

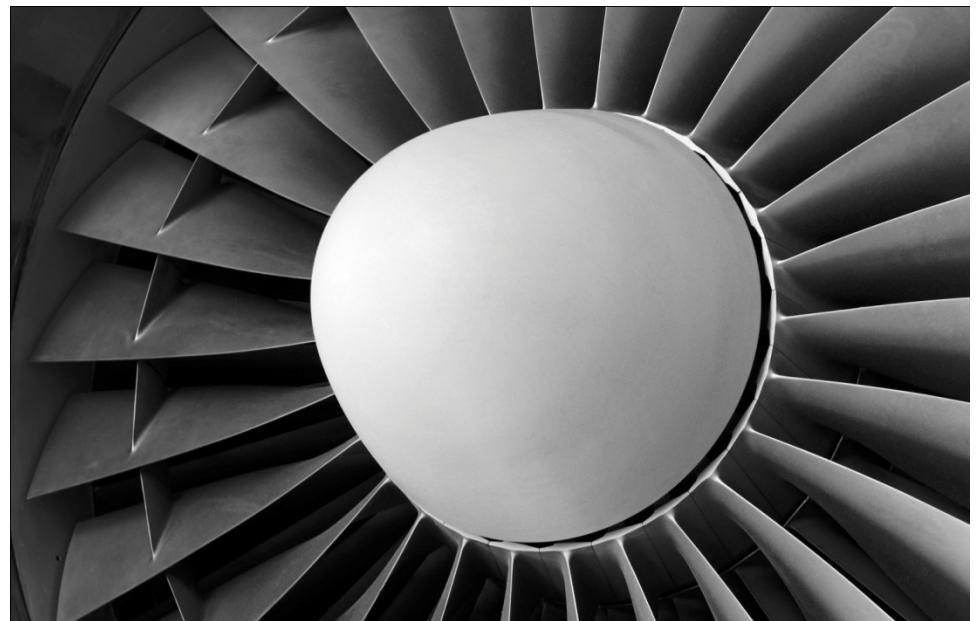


GLOBAL INVESTMENTS
LIMITED

Current Asset Review

Period ended 31 December 2010

OPERATING LEASE ASSETS



FLY LEASING LIMITED

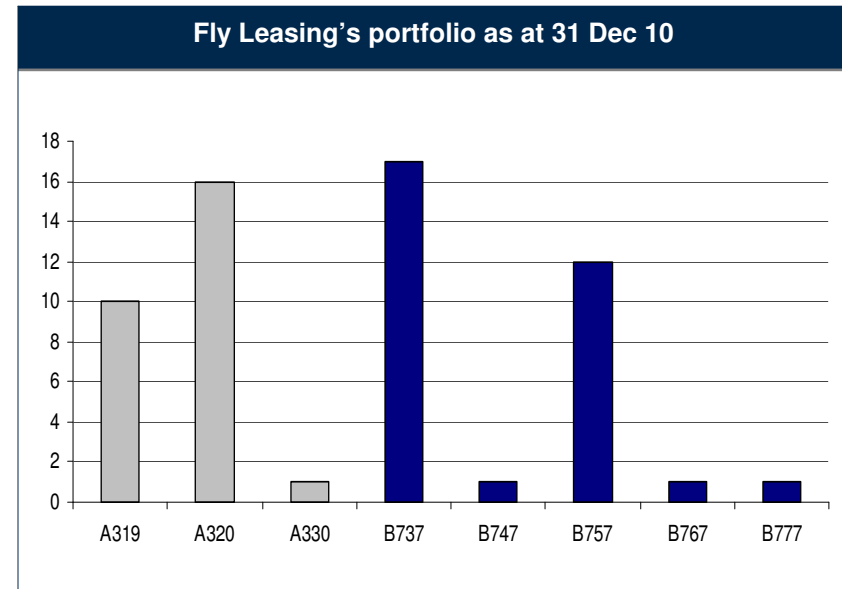
- GIL owns 1,051,010 shares (or 3.8%) in Fly Leasing Limited (“Fly Leasing”) which is listed on the New York Stock Exchange.
- Fly Leasing has a fleet of 59 modern, fuel-efficient commercial aircraft on lease globally.
- Average age of fleet approx 8.1 years with 4.4 years weighted average lease term and approximately 33 lessees worldwide as at 31 December 10.
- Q410 dividend of US\$0.16 per share (net of withholding tax) to be received in February 2011.
- The outlook for the aircraft lessor industry has improved due to recovery of air travel demand and increased profitability of airlines.

