

Financial Statements of

SAPIC GLOBAL MACRO MASTER FUND LTD.

December 31, 2012



SAPIC GLOBAL MACRO MASTER FUND LTD.

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Independent Auditors' Report to the Shareholders

We have audited the accompanying financial statements of SAPIC Global Macro Master Fund Ltd. (the "Master Fund"), which comprise the statement of assets and liabilities including the condensed schedule of investments as at December 31, 2012, and the statements of operations, changes in net assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America and for such internal control as management determines as necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Master Fund's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Master Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Master Fund as at December 31, 2012, its financial performance and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

June 24, 2013

SAPIC GLOBAL MACRO MASTER FUND LTD.

Statement of Assets and Liabilities

December 31, 2012

(stated in United States dollars)

	Note	2012
Assets		
Investment Funds, at fair value (cost \$43,228,596)	3,4,9	55,039,211
Cash and cash equivalents		13,699,114
Receivable for Investment Funds sold		30,868,995
Other assets		6,193
		<u>99,613,513</u>
Liabilities		
Redemptions payable		57,327,399
Other liabilities		59,671
Professional fees payable		27,750
Administration fees payable	6	25,977
Facility fees payable	8	23,026
		<u>57,463,823</u>
Net assets		<u>\$ 42,149,690</u>
Net assets consists of:		
Net capital paid in on Participating Shares	5	24,534,972
Retained earnings		17,614,718
		<u>\$ 42,149,690</u>
Net asset value per Participating Share, based on 34,117.64 Participating Shares outstanding	5,10	<u>\$ 1,235.42</u>

See accompanying notes to financial statements.

Approved on behalf of the Board of Directors on June 24, 2013

ALAN TOOKER

Director

DAMIAN JURIC

Director

SAPIC GLOBAL MACRO MASTER FUND LTD.

Condensed Schedule of Investments

December 31, 2012

(stated in United States dollars)

Description (% of net assets)	Units	Fair Value
INVESTMENT FUNDS		
Bluetrend Fund L.P. (18.01%)		7,589,584
Brevan Howard L.P. (16.57%)		6,986,036
Brevan Howard Multi-Strategy L.P. (9.30%)		3,919,687
Bridgewater Pure Alpha Fund II, LLC (30.34%)	7,029	12,787,291
Remington Investment Strategies, L.P. (35.49%)		14,959,992
The Tudor BVI Global Fund L.P. (11.74%)		4,948,501
WCG Partners, L.P. (9.13%)		3,848,120
Total Investment Funds (130.58%) (cost \$43,228,596)		\$ 55,039,211

Most of the holdings above are in partnerships with no unitized holdings.

See accompanying notes to financial statements.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Statement of Operations

Year ended December 31, 2012
(stated in United States dollars)

	Note	2012
Expenses		
Administration fees	6	91,156
Facility fees	8	25,026
Directors' fees		15,000
Other		257
Professional fees		(2,506)
		128,933
Net investment loss		(128,933)
Net realized and unrealized gain on investment activities		
Net realized gain on sale of Investment Funds		5,449,086
Net change in unrealized gain on Investment Funds		(3,715,879)
		1,733,207
Increase in net assets resulting from operations		\$ 1,604,274

See accompanying notes to financial statements.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Statement of Changes in Net Assets

Year ended December 31, 2012
(stated in United States dollars)

	Note	2012
Operations		
Net investment loss		(128,933)
Net realized gain on sale of Investment Funds		5,449,086
Net change in unrealized gain on Investment Funds		(3,715,879)
		<u>1,604,274</u>
Capital transactions		
Proceeds from issuance of Participating Shares	5	15,193,346
Payments for redemption of Participating Shares	5	(116,481,063)
		<u>(101,287,717)</u>
Decrease in net assets during year		<u>(99,683,443)</u>
Net assets at beginning of year		141,833,133
Net assets at end of year		<u>\$ 42,149,690</u>

See accompanying notes to financial statements.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Statement of Cash Flows

