

# Ermitage Global Long Short Fund Class B EUR July 2010



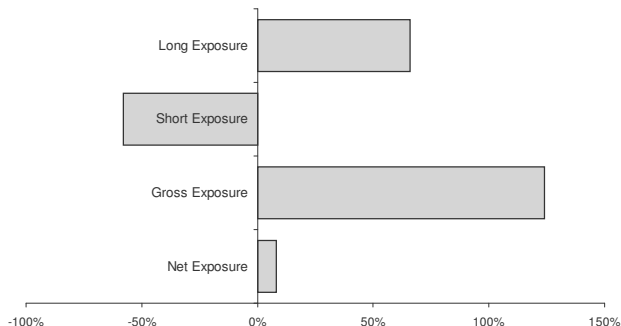
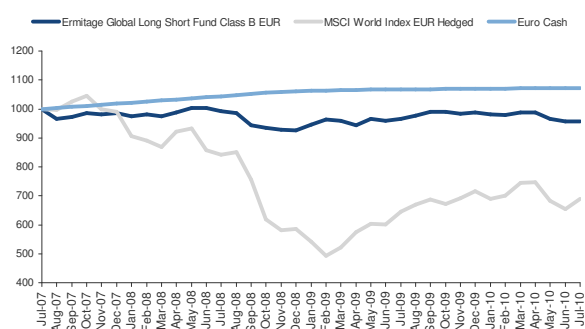
NAV	One Month Return	YTD	Since Inception	Standard Deviation	Overall Fund Size
€ 95.65	-0.06%	-3.28%	-4.35%	4.92%	\$ 72,177,946

## 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 July 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

The Global Long Short Fund finished July down 8bp. Performance was disappointing in July given the positive equity backdrop. We saw a wide range of returns in our long/short holdings from circa +4% to -4%. Traditional stock pickers were the best performers over the month, especially those with a net long disposition. A number of managers benefited from the pick-up in M&A in the UK. SSL was finally formally approached by Reckitt Benckiser, Tomkins received a bid from a Canadian consortium and PartyGaming announced a merger. A drag on performance came from managers with more cautious outlooks on the economy, who were thus badly positioned for the risk led rally. This skew manifests into their books via a long defensives versus short cyclicals tilt. The hedging side of our own portfolio was also increased at the start of July which was a major drag on performance and clearly the timing was not perfect. However, we believe this adjustment should prove prudent across the course of the year.

## Quantitative Analysis

Risk	Fund	MSCI	Cash	Return	Fund	MSCI	Cash
Sharpe Ratio	(0.76)	(0.61)	-	Average Annual Return	(1.47)	(11.69)	2.37
Standard Deviation	4.92	20.78	0.53	Average Monthly Return	(0.11)	(0.85)	0.20
Sortino Ratio	(1.00)	(0.80)	-	Largest Monthly Return	2.25	10.12	0.41
Downside-Deviation (below 0%)	3.92	17.62	-	Largest Monthly Loss	(4.19)	(17.91)	-
Maximum Drawdown	(7.77)	(52.85)	-	Cumulative Return	(4.35)	(31.13)	7.27
Months In Maximum Drawdown	7.00	16.00	-	% Of Positive Months	38.89	50.00	100.00
Months To Recover	-	-	-				
Correlation	-	0.33	(0.21)				

## 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)	(1.02)	(0.06)						(3.28)
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>	The Fund is a company incorporated with limited liability under the laws of the Cayman Islands to operate as a private investment fund.  The shares of the Fund have been admitted to the official list of the Irish Stock Exchange
<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>

## Contact Details

Ermitage Asset Management Jersey Limited	47 The Esplanade, St. Helier, Jersey JE1 9LB, Channel Islands
Tel: +44 (0) 1534 615500      Fax: +44 (0) 1534 615520	Email: <a href="mailto:info@ermitagegroup.com">info@ermitagegroup.com</a> <a href="http://www.ermitagegroup.com">www.ermitagegroup.com</a>

Ermitage Asset Management Jersey Limited has issued this publication which is for private circulation only, is published solely for information purposes and does not constitute an offer to sell or an invitation to buy any of the securities or funds mentioned herein. Subscriptions will only be received and units or shares issued on the basis of the current Explanatory Memorandum for the fund and prospective investors should carefully consider the risk warnings and disclosures for the fund set out therein. Investors should also consider any other factors that may be relevant to their circumstances, including tax considerations, before making any investment. Units or shares in the fund are not for sale in any jurisdiction in which such sale would be prohibited. Without limiting the generality of the previous statement, with particular reference to the UK, this document may only be distributed to and acted upon by those persons in the UK pursuant to the Financial Services and Markets Act 2000 (Financial Promotion) Order 2001 as amended. None of the funds described herein are regulated under the Financial Services and Markets Act 2000, and for such funds protections provided by the UK regulatory system do not apply, nor are the benefits available under the Financial Services Compensation Scheme. When issued in the UK, issued by Ermitage UK Limited, which is authorised and regulated by the Financial Services Authority. Whilst reasonable efforts have been made to ensure the accuracy of the information herein, which may be based on proforma, estimated or unaudited figures, the Ermitage Group accepts no responsibility for its accuracy, nor the reasonableness of the conclusions based upon such information. The contents of this document are subject to change without prior notification. Past performance is not a guarantee of future performance. Returns indicated are net of all fees and expenses and include the re-investment of all dividends, income and profits. The price of units or shares can go down as well as up and may be affected by changes in rates of exchange. An investor may not receive back the amount invested. Where applicable, estimate prices are based solely on information and data supplied by the fund administrators and managers, therefore, Ermitage Group does not guarantee its accuracy or completeness. Ermitage Asset Management Jersey Limited ("EAMJL") is registered with the Jersey Financial Services Commission under the Financial Services (Jersey) Law 1998 for the conduct of investment business and fund services business.