

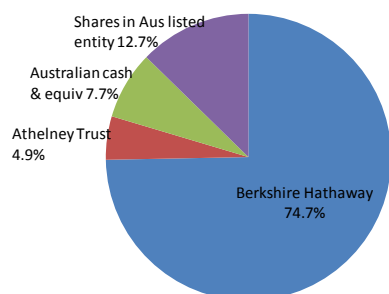
Performance Summary

The company's Net Asset Value at 87.77 cents per share remained unchanged from the last quarter notwithstanding a decline in the share price of Berkshire Hathaway (BRK) by 8%. The decline in BRK's share price was partially offset by the weaker Australian dollar against the United States dollar with the Australian dollar closing the quarter at US\$0.9781 against the US dollar. The BRK share price was a reflection of the downturn in the S&P 500 index during the quarter which posted a negative return of 14%. The share value of Global Masters Fund remained stable while the All Ords index dropped by 12.7% over the same period.

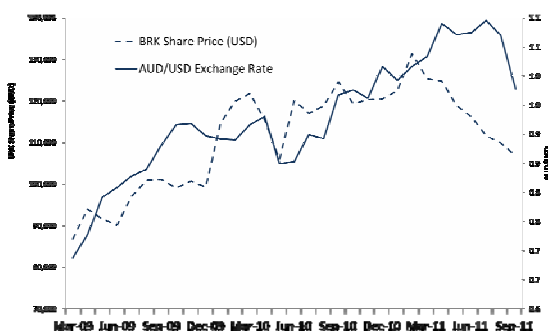
Investment Activity

Berkshire Hathaway (BRK) news releases during the quarter included the announcement of second quarter earnings for 2011, the appointment of Ted Weschler as the second investment manager of BRK, the completion of the acquisition of Lubrizol, and the approval of a program to repurchase BRK shares.

Asset Allocation (as at 30 September 2011)



Berkshire Hathaway Share Price and AUD/USD Exchange Rate



BRK released its second quarter operating results that showed a drop in operating earnings after tax by 12% compared to the same period last year. Operating earnings as at 30 June 2011 (excluding losses from investments and derivatives) stood at US\$2.704 billion (A\$2.79 billion) compared to US\$3.074 billion (A\$3.18 billion) in the second quarter of 2010. The decrease in earnings at the end of the second quarter was mainly due to losses in the insurance underwriting business, still affected by the major catastrophes witnessed in Japan, New Zealand and Australia. Investments from non-insurance businesses accounted for 68% of BRK's net earnings for this quarter.

Ted Weschler has joined BRK as the second investment manager and will be responsible for a segment of Berkshire's current equity portfolios. The majority of BRK's equity holdings will continue to be managed by long-standing Chairman Warren Buffett.

Lubrizol became a full-fledged subsidiary of BRK during the quarter. Lubrizol is engaged in the chemical industry providing complex and innovative chemistries, formulations and solutions to its customers.

The Board of Directors of Berkshire Hathaway has authorized a repurchase program of Class A and Class B shares of BRK. This move is seen to enhance the intrinsic value of BRK shares.

Investment Performance

(in US dollar terms)

	Quarter	1 Year
Berkshire Hathaway A stock return for the Sep 2011 quarter	-8.0%	-14.2%
S&P 500 return for the Sep 2011 quarter	-14.3%	0.9%

Total Net Market Value of Assets

\$ 7,529,942 or 87.77 cents per share

as at 30 September 2011

Global Masters Fund Relative Performance History