Year ended December 31, 2012
(stated in United States dollars)

	2012
Cash provided by/(applied in):	
Operating activities	
Increase in net assets resulting from operations	1,604,274
Proceeds from sale of Investment Funds	86,679,660
Add/(deduct) items not involving cash:	
Net realized gain on sale of Investment Funds	(5,449,086)
Net change in unrealized gain on Investment Funds	3,715,879
Net changes in non-cash operating balances:	
Receivable for Investment Funds sold	(23,450,086)
Other assets	(6,193)
Other liabilities	476
Professional fees payable	(70,250)
Administration fees payable	(45,919)
Facility fees payable	23,026
	<u>63,001,781</u>
Financing activities	
Proceeds from issuance of Participating Shares	14,693,347
Payments for redemption of Participating Shares	(69,417,321)
	<u>(54,723,974)</u>
Increase in cash and cash equivalents during year	<u>8,277,807</u>
Cash and cash equivalents at beginning of year	5,421,307
Cash and cash equivalents at end of year	<u>\$ 13,699,114</u>

See accompanying notes to financial statements.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements

December 31, 2012

(stated in United States dollars)

1. Incorporation and Principal Activity

SAPIC Global Macro Master Fund Ltd. (formerly known as CS Emerging Markets Debt Master Fund Limited until October 19, 2007 and CS Emerging Debt Long Short Master Fund Limited thereafter until December 29, 2008), (the “Master Fund”) was incorporated as an exempted company with limited liability under the Companies Law of the Cayman Islands on October 3, 2007. The Master Fund commenced its operation on January 1, 2009.

The investment objective of the Master Fund is to achieve a superior total return on their assets by investing in financial instruments (the “Investment Funds”) including global fixed income, commodities, currency and equity markets and their related derivatives through a multi-manager structure, primarily (but not exclusively) global macro portfolio of investments.

The Master Fund, along with SAPIC Global Macro Fund L.P. (the “Onshore Fund”), SAPIC Global Macro Fund Ltd. (the “Offshore Fund”), and SAPIC Sector (SPC) – SAPIC Global Macro Segregated Portfolio (the “SAPIC Sector Feeder”) operate as a “master/feeder” structure with the SAPIC Sector Feeder, Offshore Fund and Onshore Fund (collectively the “Feeder Funds”), subject to liquidity requirements, investing substantially all of their net assets in the Master Fund.

Credit Suisse Asset Management, LLC (the “Investment Manager”) provides investment management services to the Master Fund pursuant to an investment management agreement.

Citco Fund Services (Cayman Islands) Limited (the “Administrator”) acts as the Master Fund’s administrator. All administrative functions except registration related services have been delegated to Citco (Canada) Inc. (the “Sub-Administrator”).

2. Significant Accounting Policies

The accounting policies are in accordance with accounting principles generally accepted in the United States of America (“US GAAP”) and the significant accounting policies adopted by the Master Fund are as follows:

(a) Use of estimates

The preparation of the financial statements requires management to make assumptions and estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the year. Actual results could differ from those estimates.

Fair value estimates are made at a specific point in time, based on market conditions and information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of significant judgment and therefore cannot be determined with precision. Changes in assumptions could significantly affect the estimates.

(b) Cash and cash equivalents

The Master Fund considers cash in banks with an original maturity of three months or less to be cash and cash equivalents. The Master Fund holds its cash and cash equivalents in an interest-bearing account at Citco Banking Corporation N.V.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

2. Significant Accounting Policies (continued)

(c) Valuation of investments and determination of net asset value (the "NAV")

The assets and liabilities of the Master Fund are valued on the last business day of each calendar month or at such other times as determined by the Investment Manager and the Board of Directors in its sole discretion. The Master Fund's investments in Investment Funds are presented at fair value, as determined by the Investment Manager. Fair value of the Investment Funds is generally based on the unaudited NAV of the underlying Investment Funds as supplied by the administrator of these Investment Funds, in accordance with the practices and policies of each such Investment Fund. Such practices and policies may not be consistent.

