

IN THE GRAND COURT OF THE CAYMAN ISLANDS

0274
CAUSE NO OF 2009

IN THE MATTER OF SECTION 18 OF THE BANKRUPTCY LAW (1997 REVISION)

AND

IN THE MATTER OF SECTION 30(3)(E) OF THE MUTUAL FUNDS LAW (2007 REVISION)

AND

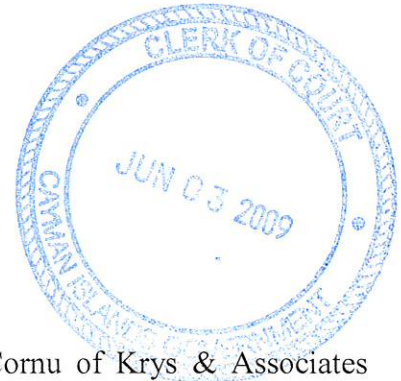
IN THE MATTER OF SEXTANT STRATEGIC GLOBAL WATER FUND OFFSHORE LTD. (IN CONTROLLERSHIP)

AND

IN THE MATTER OF SEXTANT STRATEGIC HYBRID2HEDGE RESOURCE FUND OFFSHORE LTD. (IN CONTROLLERSHIP)



PETITION



TO THE GRAND COURT

The humble petition of Messrs Kenneth Krys and Timothy Le Cornu of Krys & Associates Cayman Ltd. of George Town, Grand Cayman, Cayman Islands shows that:

1. On the 15th day of May 2009 the Cayman Islands Monetary Authority pursuant to the powers conferred by Section 30(3)(e) of the Mutual Funds Law (2007 Revision) and at the expense of Sextant Strategic Hybrid2Hedge Resource Fund Offshore Ltd and Sextant Strategic Global Water Fund Offshore Ltd (the "Funds") appointed Messrs Kenneth Krys and Timothy Le Cornu ("the Controllers") of the firm of Krys & Associates Cayman Ltd. of the Cayman Islands to assume control of the affairs of the Funds and to have, with necessary changes, all the powers of a person appointed as a Receiver or Manager of a business appointed under Section 18 of the Bankruptcy Law (1997 Revision).
2. Under the terms of the appointment the Controllers are required to apply to the Grand Court of the Cayman Islands to obtain directions under Section 18 of the Bankruptcy Law (1997 Revision), including obtaining directions regarding the professional fees and costs of the Controllers.

Your Petitioners therefore humbly pray that an Order be made that:

- (1) Pursuant to but without limiting the powers granted to the Controllars under sections 30(3)(e), (7), (8) & (9) of the Mutual Funds Law (2007 Revision), the Controllars shall have the power to:
 - (i) assume control of, collect and get in all property or assets of whatever nature to which the Funds are or appear to be entitled;
 - (ii) safeguard the interests of investors or creditors of the Funds and provide an inventory of assets and liabilities of the Funds as necessary;
 - (iii) take possession or make copies of the books, records and other documents pertaining to the affairs of the Funds and obtain from the Funds, their respective Boards of Directors and any agents or employees of or service providers to the Funds such documents or information as the Controllars reasonably consider necessary to properly discharge their functions under this Order and to enable a proper accounting of the current financial position of the Funds;
 - (iv) with the approval of the Cayman Islands Monetary Authority, appoint, upon such terms as they may think fit, barristers, attorneys, solicitors, other professional persons or agents or whether in the Cayman Islands or elsewhere as they may consider necessary to do any business which the Controllars are unable to do themselves or which may be more conveniently be done by an agent or to advise and assist the Controllars in the performance of their duties and functions pursuant to this Order and;
 - (v) enter into discussions and negotiations with any person in the Cayman Islands or elsewhere as necessary to arrive at a prompt and orderly resolution of any financial problems of the Funds;
 - (vi) refer to the Cayman Islands Monetary Authority all matters of a legal or mutual fund supervisory nature pertaining to the Funds;
- (2) The Controllars shall, with necessary changes, have all the powers of a receiver or manager of a business appointed under section 18 of the Bankruptcy Law and may, with necessary changes, exercise any or all the powers set out in sections 74 to 85 of the Bankruptcy Law (1997 Revision) without further sanction or order of this Honourable Court and, further, the Controllars may apply to the Court for directions pursuant to sections 89 and 90 of the Bankruptcy Law (1997 Revision);
- (3) Pursuant to section 30(6) of the Mutual Funds Law (2007 Revision) and subject to the approval of the Cayman Islands Monetary Authority, the Controllars be authorised to remunerate themselves and their staff at the rates set out in the Controllars' letter to the Cayman Islands Monetary Authority dated 15 May 2009 and that payment of the Controllars' remuneration be made out of the assets of the Company;
- (4) The costs of this Petition be borne equally by each of the Funds and be paid out of the assets of the Funds;
- (5) Such other orders as the Court thinks fit.

AND your Petitioner will ever pray etc.

Dated the 3rd day of June 2009.

Solomon Harris

**SOLOMON HARRIS
ATTORNEYS-AT-LAW FOR THE PETITIONERS**

NOTE: This Petition is intended to be served on:
TO: Cayman Islands Monetary Authority
TIME ESTIMATE: The estimated length of the hearing of this Petition is 30 mins.

NOTICE OF HEARING

This Petition having been presented to the Court on the day of 2009 will be heard at the Court House, George Town, Grand Cayman on the day of 2009 in the forenoon/afternoon, or as soon thereafter as the Petition can be heard.

THIS PETITION was **FILED** by **SOLOMON HARRIS** of 2nd Floor, First Caribbean House, P.O. Box 1990 GT, Grand Cayman, Cayman Islands, Attorneys-at-law for and on behalf of the Petitioners whose address for service is that of their said Attorneys-at-law.