KEY INFORMATION	
As at 31 Dec 10	
Carrying Value ¹	US\$14.34m
Quarter ended 31 Dec 10	
Reversal of Impairment to Equity:	US\$ 0.54m
Cumulative Impairment (less reversals):	US\$ 9.83m

¹ The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal

Analyst coverage for Fly Leasing:

Firm	Rating	Target Price	As Of
Jefferies & Co	Buy	US\$13.00	12 October 2010
Citigroup	Buy	US\$17.30	19 July 2010
JPMorgan	Neutral	US\$15.50	7 May 2010



GIL AIRCRAFT LESSOR NO.2

- GIL owns 100% equity of GIL Aircraft Lessor No. 2 which owns two Boeing 757-200 aircraft.
- The two aircraft are leased to Thomson Airways Limited, which is wholly owned by TUI Travel PLC listed on London Stock Exchange.
- The market for 757-200 aircraft remains soft as aircraft supply conditions continue to be unfavourable.

KEY INFORMATION	
As at 31 Dec 10	
Carrying Value ¹	US\$25.57m ²
Quarter ended 31 Dec 10	
Impairment:	Nil
Cumulative Impairment (less reversals)	Nil
Aircraft lease details	
Purchase Price of Aircraft ³	US\$14.7 m each
Aircraft Type	Boeing 757-200
Manufacture Date	1993
Lease maturity Date	30 April 2013
Lease rate	US\$160,000 per month per aircraft

