

# Ermitage Directional Fund (USD)

## April 2010

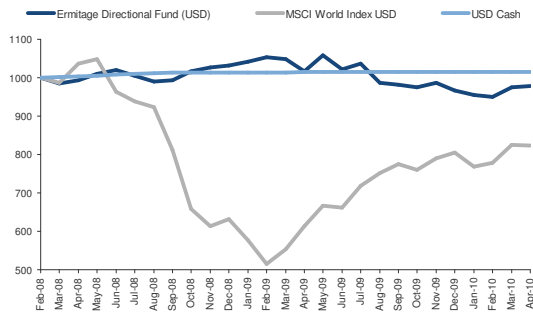


<b>NAV</b>	<b>One Month Return</b>	<b>YTD</b>	<b>Since Inception</b>	<b>Standard Deviation</b>	<b>Overall Fund Size</b>
<b>\$ 97.85</b>	<b>0.39%</b>	<b>1.15%</b>	<b>-2.15%</b>	<b>6.94%</b>	<b>\$ 41,609,289</b>

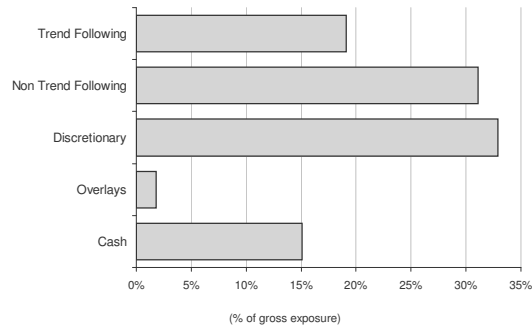
### Investment Objective

The investment objective of the Directional Portfolio is to achieve consistent absolute, risk-adjusted returns with a diversification of risk. The Portfolio will seek to achieve its objective by allocating assets principally, but not exclusively, across Managed Accounts and Underlying Funds with Submanagers who primarily pursue for the relevant Managed Account or Underlying Fund discretionary macro, systematic trend or systematic non-trend investment strategies.

### Cumulative Performance of \$1,000



### Strategy Breakdown as at April 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 Directional Fund was up 0.38% in April, taking YTD performance over 1%. April, like many months in recent times, can be characterized by two distinct performance periods. The month began well as trends and patterns from late March continued. With risk appetites seemingly increasing, and risk assets likewise, the performance started solidly. Approaching mid-month the position became more mixed and moving through to month end much of the gain had been surrendered, the exception being our trend following allocations. In writing this in early May, the Fund has been negatively impacted by marked changes in price direction. Despite this our outlook and portfolio construction philosophy remains in line with our comments of recent months, in that adaptability remains a key feature as the current turbulent macro news is digested.

### Quantitative Analysis

Risk	Fund	MSCI	Cash	Return	Fund	MSCI	Cash
Sharpe Ratio	(0.21)	(0.27)	-	Average Annual Return	(1.00)	(8.58)	0.72
Standard Deviation	6.94	24.72	0.26	Average Monthly Return	(0.06)	(0.49)	0.06
Sortino Ratio	(0.32)	(0.46)	-	Largest Monthly Return	4.18	10.90	0.21
Downside-Deviation (below 0%)	5.32	20.10	-	Largest Monthly Loss	(4.87)	(19.04)	-
Maximum Drawdown	(10.28)	(50.79)	-	Compounded Return	(2.15)	(17.66)	1.56
Months In Maximum Drawdown	9.00	9.00	-	% Of Positive Months	53.85	50.00	100.00
Months To Recover	-	-	-				
Correlation	-	(0.16)	0.01				

Indices: MSCI World Index and USD Cash

### Monthly Performance (%) Net of Fees

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Ytd
<b>2010</b>	(1.34)	(0.45)	2.57	0.39									<b>1.15</b>
<b>2009</b>	0.96	1.05	(0.36)	(3.07)	4.18	(3.51)	1.44	(4.87)	(0.38)	(0.73)	1.21	(1.99)	<b>(6.22)</b>
<b>2008</b>			(1.43)	0.74	1.65	1.11	(1.51)	(1.55)	0.34	2.42	0.91	0.53	<b>3.16</b>

The benchmark used for the Quantitative Analysis and the Cumulative Performance Chart is for illustrative purposes only and is intended as a comparative measure against the investment objectives of the Ermitage Directional 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 CET on the Business Day preceding the Dealing day
<b>Redemption:</b>	Monthly, subject to 90 calendar days notice before the Dealing Day (30 calendar days notice subject to a redemption fee of 1%)
<b>Redemption Payment:</b>	Normally within 30 business days of the applicable Dealing Day
<b>Valuation:</b>	Monthly
<b>Minimum Subscription:</b>	USD equivalent of €125,000 initial subscription. No minimum thereafter

## Fees & Expenses

<b>Front End Load:</b>	None
<b>Initial Sales Charge:</b>	Up to 3%
<b>Performance Fee:</b>	10% with a high watermark and no hurdle
<b>Management Fee:</b>	1.50% per annum
<b>Administration Fee:</b>	0.10% per annum
<b>Custody Fee:</b>	0.08% on first €100m, 0.06% on next €150m, 0.04% on remainder

## Summary & Key Information

<b>Launch Date:</b>	March 2008
<b>Year End:</b>	31 December
<b>Permitted Investors:</b>	Institutional / Professional / Sophisticated (qualifications as set out in the offering document)
<b>US Investors</b>	Tax-Exempts and other investors who are "Accredited Investors" or "Qualified Eligible Persons" (at the Discretion of the Directors) - further information available in the offering document
<b>Legal Structure:</b>	The Company was incorporated for unlimited period on 20 February 2008 as a societe anonyme under the laws of the Grand Duchy of Luxembourg and qualifies as an open ended societe d'investissement a capital variable - fonds d'investissement specialise.
<b>ISIN:</b>	LU0361333411
<b>Sedol:</b>	-
<b>Manager:</b>	Ermitage Asset Management Jersey Limited
<b>Investment Manager:</b>	Ermitage Asset Management Jersey Limited
<b>Administrative Agent:</b>	HSBC Securities Services (Luxembourg) S.A.
<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

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