



# Investor Fact Sheet

February 2009  
(final)



## Tera Capital Fund

Tera is the only Fund of Funds in the world which pays no expenses and takes no fees other than a success fee

### Fund Information

**Strategy:** Tera is a fund of funds that invests in long equity funds while maintaining a diversified portfolio by country, sector, size and strategy. Tera invests mainly in the CIS and Eastern Europe, with almost all investment currently in the Russian Federation.

<b>Date Formed</b>	April 2005
<b>Investment Advisor</b>	Altima Asset Management
<b>Fund Size</b>	\$2.0 M
<b>Currency</b>	US dollar
<b>Current Price (NAV)</b>	\$101.25
<b>Min. Investment</b>	\$100,000
<b>Fees/Expenses</b>	<b>Success fee only (20%)</b>
<b>Subscription</b>	Monthly
<b>Redemption</b>	Monthly, with 30-days notice
<b>NAV</b>	Monthly
<b>Administrator</b>	Maples Finance Limited
<b>Auditor</b>	Altschuler, Melvoin & Glasser
<b>Bank</b>	Bank of New York
<b>Legal Advisors</b>	Maples & Calder
<b>ISIN</b>	KYG8760X1034
<b>Eurekahedge ID No.</b>	15532
<b>URL</b>	<a href="http://www.altim.ru">www.altim.ru</a>

### Performance (net of fees)

Returns	Tera (%)	RTS, MSCI & ROS Avg (%)	AAM Russia Fund Index <sup>1</sup> (%)
Monthly	-1.13	0.20	2.14
Year-to-date	-8.98	-12.79	-7.51
YTD Annualized	-13.47	-19.19	-11.26
Trailing 12 months	-60.18	-74.40	-67.13
Since Fund inception (Apr 05)	1.25	-26.15	-17.61
Annualized return (since Fund inception)	0.45	-7.12	-5.74
Annualized Stand. Dev. (since inception)	26.71	39.30	29.63
Sharpe Ratio <sup>2</sup>	0.12	-0.06	-0.09

### Investment Advisor's Assessment

#### Market

February saw the downturn on markets generally continue, but was clearly an inflexion point for Russia. The RTS finished the month up slightly. The other two major Russian indices that make up Tera's benchmark, the MSCI Russia index and the ROS, were both down very slightly, leaving Tera's benchmark average essentially unchanged – the first time that has happened since May 2008. The ruble began a slow but steady recovery, up over 2% for the month, which also stabilized markets in Russia. Volatility was down significantly in February, accelerating the trend we saw in the prior two months.

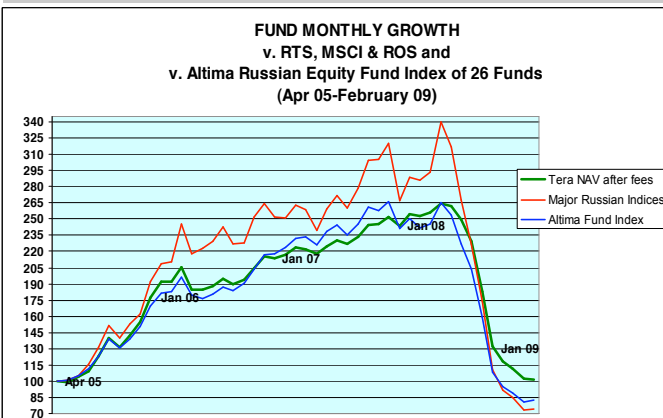
#### Fund

The Fund was outperformed by both of its benchmarks, the first time that has happened in almost a year. The reason is clear: while two underlying funds were up over 10%, Tera's largest position was actually down slightly – and in February had over 85% of its assets under management (AUM) in cash. This fund's management believes that the crisis is not actually over and that a "second wave" that could be more severe than the first is around the corner. We are in frequent contact with the management of this fund regarding its intentions but feel it is still too early to conclude whether management is correct. One thing is certain, however, Tera is positioned to do well regardless of who is correct, although the very safety of its position will lower returns slightly in the short term.

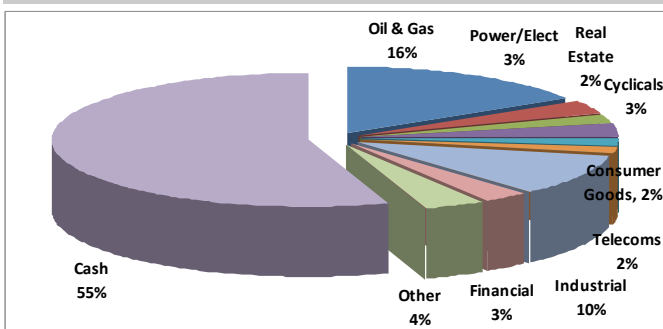
#### March First Look

March accelerated the trends begun in February. The Russian markets should end the month in positive territory. It is clear too early to determine whether this is a trend or a one-off event.

### NAV



### Sector Allocation



### Fund Awards



No 1 ranked fund of funds in **September 2008** (annualized perf.)



No 2 ranked fund of funds in **July 2008** (annualized perf.)

### Contact Information

Altima Asset Management  
Mr. Timothy Enneking  
+7 910 439 1486  
[te@altim.ru](mailto:te@altim.ru)

Maples Finance Ltd  
Ms. Teresa Solomon  
Tel.: 1 (345) 814 5801  
[investorservices@maplesfinances.com](mailto:investorservices@maplesfinances.com)

<sup>1</sup> Altima Asset Management created this index of 26 Russia-focused long equity funds created on or before May 2005 to provide an appropriate benchmark.

<sup>2</sup> Risk free rate: 2.5%