¹ The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal

² Includes debt of approximately US\$14.6m

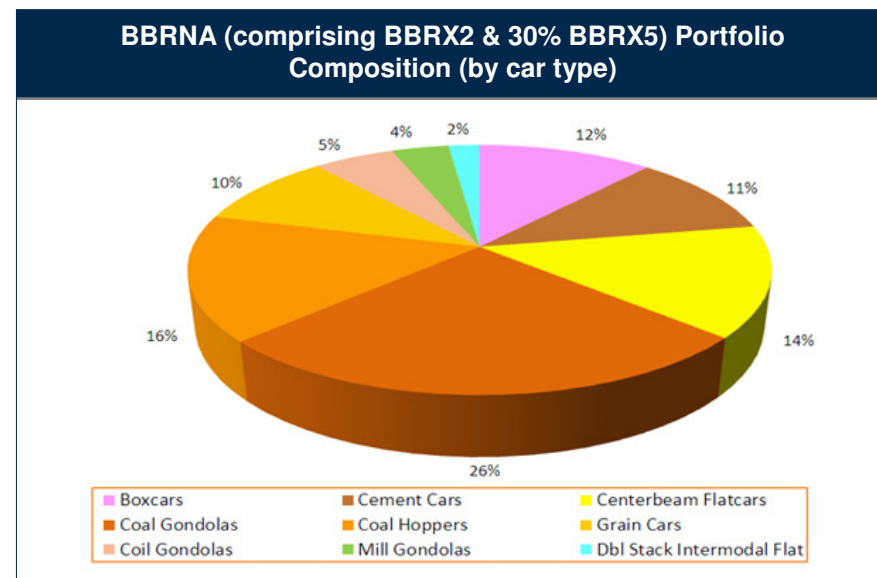
³ Excludes acquisition costs

BABCOCK & BROWN RAIL NORTH AMERICA

- Babcock & Brown Rail North America (“BBRNA”) is a U.S. limited liability company holding 5 subsidiaries, namely BBRX One LLC (“BBRX1”), BBRX Two LLC (“BBRX2”), BBRX Three LLC (“BBRX3”), BBRX Four LLC (“BBRX4”) and BBRX Five LLC (“BBRX5”).
- GIL has a 41.5% interest in BBRNA which owns a portfolio of railcars on lease in North America via the 5 subsidiaries.
- As a result of not being able to meet the swap collateralization payment on BBRX5 and various debt obligations for the other portfolios, foreclosure sales were effected by the senior lenders of BBRX1, BBRX3, BBRX4 and 70% of BBRX5 in 2010.
- BBRX2 was unable to meet its debt obligations in Q3 2009. Forbearance agreement provided by the lender to BBRX2 had expired and in December 2009 BBRX2 was served a notice of default and acceleration.
- Lender to BBRX2 and the remaining 30% of BBRX5 has agreed to forebear from foreclosing on the portfolios until 14 March 2011.

KEY INFORMATION	
As at 31 December 2010	
Carrying Value ¹	0
Quarter ended 31 December 2010	
Impairment for the quarter:	Nil
Cumulative Impairment (less reversals) :	US\$54.6 m

¹ The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.

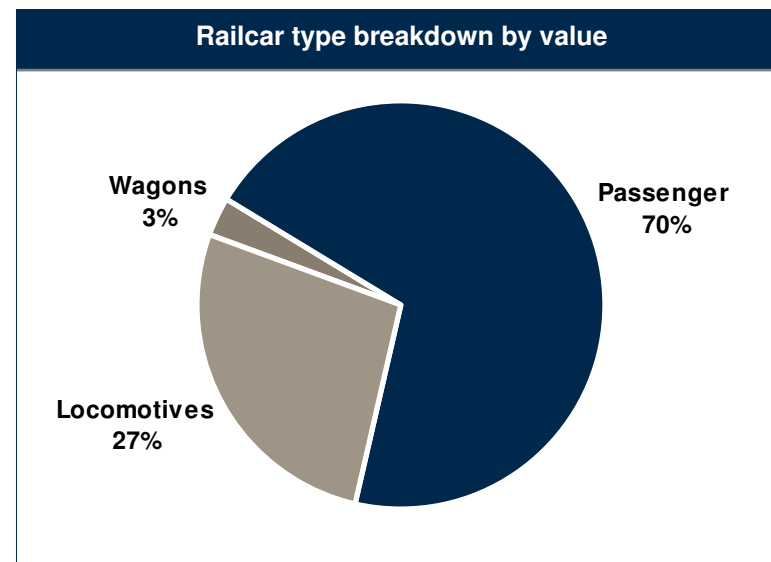


ASCENDOS INVESTMENTS LIMITED

- GIL had increased its equity interest in Ascendos Investments Limited (“Ascendos”) from 35% to 40.56% following a restructuring at Ascendos, which included the transfer of 10% shareholding of Babcock & Brown Investment Holdings Pty Limited in Ascendos to the 3 remaining shareholders at a nominal payment of €1 by each shareholder.
- Ascendos’ wholly-owned subsidiary Ascendos Rail Leasing S.à r.l. is an operating lessor with portfolio of 238 rail equipment consisting of 3 passenger train fleets, over 30 locomotives and 100 freight wagons in mainland Europe.
- The portfolio was fully leased except for two locomotives which were undergoing overhaul in the first quarter of 2011. About a third of the portfolio consisting of passenger coaches was expected to come off lease starting from May 2011. No significant arrears was reported.
- With improvement in transportation volume of goods, the demand for leasing of locomotives had led to an increase in lease rates in Europe. The renewed rise in transport demand also led to increased demand for freight wagons. Currently freight wagons are in short supply, largely due to inspection requirements for wagons which had been out of service for a long time. The 2011 outlook for the passenger fleet is expected to be positive given the demand from operators in Europe.

KEY INFORMATION	
As at 31 Dec 10	
Carrying Value ¹	0
Quarter ended 31 Dec 10	
Impairment for the Quarter:	Nil
Cumulative Impairment (less reversals):	€ 5.8 m

¹ The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.