If the Investment Manager determines that the value of any Investment Fund does not represent fair value, the Investment Manager, under the overall supervision and direction of the Board of Directors, will value such investments in good faith.

Amounts owing from the Investment Funds' administrators for Investment Funds sold prior to year end are included as receivable for Investment Funds sold, in the statement of assets and liabilities.

(d) Investment transactions and investment income

Investment transactions are accounted for on the effective date (the date the subscription or redemption is effective). The Investment Funds generally do not make regular cash distributions of income and gains and are generally considered non-income producing securities.

The Master Fund uses the first-in-first-out method to determine realized gain or loss on derecognition.

Income and expenses are recorded in the statement of operations on an accruals basis.

(e) Taxation

The Master Fund is required to recognize the tax benefits of uncertain tax positions only where the position is more-likely-than-not (i.e. greater than 50 percent) to be sustained assuming examination by a tax authority based on the technical merits of the position. In evaluating whether a tax position has met the recognition threshold, the Master Fund must presume that the position will be examined by the appropriate taxing authority that has full knowledge of all relevant information.

A tax position that meets the more-likely-than-not recognition threshold is measured to determine the amount of benefit to recognize in the Master Fund's financial statements. Income tax and related interest and penalties would be recognized by the Master Fund as tax expense in the statement of operations if the tax positions were deemed to not meet the more-likely-than-not threshold. Derecognition of a tax benefit previously recorded could result in the Master Fund recording a tax liability that would reduce the net assets.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

2. Significant Accounting Policies (continued)

(e) Taxation (continued)

The Master Fund analyzes all open tax years for all major taxing jurisdictions. Open tax years are those that are open for examination by taxing authorities, as defined by the statute of limitations in each jurisdiction. The Master Fund identifies its major tax jurisdictions as its country of domicile, the Cayman Islands, and foreign jurisdictions where the Master Fund makes significant investments.

There are no taxes on income or gains in the Cayman Islands and in accordance with the provisions of section 6 of the Tax Concessions Law, the Master Fund has received an undertaking from the Governor in Cabinet of the Cayman Islands exempting it from all local taxation on future profits, income or gains until October 16, 2027. Accordingly, no provision for income taxes is included in these financial statements.

The Master Fund has no examinations by tax authorities in progress. No interest expense or penalties have been assessed for the year ended December 31, 2012.

(f) Allocation of income and expenses

Income and expenses that are identifiable with a particular class are allocated to or charged against the class in computing its NAV. Other income and expenses are allocated pro rata between the class or otherwise at the discretion of the Board of Directors.

(g) Recent accounting pronouncements

In December 2011, the Financial Accounting Standards Board (“FASB”) issued Accounting Standard Update (“ASU”) 2011-11, Disclosure about Offsetting Assets and Liabilities, in conjunction with the International Accounting Standards Board (“IASB”) issuance of Disclosures – Offsetting Financial Assets and Financial Liabilities (Amendments to International Financial Reporting Standards (“IFRS”) 7). While the Boards retained the existing offsetting models under US GAAP and IFRS, the new standards require disclosures to allow investors to better compare financial statements prepared under US GAAP with financial statements prepared under IFRS. The amendments in this ASU require an entity to disclose information about offsetting and related arrangements to enable users of its financial statements to understand the effect of those arrangements on its financial position.

ASU 2011-11 requires entities to disclose both gross and net information about financial instruments and derivative instruments that are either (i) offset in the statement of financial condition, or (ii) subject to an enforceable master netting arrangement or similar arrangement, irrespective of whether they are offset in the statement of financial condition. In addition, ASU 2011-11 requires disclosure of collateral received and posted in connection with master netting agreements or similar arrangements.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

2. Significant Accounting Policies (continued)

(g) Recent accounting pronouncements (continued)

The requirements of ASU 2011-11 are effective for interim and annual reporting periods beginning on or after January 1, 2013. The guidance requires retrospective application for all comparative periods presented.

