

# Ermitage Global Long Short Fund Class B EUR May 2010



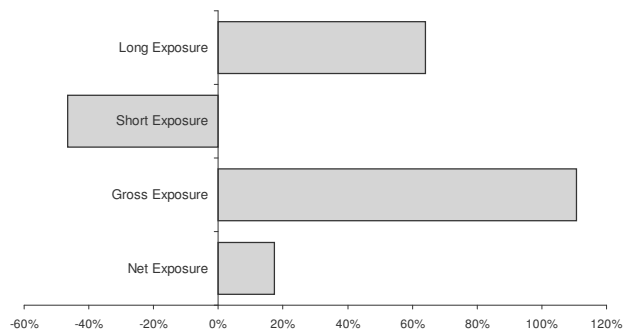
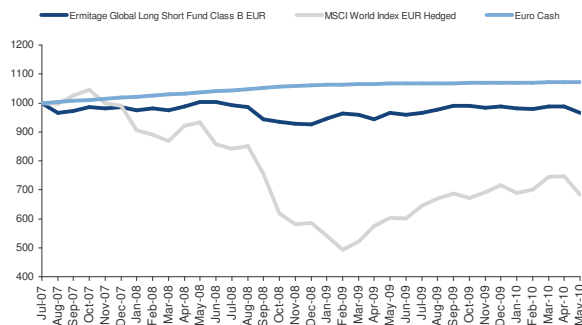
NAV	One Month Return	YTD	Since Inception	Standard Deviation	Overall Fund Size
€ 96.70	-2.08%	-2.22%	-3.30%	5.04%	\$ 71,740,005

## Investment Objective

To achieve consistent absolute, risk-adjusted returns principally through investments in Global equity markets primarily in long/short equities and equity-linked instruments, but also to a lesser extent, in the currency and debt markets. The Fund will seek to achieve lower risk and volatility than the global equity markets as a whole through a broad diversification of style and geographic region and through the management of portfolio risk exposures.

## Cumulative Performance of €1,000

## Strategy Breakdown as at May 2010



Investment allocations may be changed or modified at any time without notice to you at the sole discretion of the Investment Manager.

## Monthly Commentary

In a very difficult month for markets with the S&P500 losing 8.2%, the Ermitage Global Long Short Fund fell 2%. Overall, the Fund underperformed its beta exposure slightly over the month, with the Fund's net long position proving a significant drag. We also had a couple of disappointing individual manager performances but most performed in line with expectations given the nature of the trading environment. Net and gross exposure has reduced over the month and we do not feel compelled to make any major changes at this point. Clearly the outlook remains quite uncertain but we feel we have a good balance of styles within the portfolio to cope with a variety of possible scenarios. As discussed previously, we do not feel any need to take a strong directional view on the market at this stage. Markets are likely to gyrate between fear and greed for some time and as such we think adaptive nimble hedge funds are best placed to preserve capital and capture the anomalies in the market.

## Quantitative Analysis

Risk	Fund	MSCI	Cash	Return	Fund	MSCI	Cash
Sharpe Ratio	(0.71)	(0.65)	(0.23)	Average Annual Return	(1.18)	(12.58)	2.48
Standard Deviation	5.04	20.96	0.53	Average Monthly Return	(0.09)	(0.93)	0.20
Sortino Ratio	(0.93)	(0.84)	-	Largest Monthly Return	2.25	10.12	0.41
Downside Deviation (below 0%)	3.99	17.95	-	Largest Monthly Loss	(4.19)	(17.91)	-
Maximum Drawdown	(7.77)	(52.85)	-	Cumulative Return	(3.30)	(31.68)	7.17
Months In Maximum Drawdown	7.00	16.00	-	% Of Positive Months	41.18	50.00	100.00
Months To Recover	-	-	-				
Correlation	-	0.33	(0.23)				

## Monthly Performance (%) Net of Fees

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	(0.68)	(0.28)	0.85	(0.03)	(2.08)								(2.22)
2009	2.08	1.87	(0.47)	(1.57)	2.25	(0.50)	0.51	1.33	1.37	(0.19)	(0.68)	0.65	6.77
2008	(1.25)	0.74	(0.82)	1.58	1.55	(0.15)	(1.10)	(0.72)	(4.19)	(0.95)	(0.63)	(0.26)	(6.14)
2007								(3.51)	0.72	1.45	(0.46)	0.54	(1.32)

The benchmarks used for the Quantitative Analysis and the Cumulative Performance chart are for illustrative purposes only and are intended as a comparative measure against the investment objectives of the Ermitage Global Long / Short Fund. It should not be assumed that the Fund will invest in any specific investments that comprise the index nor should it be understood to mean there is a correlation between the Fund's returns and the index.

Past performance is not indicative nor a guarantee of future returns. Returns indicated are net of all fees and expenses and include the reinvestment of all dividends, income and profits.



## Dealing Information

<b>Dealing Day:</b>	The first business day of each month
<b>Subscription:</b>	Monthly, by 4pm (Dublin time) on the business day prior to the Dealing Day
<b>Redemption:</b>	Monthly, by 4pm (Dublin time), with notice of at least 5 Business Days prior to the first Business Day falling at least 60 days prior to the Redemption Day
<b>Redemption Payment:</b>	Normally within 30 days of the applicable Dealing Day
<b>Valuation:</b>	Monthly
<b>Minimum Subscription:</b>	EUR equivalent of US\$500,000 initial subscription. US\$100,000 or currency equivalent thereafter

## Fees & Expenses

<b>Front End Load:</b>	Maximum 3% where applicable
<b>Management Fee:</b>	1.5% per annum
<b>Administration Fee:</b>	0.11% per annum
<b>Custody Fee:</b>	Maximum 0.08% per annum plus transaction fees
<b>Performance Fee:</b>	10% with a high watermark and no hurdle

## Summary & Key Information

<b>Launch Date:</b>	1 August 2007
<b>Year End:</b>	31 December
<b>Permitted investors</b>	Institutional / Professional / Sophisticated (qualifications as set out in the offering document)
<b>U.S. Investors</b>	Tax-Exempts and other investors who are both "Accredited Investors" and Qualified Purchasers" (at the discretion of the Directors)
<b>Legal Structure:</b>	<p>The Fund is a company incorporated with limited liability under the laws of the Cayman Islands to operate as a private investment fund.</p> <p>The shares of the Fund have been admitted to the official list of the Irish Stock Exchange</p>
<b>ISIN:</b>	-
<b>Sedol:</b>	B23D883
<b>Bloomberg Ticker:</b>	ERMLSBE KY
<b>Investment Manager:</b>	Ermitage Asset Management Jersey Limited
<b>Administrative Agent:</b>	Bank of America Fund Services (Ireland) Limited
<b>Custodian Bank:</b>	HSBC Securities Services (Luxembourg) S.A.
<b>Publication of Information:</b>	Financial Times Managed Funds Services and <a href="http://www.ermitagegroup.com">www.ermitagegroup.com</a>

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