LOAN PORTFOLIO & SECURITISATION ASSETS



PEPPER RESIDENTIAL SECURITIES TRUST NO.6

- GIL is invested in the Class E Notes of Pepper Residential Securities Trust No.6, which holds Australian non-conforming residential mortgage loans originated by Pepper Homeloans Pty Limited.
- Overall the performance of the collateral declined slightly over the quarter as there were A\$18,176 losses compared to no losses in the previous quarter. Despite the flood in Queensland, no impairment to Class E Notes was made as the Trust currently has significant excess reserve and excess spread.
- The average prepayment rate increased over the quarter while the 30+ day arrears increased slightly to 9.97%.
- The Excess Reserve Account, which provides additional support to the capital structure, increased and exceeded expectations.
- The Class E Notes have been receiving full interest payments.

KEY INFORMATION	
As at 31 Dec 10	
Carrying Value ¹	A\$8.17m
Quarter ended 31 Dec 10	
Impairment for the quarter :	Nil
Cumulative Impairment (less reversals) :	Nil
Portfolio as at 31 Dec 10	
No. of Loans	661
Average Loan Size	A\$235,123
Weighted Average LVR	68.36%
Weighted Average Seasoning	51.31 months

Capital Structure as at 17 Jan 11			
Notes	Initial Rating S&P/Moody's	Current Rating S&P/Moody's	Outstanding Amount (A\$m)
Class A1 Notes (Snr)	AAA/Aaa	AAA/Aaa	92.4
Class A2 Notes (Mezz)	AAA/Aaa	AAA/Aaa	18.5
Class A3 Notes (Jnr)	AAA/Aa1	AAA/Aa1	10.9
Class B Notes	A+/A2	AA/A2	11.7
Class C Notes	BBB/Baa2	BBB+/Baa2	11.4
Class E Notes ²	NR	NR	8.1

- 1 The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.
- 2 GIL owns 100% of Class E Notes. Interest payable is one month BBSW + 8.0%. Final Maturity Date of the notes is 15 September 2048.

SEIZA SERIES 2006-1 TRUST (WAREHOUSE)

- GIL is invested in the Class F Notes, Class G Notes and Senior NIM Notes of Seiza Series 2006-1 Trust, which holds Australian non-conforming residential and commercial property mortgage loans originated by Seiza Mortgage Company Pty Limited.
- Overall the performance of the portfolio was mixed over the quarter as losses decreased but 90+ day arrears increased substantially by 5.7 percentage points to 19%. Losses of approximately A\$1.75 million were fully absorbed by excess spread, with residual excess spread reducing the carried forward charge offs. The Trust holds a relatively high number of loans with property exposure to flood-affected Queensland and excess spread may not be sufficient to cover losses from the area, going forward. Hence, an impairment of A\$3.13m was made against the Class G Notes.
- The average prepayment rate increased over the quarter.
- The Class F and Class G Notes have been receiving full interest payments.
- The Senior NIM Notes depend on available excess spread. The Senior NIM Notes have not received cash flow since the November 2009 payment date. Under the restructured waterfall which was effective from November 2009, the Senior NIM Notes are not expected to receive cash flow until the aggregate amount received by the Junior NIM Noteholders and the Originator is above a certain threshold.

KEY INFORMATION	
As at 31 Dec 10	
Carrying Value ¹	A\$25.84m
Quarter ended 31 Dec 10	
Impairment for the quarter :	A\$3.13m
Cumulative Impairment (less reversals) :	A\$14.22m
Portfolio as at 31 Dec 10	
No. of Loans	645
Average Loan Size	A\$449,382
Weighted Average LVR	82.03%
Weighted Average Seasoning	41.51 months

Capital Structure as at 7 Jan 11			
Notes	Initial Rating (S&P)	Current Rating (S&P)	Outstanding Amount (A\$m)
Class A Notes	AAA	NA ²	101.9
Class B Notes	AA	NA ²	38.3
Class C Notes	A	NA ²	60.0
Class D Notes	BBB	NA ²	33.4
Class E Notes	BB	NR	15.8
Class F Notes ³	B	NR	10.8
Class G Notes ³	NR	NR	26.0
Senior NIM Notes ³	NR	NR	8.9
Junior NIM Notes	NR	NR	8.6

1 The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.

2 The ratings were withdrawn in mid November.

3 GIL owns approximately 94.8% of the Class F Notes, approximately 80.55% of the Class G Notes and 100% of the Senior NIM Notes. Interest payable on the Class F, Class G and Senior NIM Notes is one month BBSW + 5.5%, one month BBSW + 9.5% and one month BBSW + 9.5% respectively. Final Maturity Date of the notes is 12 July 2041.