The adoption of ASU 2011-11 will not have any impact on the Master Fund's financial position or results of operations, as ASU 2011-11 only affects disclosures about offsetting.

3. Fair Value Measurements

The Master Fund records its investments based on the NAV of the underlying Investment Funds to estimate, as a practical expedient, their fair value discussed in Note 2 (c). In accordance with the authoritative guidance on fair value measurements and disclosures under US GAAP, the Master Fund discloses the fair value of its investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value. Fair value is defined as the price that the Fund would receive to sell an asset or pay to transfer a liability in an orderly and timely transaction with market participants at the measurement date.

The guidance establishes a three-tier hierarchy to distinguish between:

- (i) Inputs that reflect the assumptions market participants would use in pricing an asset or liability developed based on market data obtained from sources independent of the reporting entity (observable inputs), and
- (ii) Inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing an asset or liability developed based on the best information available in the circumstances (unobservable inputs) and to establish classification of fair value measurements for disclosure purposes.

Various inputs are used in determining the value of the investments. The inputs are summarized into three broad levels listed below:

- Level 1 Valuations based on quoted prices in active markets for identical assets or liabilities.
- Level 2 No market for identical assets, involves estimating the value of the assets or instrument based on observable inputs or objective market data such as yield curves for similar assets and transactions in similar assets, unless those transactions are the result of a forced liquidation or distressed sale.
- Level 3 No observable inputs i.e. little or no market activity outside of forced liquidation or distressed sale.

The inputs or methodology used for valuing investments are not necessarily an indication of the risk associated with investing in those Investment Funds.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

3. Fair Value Measurements (continued)

The following table analyzes within the fair value hierarchy, the Master Fund's financial assets carried at fair value at December 31, 2012:

	Investment Funds
Level 3	\$ 55,039,211

The Investment Manager has established valuation processes and procedures to ensure that the valuation techniques for investments categorized within Level 3 of the fair value hierarchy are fair, consistent, and verifiable. The Investment Manager has designated a valuation committee (the "Committee"), comprising investment and non-investment professionals, to oversee the entire valuation process of the Master Fund's Level 3 investments and report valuation matters to the Investment Manager. The Investment Manager reports to the Master Fund's Board of Directors. The Committee is responsible for developing the Master Fund's written valuation processes and procedures, conducting periodic reviews of the valuation policies, making modifications, if any, to the valuation policy, and evaluating the overall fairness and consistent application of the valuation policies. The Committee is also responsible for regular monitoring of Investment Funds' valuation and resolving any ambiguities in valuing such Investment Funds.

The Committee meets semi-annually, or more frequently as needed, to determine the valuations of the Master Fund's Level 3 investments. Valuations determined by the Committee are required to be supported by market data, third-party pricing sources, industry accepted pricing models, counterparty prices, or other methods that the Committee deems to be appropriate.

The Master Fund's Level 3 investments are valued using unadjusted NAV of investments in the underlying Investment Funds companies. As a result, there are no unobservable inputs that have been internally developed by the Master Fund in determining the fair values of its investments as of December 31, 2012.

The guidance also requires a reconciliation of assets for which significant unobservable inputs were used in determining fair value. The following table presents additional information about Level 3 assets measured at fair value:

	Investment Funds
Balance as of December 31, 2011	139,985,664
Sale of Investment Funds	(86,679,660)
Net realized gain on sale of Investment Funds	5,449,086
Net change in unrealized gain on Investment Funds	(3,715,879)
Balance as of December 31, 2012	\$ 55,039,211

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

3. Fair Value Measurements (continued)

Net realized gain and net change in unrealized gain on Investment Funds are included in the related amounts in the statement of operations as of December 31, 2012, as appropriate. There were no transfers across the three levels during the year ended December 31, 2012.

