

Ermitage Event Driven Fund Alpha Euro Class

February 2010

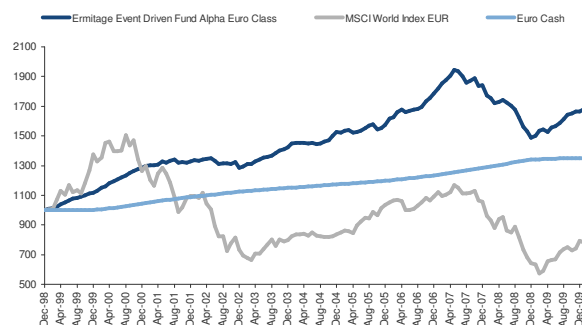


NAV	One Month Return	YTD	Since Inception	Standard Deviation	Overall Fund Size
€ 124.71	-0.50%	0.35%	**67.08%	**4.33%	\$ 55,087,218

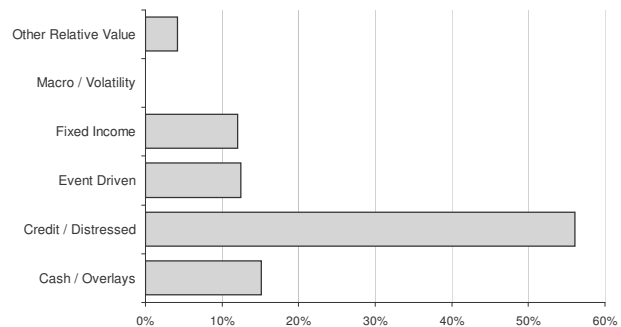
Investment Objective

To deliver consistent and superior returns over the medium term compared to fixed interest investments, accompanied by lower volatility, by investing in a diversified portfolio of risk arbitrage and event driven funds managed by specialist managers who have, over a prolonged period, achieved above average, risk adjusted returns. The Fund's methodology is geared towards achieving risk adjusted returns, as measured by Sharpe Ratio, and low correlation when compared to fixed income and equity markets.

Cumulative Performance of €1,000



Strategy Breakdown as at February 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 Event Driven Fund posted a loss of circa 0.5% for the month of February, as positive returns from our credit, distressed, and ABS strategies were offset by losses in the event-driven and directional strategies. February was one of the more challenging months for risk management in the past year. Credit spreads widened almost across the board with US high yield widening 21bps to 660bps over treasuries and the CDX US investment grade index widening 10bps to 119. Surprisingly, this sell-off in credit happened despite strength in US equities and a decrease in implied equity volatility. This environment particularly hurt managers who were short equities as a hedge against a portfolio of credits, and largely explains the relative underperformance of our Fund (where event-driven managers were also hurt by equity hedges) versus equity benchmarks. Going forward, we will continue to focus our research and investing efforts in strategies that offer strong risk-adjusted returns across a variety of market scenarios. These include event-driven equity, distressed and credit. We continue to be very excited about our prospects for generating strong, non-correlated returns.

Quantitative Analysis

Risk	Fund	MSCI	Cash	Return	Fund	MSCI	Cash
Sharpe Ratio	0.42	(0.22)	0.34	Average Annual Return	4.71	(1.91)	3.01
Standard Deviation	4.33	16.13	0.35	Average Monthly Return	0.39	(0.05)	0.25
Sortino Ratio	0.60	(0.39)	-	Largest Monthly Return	2.80	11.12	0.41
Downside-Deviation (below 0%)	3.01	12.22	-	Largest Monthly Loss	(4.01)	(11.80)	-
Maximum Drawdown	(23.45)	(61.91)	-	Compounded Return	67.08	(19.37)	35.19
Months In Maximum Drawdown	19.00	102.00	-	% Of Positive Months	75.37	56.72	100.00
Months To Recover	-	-	-				
Correlation	-	0.43	(0.22)				

Monthly Performance (%) Net of Fees

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	0.85	(0.50)											0.35
2009	0.76	2.37	0.51	(1.08)	1.89	0.46	1.40	1.84	1.82	0.46	0.65	0.19	11.79
2008	(3.72)	(1.12)	(1.98)	0.55	0.89	(1.05)	(1.20)	(1.51)	(3.17)	(4.01)	(1.87)	(2.72)	(19.13)
2007	1.87	1.91	1.16	1.57	2.06	(0.50)	(1.84)	(2.19)	0.58	1.15	(2.78)	0.19	3.04
2006	2.80	0.52	1.96	1.19	(1.14)	0.62	0.41	0.37	0.74	2.24	1.35	1.75	13.53
2005	(0.07)	0.76	0.21	(1.03)	0.21	0.68	1.06	1.10	0.48	(2.08)	0.44	1.47	3.22
2004	1.79	0.37	(0.01)	0.00	(0.20)	0.18	(0.61)	0.41	0.80	0.73	1.83	1.71	7.19
2003	0.52	1.35	0.18	1.17	1.16	1.00	0.32	0.43	1.19	1.42	0.52	0.97	10.72

Individual monthly performance figures from 2003 are shown in the table above. The Quantitative Analysis figures include all performance since inception.

** Performance figures prior to September 2001 reflect the performance of the Alpha Class USD shares adjusted for the effect of currency exchange rate and different management fees.

The Fund has changed one of its comparative benchmarks from the Citigroup WGBI Ccy Hedged Index to the MSCI World Index effective 1 June 2008. The rationale for this change is that the Fund believes that the new benchmark is a more suitable benchmark to compare the Fund's performance to. The benchmarks used for the Qualitative 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 Event Driven Fund. It should not be assumed that the Fund will invest in any specific investments that comprise of the index nor should it be understood to mean that 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 include the reinvestment of all dividends, income and profits.



Dealing Information

Dealing Day:	1st business day of each month
Subscription:	Monthly, on the business day prior to the relevant Dealing Day
Redemption:	Monthly with 90 days notice
Redemption Payment:	Normally within 30 days of the applicable Dealing Day
Valuation:	Monthly
Minimum Subscription:	EUR 100,000

Fees & Expenses

Front End Load:	None
Initial Sales Charge:	Maximum 3%
Incentive Fee:	None
Management Fee:	1%
Administration Fee:	Included in management fee
Custody Fee:	0.075% on first US\$50m, 0.05% on next US\$50m, 0.04% on remainder

Summary & Key Information

Launch Date:	May 2001
Year End:	31 December
Non-Eligible Investors:	US Investors

Legal Structure: Ermitage Event Driven Fund is an open-ended investment company incorporated in Jersey
The shares of the Fund have been admitted to the official list of the Irish Stock Exchange

ISIN:	GB0030409519
Sedol:	3040951
Bloomberg Ticker:	LIBEAAE
Manager:	Ermitage Asset Management Jersey Limited
Investment Adviser:	Ermitage UK Limited
Administrative Agent:	Bank of America Fund Services (Ireland) Limited
Custodian Bank:	Royal Bank of Canada (Channel Islands) Limited
Publication of Information:	Financial Times Managed Funds Services and www.ermitagegroup.com

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: info@ermitagegroup.com
	www.ermitagegroup.com

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