SEIZA AUGUSTUS SERIES 2007-1 TRUST

- GIL is invested in the Class G Notes and Class N Notes of Seiza Augustus Series 2007-1 Trust, which holds Australian non-conforming residential and commercial property mortgage loans originated by Seiza Mortgage Company Pty Limited.
- Overall the performance of the collateral was mixed over the quarter as loans charged off in arrears greater than 300 days decreased from approximately A\$6.33 million to A\$4.53 million, and realized losses have only increased from approximately A\$0.11 million to A\$0.27 million. However, the 30+ day arrears increased by 4.8 percentage points to 20.91% with 90+ day arrears contributing the most to the increase. In addition, there had been no excess spread over the last two months of the quarter. The Trust holds a relatively high number of loans with property exposure to flood-affected Queensland and this may contribute to further losses going forward.
- The average prepayment rate decreased over the quarter.
- The Class G Notes received full interest during the quarter. Total carried forward charge offs have decreased to below the stated balance of the Class G Notes and interest will be paid in January, subject to availability of cash in the Trust.
- The Class N Notes have not received cash flow since August 2007.

KEY INFORMATION	
As at 31 Dec 10	
Carrying Value ¹	0
Quarter ended 31 Dec 10	
Impairment for the quarter :	0
Cumulative Impairment (less reversals) :	A\$15.08m
Portfolio as at 20 Dec 10	
No. of Loans	159
Average Loan Size	A\$501,943
Weighted Average LVR	75.00%
Weighted Average Seasoning	51.45 months

Capital Structure as at 28 Dec 10			
Notes	Initial Rating (S&P/Moody's/Fitch)	Current Rating (S&P/Moody's/Fitch)	Outstanding Amount (A\$m)
Class A Notes	AAA/ Aaa/ AAA	AAA/ Aaa/ PIF	0
Class B Notes	AA/ Aa2/ AA	AA/ Aa2/ AA	19.1
Class C Notes	A/ NR/ A	BBB+/ NR/ A	21.9
Class D Notes	BBB/ NR/ BBB	B-/ NR/ BB	19.0
Class E Notes	BB/ NR/ NR	CCC-/ NR/ NR	8.1
Class F Notes	B/ NR/ NR	D/ NR/ NR	4.1
Class G Notes ²	NR	NR	10.3
Class M Notes	A/ NR/ NR	BBB+/ NR/ NR	0.67
Class N Notes ²	NR	NR	4.1

1 The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.

2 Gil owns 100% of the Class G Notes and Class N Notes. Interest payable on the Class G Notes and Class N Notes is one month BBSW + 9.5%. Final Maturity Date of the notes is 28 May 2039.

AVOCA CLO VI PLC

- GIL has invested in Class M subordinated notes secured against European senior secured and second lien loans which were issued by Avoca CLO VI plc and managed by Avoca Capital Holdings (“Avoca”). The stated maturity of the notes is January 2023.
- Avoca VI Class M received interest of € 206,077.50 on 18 January 2011 and the next coupon payment is scheduled in July 2011.
- For the quarter ended December 2010, there were no defaults but defaults should not be ruled out over the next 12 months.
- There is a risk that coupons to the Class M subordinated notes may be suspended in the short to mid term due to ratings downgrades in the underlying portfolio.
- The Overcollateralization test headroom is currently 0.65% and a breach of the test would shut off cash flows to the subordinated note until the breach is remedied.
- On 18 January 2011, S&P Rating Agency put the ratings of Class A1 on negative watch.