4. Investment Funds

The investment objectives and standard redemption restrictions/liquidity provisions for the Investment Funds held by the Master Fund as at December 31, 2012 whose fair value exceeds 5% of net assets are noted below. Where possible, the Investment Manager negotiates more favorable liquidity terms on behalf of the Master Fund.

Investment Funds	Investment objectives	Redemption restrictions/liquidity provisions
Bluetrend Fund L.P.	To achieve long-term appreciation in the value of its assets by implementation of a systematic trading model or portfolio of systematic trading models.	Quarterly on the last calendar day with 60 days notice.
Brevan Howard L.P.	The fund invests all of its assets (to the extent not retained in cash) in the ordinary shares of its master fund. The investment objective of its master fund is to generate consistent long-term appreciation through active leveraged trading and investment on a global basis in multiple investment strategies combining macro and relative value strategies.	Monthly with 90 days notice. A redemption fee of 5% will be applicable to any shares redeemed that exceed 25% of the peak shareholding and are redeemed in any consecutive 3 month period. The peak shareholding is the largest number of shares held by the investor over the 12 months prior to the most current redemption date.
Brevan Howard Multi-Strategy L.P.	Through its master fund, to generate consistent long-term appreciation through active, direct and indirect, leveraged trading and investment on a global basis in multiple investment strategies.	Monthly on the first business day with at least 3 months prior written notice.
Bridgewater Pure Alpha Fund II, LLC	To achieve substantial capital appreciation in a wide range of asset classes using proprietary investment systems developed by the investment manager while targeting an alpha tracking error of approximately 18%. These asset classes include the currency, fixed-income, equity, and commodity markets. The company utilizes exchange traded futures contracts, over the counter derivatives, cash securities, and spot and forward contracts in the international currency market.	Monthly on the first business day with 5 days notice

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

4. Investment Funds (continued)

Investment Funds	Investment objectives	Redemption restrictions/ liquidity provisions
Remington Investment Strategies, L.P.	The partnership, directly and through subsidiaries, engages in the business of attempting to achieve the highest return on capital consistent with principles designed to manage the risk of capital loss through investments and transactions, both long and short, across global markets, including foreign exchange, government and corporate debt securities, interest rate instruments, equity securities, stock indices, precious metals and traditional and base industrial commodities through investment in the spot, forward, futures, options and swap markets, as well as in hybrid securities and other derivative instruments or any other similar agreement. The fund's current strategy emphasizes directional positioning and also, to a lesser extent, relative value and credit strategies.	Quarterly with 60 days notice following a 36 month hard lockup.
The Tudor BVI Global Fund L.P.	To achieve capital appreciation by investing substantially all of its investable assets in a portfolio, whose objective is capital appreciation through leveraged trading and investment, on a worldwide basis, in commodities, currencies, securities, and related derivative instruments.	Quarterly on the last calendar day with 60 days notice.
WCG Partners, L.P.	To seek to achieve superior total return on its assets over the intermediate to long-term by investing in global fixed income, commodities, currency and equity markets and their related derivatives.	Quarterly with 60 days notice following a 12 month hard lockup.

5. Share Capital

		2012
Authorized:		
5,000,000 non-voting, Participating Shares of \$0.01 each	\$	50,000
5,000,000 non-voting, Participating Shares of £0.01 each	£	50,000

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

5. Share Capital (continued)

The movements in the number of Participating Shares during the year ended December 31, 2012, are as follows:

	2012
Balance at beginning of year	116,655.23
Issued during year	12,499.05
Redeemed during year	(95,036.64)
Balance at end of year	34,117.64

At December 31, 2012, the Onshore Fund held 21,806.28 Class A Participating Shares, the Offshore Fund held 12,121.16 Class A Participating Shares, and the SAPIC Sector Feeder held 190.20 Class A Participating Shares.

The Board of Directors may allot, issue, grant options or warrants over, or otherwise dispose of Participating Shares in separate classes and/or series with different terms, preferences, privileges or special rights including, without limitation, with respect to investment strategy and/or policy, participation in assets, profits and losses of the Master Fund, voting, fees charged (including management, performance and incentive fees), redemption privileges, allocation of costs and expenses as the Board of Directors may, in their absolute discretion, determine. Participating Shares are only issued as full paid.

