. Hindi graduated from the University at Albany in May of 2007, with a BA in Sociology and Business.

## Operations

<b>Investment Manager:</b> Guy Spier	<b>Inception Date:</b>	September, 1997
<b>Legal structure:</b> British Virgin Islands Corporation	<b>Total Assets</b>	\$150 million
<b>Administrator:</b> Prime Management Limited (Bermuda)	<b>Min./Add. Investment:</b>	\$500k/100K
<b>Custodians:</b> Credit Suisse, UBS	<b>Mgmt./Perf. Fee</b>	0% mgmt fee / 25% perf. fee, annual, 6% hurdle rate
<b>Auditors:</b> Deloitte & Touche (British Virgin Islands)	<b>High Water Mark</b>	Yes
<b>Legal Counsel:</b> Ogier (BVI)	<b>Redemptions</b>	One time per year on anniversary of Investment
Bratschi Wiederkehr & Buob		

**Contact details: Aquamarine Capital, 152 West 57th St, 46th Floor, New York, NY 10019**  
**Tel. (212) 716-1350 Fax (212) 716-1353 [www.aquamarinefund.com](http://www.aquamarinefund.com) [info@aquamarinefund.com](mailto:info@aquamarinefund.com)**