KEY INFORMATION		Capital Structure as at 31 Dec 10			
As at 31 Dec 10		Note	Initial Rating (S&P/Fitch)	Current Rating (S&P/Fitch)	Outstanding Amount (€m)
Carrying Value ¹	€ 1.4 m	Class A1	AAA/ AAA	AA+/ AAA	301.5
Quarter ended 31 Dec 10		Class A2	AAA/ AAA	A+/ AAA	64.0
Reversal of Impairment to Equity:	€ 0.11 m	Class B	AA/ AA	BBB+/ AA	19.4
Cumulative Impairment (less reversals):	€ 2.1 m	Class C	A/ A	BB+/ A	31.5
Portfolio as at 31 Dec 10		Class D	BBB/ BBB	BB-/ BBB	20.0
Portfolio Par Value	€ 493.2 m	Class E	BB/ BB	CCC+/ B+	23.9
No. of Obligors	76	Class F	B/ B	CCC-/ B-	10.0
Weighted Average Spread	2.81%	Class M ²	NR/ NR	NR/ NR	37.8

1 The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal

2 GIL owns approximately 10.5% of the Class M notes. Payment to the Class M notes depends on excess cashflow available after payments to the rated Notes.

AVOCA CLO VII PLC

- GIL invested in Class F and G subordinated notes secured against European senior secured, second lien and mezzanine loans which were issued by Avoca CLO VII plc and managed by Avoca. The stated maturity of the notes is May 2024.
- Avoca VII Class F and G notes received interest of € 210,866.83 and € 319,122.69 respectively on 18th November 2010 and the next coupon payment is scheduled in May 2011.
- For the quarter ended December 2010, there were no defaults, but defaults should not be ruled out over the next 12 months.
- There is a high risk that coupons to the Class F and G subordinated notes may be suspended in the short to mid term due to ratings downgrades in the underlying portfolio.
- The Overcollateralisation test has currently failed by 0.60%. If the breach remains unresolved at the next payment date in May 2011, interest cash flows would be diverted to pay down Class A notes and interest payments to GIL's investments would be shut off until the breach has been remedied. The Reinvestment Diversion test has currently failed by 1.1% and subordinated note coupon payment would be shut off until the breach has been remedied.
- On 18 January 2011, S&P Rating Agency put the ratings of Class A1, A2 and A3 on negative watch.

KEY INFORMATION	
As at 31 Dec 10	
Carrying Value ¹	€ 6.18 m
Quarter ended 31 Dec 10	
Reversal of Impairment to Equity:	€ 0.07 m
Cumulative Impairment (less reversals):	€ 8.0 m
Portfolio as at 31 Dec 10	
Portfolio Par Value	€ 682.2 m
No. of Obligors	69
Weighted Average Spread	2.77%

Capital Structure as at 31 Dec 10			
Note	Initial Rating (S&P/Fitch)	Current Rating (S&P/Fitch)	Outstanding Amount (€m)
Class A1	AAA/ AAA	AA+/ AAA	284.0
Class A2	AAA/ AAA	AA/ AAA	62.5
Class A3	AAA/ AAA	AA/ AAA	145.0
Class B	AA/ AA	A-/ AA	48.5
Class C	A/ A	BBB-/ A	46.5
Class D	BBB/ BBB	BB+/ BBB	31.5
Class E	BB/ BB	CCC+/ B	31.0
Class F	B/ B	CCC-/ CCC	14.0 ²
Class G	NR/ NR	NR/ NR	48.0 ³

¹ The carrying value is determined in accordance with the requirements of IFRS and is not reflective of the current realisable value in the event of immediate disposal.

² GIL owns approximately 50% of Class F and interest payable to Class F notes is 6 month Euribor plus 4.95%.

³ GIL owns approximately 16.7% of Class G and payment to Class G notes depends on excess cashflow available after payments to the rated notes.