During the year ended December 31, 2012, only Class A Participating Shares denominated in US dollars were issued. At the beginning of each month, Participating Shares are issued for subscriptions and recorded at the current month's NAV.

6. Administration Fees

The Administrator performs various administrative services including operational aspects of shares issue, redemption services and calculation of the Master Fund's NAV and the NAV per share on a monthly basis.

The Administrator utilizes the Sub-Administrator to provide certain accounting and administrative services to the Master Fund. All the fees and expenses of the Sub-Administrator are paid by the Administrator out of its fees.

The Master Fund pays the Administrator an annual fee calculated on a monthly basis as a percentage of the Master Fund's NAV for the preceding month. The administration fee accrues and is payable monthly in arrears.

7. Related Parties

The Investment Manager is a related party by virtue of its ability to exercise significant influence over portfolio management decisions.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

8. Credit Facility

The Master Fund has entered into an uncommitted revolving loan facility with Credit Suisse International (“CSI”) in order to purchase investments pending the liquidation of existing investments. Borrowing under these arrangements are subject to a maximum of \$13,000,000 and bear interest equal to the Federal Funds Effective Rate of 1.6%.

During the year ended December 31, 2012, the Master Fund incurred facility fees (comprising of interest and commitment fees) of \$25,026, of which \$23,026 was still outstanding as of December 31, 2012. No amount was drawn on the facility during the year ended December 31, 2012 and there is no principal balance outstanding as of December 31, 2012.

9. Risk Factors

In the normal course of its business, the Investment Funds in which the Master Fund invests, trade various Investment Funds and enter into various investment activities with off-balance sheet risk which may result in market, credit and liquidity risks, the amounts of which are not apparent from the financial statements. The Master Fund’s risk of loss in these Investment Funds is limited to the value of these investments reported by the Master Fund.

In pursuing its investment objectives, the Master Fund invests in Investment Funds managed by select alternative asset managers. These Investment Funds may utilize diverse investment strategies, which are not generally managed against traditional investment indices.

The Investment Funds selected by the Master Fund will invest in and actively trade securities and other financial instruments using a variety of strategies and investment techniques that may involve significant risks.

Such risks arise from the volatility of the equity, fixed income, commodity and currency markets, leverage both on and off balance-sheet associated with borrowings, short sales and derivative instruments, the potential illiquidity of certain instruments including emerging markets, private transactions, derivative, and counterparty and broker defaults.

Market Risk

Market risk is the risk that changes in interest rates, foreign exchange rates or equity and commodity prices will affect the positions held by the Master Fund. The Master Fund is exposed to market risk on financial instruments that are valued at market prices. Market movements can be volatile and difficult to predict. The markets for some financial instruments have limited liquidity and depth which may limit the Master Fund’s ability to dispose of its holdings.

Market risk includes price risk, interest rate risk and currency risk.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

9. Risk Factors (continued)

Market Risk (continued)

Price risk

The Investment Funds are subject to normal market fluctuations and other risks inherent in investing in securities and there can be no assurance that any appreciation in value will occur. The value of investments can fall as well as rise and investors may not realize the amount that they invest. *Interest rate risk*

The Investment Funds may be interest rate sensitive, which means that their value and, consequently, the value of the Master Fund's investment may fluctuate as interest rates fluctuate.

Currency risk

The Investment Funds may invest in securities of foreign companies that involve special risks. These risks include devaluation of currencies, less reliable information about issuers, different securities transaction clearance and settlement practices, and future adverse political and economic developments. Moreover, securities of many foreign companies and their markets may be less liquid and their prices highly volatile.

Credit risk

Credit risk is the risk of counterparty default. Credit risk is generally higher when a non-exchange traded financial instrument is involved because the counterparty for non-exchange traded financial instruments is not backed by an exchange-clearing house. At December 31, 2012, the Master Fund held no exchange traded financial instruments.

