



Investor Fact Sheet January 2008



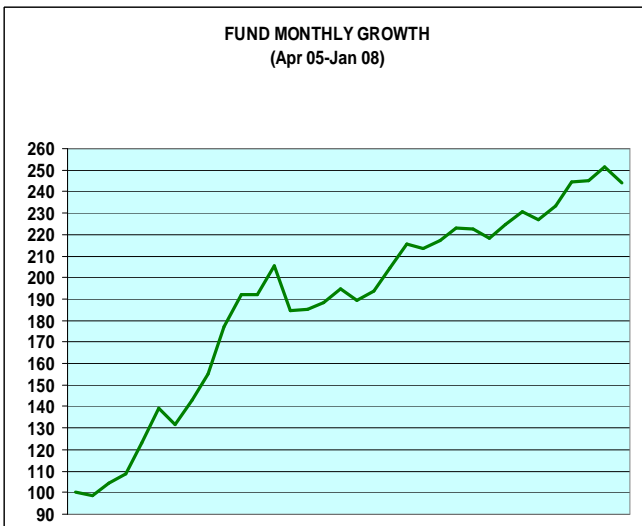
Tera Capital Fund

Fund Information

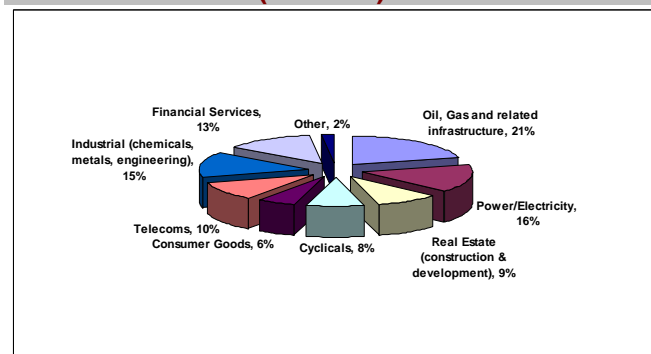
Strategy: Tera is a hedge fund of hedge funds that invests in long equity hedge funds while maintaining a diversified portfolio by country, sector, size and strategy. Tera invests mainly in the CIS and Eastern Europe, with most investment currently in the Russian Federation.

Date Formed	April 2005
Investment Advisor	Altima Asset Management
Fund Size	\$5 M
Currency	US dollar
Current Price (NAV)	\$251.54
Min. Investment	\$10,000 (non-US); \$100,000 (US)
Fees	Success fee only (20%)
Subscription	Monthly
Redemption	Monthly, with 30-days notice
NAV	Monthly
Administrator	Maples Finance Limited
Auditor	Altschuler, Melvoin & Glasser
Bank	Bank of New York
Legal Advisors	Maples & Calder

NAV



Sector Allocation (ex-cash)



Performance (net of fees)

	Tera (%)	Index Avg (RTS, ROS, MSCI) (%)	AAM Russia Hedge Fund Index ¹ (%)
Monthly	-2.99	-16.5	-8.07
Year-to-date	-2.99	-16.5	-8.07
Since Inception (Apr 05)	151.54	150.03	144.55
Annualized Return	42.14	37.77	34.54
Annualized Stand. Deviation	18.32	28.62	18.19
Sharpe Ratio ²	1.96	1.23	1.76

Investment Advisor's Assessment

Market

Russian markets resisted the worst of the US sub-prime crisis from August to December 2007, during which Tera was up 10.7% and the average Russian hedge fund up 4.0%. However, after a good start in January (up approx. 2%), by mid-January the general global market downturn caught up with Russian markets with a vengeance. Russian indices fell by more than 16% and the average Russian hedge fund by half that.

The drop was driven mainly by slumping commodities prices in reaction to a possible slowdown in the United States, by far the world's largest economy.

However, in the last week of the month, the indices had rebounded off their lows, recovering about 5% of their value by the end of January. Still, it was the worst performance of the indices since Tera's inception.

Fund

True to its historical form, Tera significantly outperformed the indices, falling only 18% of their average drop; it also significantly outperformed the average Russian long equity hedge fund, falling 37% of that average. Tera's two largest positions were each down less than 3% in January, while its two smallest positions were down 11.2% and 8.9%, respectively. In other words, the balancing in Tera's portfolio was critical to its success in January, which should hardly come as a surprise.

February First Look

As Tera's NAV cannot be calculated until all NAV's of the underlying funds have been received, it is possible to make a tentative assessment of the current month when this Fact Sheet is written. Consequently, in February, Tera looks almost certain to recover its relatively small January loss and set a new high in the share price by the end of the month.

Fund Awards



Hedge Fund Databases

Best performing fund of funds in
Jan and Feb 2006



Hedge Fund Databases

Best performing fund of funds YTD
in Jan, Feb, Mar and Apr 2006

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¹ Altima Asset Management created this index of Russia-focused long equity hedge funds to provide an appropriate benchmark for Tera Capital Funds, a fund of funds.

² Risk free rate: 2.5%