NEWGATE FUNDING 2006-3 PLC

- GIL has invested in 50% Mortgage Early Repayment Certificates (MERC) and Residual Certificates issued by Newgate Funding 2006-3 plc (“Newgate 06-3”), a securitisation entity of Mortgages plc. The stated maturity of the notes is December 2050.
- Newgate 06-3 holds a portfolio of registered first mortgages over UK residential property.
- Cumulative loss is higher than expected due to the difficult UK market conditions. Although arrears rate has decreased, it is expected to remain at an elevated level over the medium term.
- The last cash flow received for MERC was in February 2010 and no further cash flows are expected.
- On 10 February 2011, the Residual Certificates which had been fully impaired were sold for proceeds of £1.25 million.
- On 18 January 2011, S&P Rating Agency put Classes A, M and B on negative watch.

KEY INFORMATION	
As at 31 Dec 10	
Carrying Value	0
Quarter ended 31 Dec 10	
Impairment for the quarter:	Nil
Cumulative Impairment:	£ 9.3m
Portfolio as at 1 Nov 10	
No. of Loans	3,398
Average Loan Size	£ 106,439
Weighted Average LVR	80.31%
Seasoning	51.09 months

Capital Structure as at 18 Jan 11			
Note/ Certificate	Initial Rating (S&P/Fitch)	Current Rating (S&P/Fitch)	Outstanding Amount (£m)
Class A & M	AAA/ AAA	AAA ^{*/} / AAA	281.6
Class B	AA/ AA	AA- ^{*/} / A	39.5
Class C	A/ A	BBB/ BB	24.7
Class D	BBB/ BBB	BB- / B	15.6
Class E	BB/ BB	B/ CCC	5.9
Class T	BBB/ BBB	B/ CCC	4.1
Class Q	BBB/ BBB	CCC/ CC	6.5
MERC ¹	NR	NR	All prepayment penalties
Residual ²	NR	NR	All excess spread after repayment to T & Q notes

¹ Payment to MERC comes from prepayment penalties paid by borrowers in the mortgage pool.

² Payment to the Residual certificates depends on excess cashflow available after paying interest on all notes in the capital structure and after paying down principal of certain class of notes.

US RESIDENTIAL MORTGAGE-BACKED SECURITIES

- The US economic recovery appears to be picking up as the economy expanded by 3.2% in 4Q10 versus GDP growth in 3Q10 and 2Q10 of 2.6% and 1.7% respectively. Stronger growth may extend into 2011 as consumers and companies gain confidence to spend, boosted by a two-year extension of Bush-era tax cuts.
- Senior notes of US RMBS offer better structural protection and faster amortization compared to junior notes and are receiving principal payments currently.
- GIL has received aggregate cash flows of US\$728,913 during this quarter, consisting principal of US\$692,510 and interest of US\$36,403.
- As at 27 December 2010, the total current face amount was US\$26.46 million with cumulative principal collection of US\$1.54 million since the first purchase of RMBS beginning June 2010.

Portfolio Details

Security	Current Rating (Moody's/S&P)	Current Face @ Acquisition	Current Face @ 27 Dec 2010	Coupon	Credit Support	Cumulative Principal Received Since Acquisition
SAMI 2006-AR7 A1A1	Caa1*/CCC	4,929,264	4,634,548	1mL + 21bp	46.08%	294,716
BSMF 2006-AR5 1A12	Caa2/B-	5,208,097	5,015,511	1mL + 16bp	38.30%	192,586
AHM 2005-4 1A33	C/CC	10,996,833	10,260,746	1mL + 44bp	6.94%	736,087
BSMF 2007-AR4 1A14	Caa2/CCC	4,642,119	4,467,700	1mL + 20bp	44.48%	174,419
CARR 2006-NC3 A25	Caa1/AA	2,231,186	2,084,863	1mL + 10bp	37.43%	146,323

*- refers to negative watch

1. Structured Asset Mortgage Investments II Trust 2006-AR7 A1A
2. Bear Stearns Mortgage Funding Trust 2006-AR5 1A1
3. American Home Mortgage Investment Trust 2005-4 1A3
4. Bear Stearns Mortgage Funding Trust 2007-AR4 1A1
5. Carrington Mortgage Loan Trust, Series 2006-NC3 A2

KEY INFORMATION

As at 31 Dec 10

Carrying Value US\$10.75m

Quarter ended 31 Dec 10

Impairment for the quarter : Nil

Cumulative Impairment (less reversals) : Nil