The amount of credit exposure is represented by the carrying amounts of the assets on the statement of assets and liabilities. Cash and cash equivalents are held with one financial institution, and the Master Fund is subject to credit risk to the extent that this institution may be unable to fulfill its obligations to repay the amounts owed.

The Master Fund's investment activities expose it to credit risk on Investment Funds with whom they trade and will always bear the risk of settlement default. All significant concentrations of credit risk with respect to Investment Funds at December 31, 2012 are disclosed in the condensed schedule of investments. All investments are held by Citco Global Custody N.V. (the "Custodian").

The Master Fund does not anticipate any material losses as a result of these concentrations.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

9. Risk Factors (continued)

Liquidity risk

Liquidity risk is the risk that the Master Fund will encounter difficulty in raising funds to meet commitments. The Master Fund invests its assets in other Investment Funds which may be illiquid. Certain Investment Funds have established restrictions on the ability of their investors (including the Master Fund) to fully receive proceeds from redemptions. In addition, certain Investment Funds may segregate illiquid assets into side pockets and issue special shares to their investors. As disclosed in Note 4, the Master Fund's investment holdings are redeemable monthly to quarterly subject to redemption notices of 5 to 90 days.

The liquidity risk involved with these Investment Funds is dependent on the redemption policies of the individual Investment Funds, including their lock-up or lock-in period. Some of the Investment Funds may be or become illiquid and the realization of investments from them may take a considerable time and/or be costly. The Master Fund's investments in such Investment Funds may not be readily realizable and their marketability may be restricted, in particular because Investment Funds may have restrictions that allow redemptions only at specific infrequent dates with considerable notice period, and apply lock ups and/or redemption fees.

Consequently, the Master Fund may not be able to quickly liquidate its investment at an amount close to its fair value in order to meet the Master Fund's liquidity requirements or to respond to specific events. The Master Fund's ability to withdraw monies from or invest monies in Investment Funds with such restrictions will be limited and such restrictions will limit the Master Fund's flexibility to reallocate such assets among the underlying Investment Funds.

The Investment Manager aims to maintain a portion of the Master Funds assets in cash and cash equivalents in order to meet anticipated investor share redemptions. Arrangements are made with the participating shareholders to be kept informed of expected redemption requests so that the liquidity of the Master Fund may be managed at its optimum level. There is no assurance that the liquidity of such investments will always be sufficient to meet redemption request as and when made. Any lock of liquidity may affect the liquidity of the participating shares in the affected share class and the value of their investments.

All of the Master Fund's liabilities as at December 31, 2012, have contractual, undiscounted residual maturities of three months or less.

SAPIC GLOBAL MACRO MASTER FUND LTD.

Notes to Financial Statements (continued)

December 31, 2012

(stated in United States dollars)

10. Financial Highlights

	Class A
Per Participating Share operating performance ⁽¹⁾	
Net asset value per Participating Share at beginning of year	1,215.83
Income from investment operations:	
Net investment loss ⁽²⁾	(1.13)
Net realized and unrealized gain on Investment Funds ⁽²⁾	20.72
	19.59
Net asset value per Participating Share at end of year	\$ 1,235.42
Total return	1.61%
Supplemental data:	
Ratio of expenses to average net assets	0.10%
Ratio of net investment loss to average net assets	(0.10)%

⁽¹⁾ Per Participating Share operating performance is calculated for a Participating Share outstanding throughout the year.

⁽²⁾ The amounts based on average number of Participating Shares outstanding during the year.

The ratios above do not reflect the Master Fund's proportionate share of income and expenses of the underlying Investment Funds.

11. Subsequent Events

During the period from January 1, 2013 through May 31, 2013, there were capital subscriptions of \$53,952,552 and capital redemptions of \$23,956,024.

In preparing these financial statements, management has evaluated and disclosed all material subsequent events up to June 24, 2013, which is the date that the financial statements were available for issue.