



Tera Capital Fund

Investor Fact Sheet

February 2011
(final)



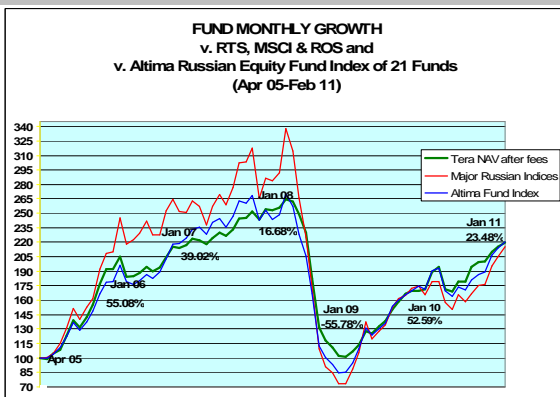
Tera Capital Fund is the only Fund of Funds in the world which pays no fees other than a success fee
Tera Capital Fund was the No. 2 performing fund of funds in the world in 2010

Fund Information

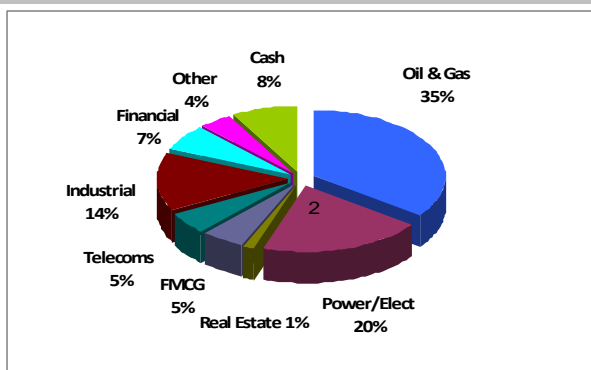
Strategy: Tera Capital Fund is a Russian-focused fund of funds that invests in 5-8 funds (usually equity funds) that are diversified by sector, size, geographic focus and strategy.

Date Formed	April 2005
Investment Advisor	Altima Asset Management
Fund Size	\$5.1 M
Currency	US dollar
Current Price (NAV)	\$219.37
Min. Investment	\$100,000
Fees/Expenses	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
German Tax Transparency Advisor	PriceWaterhouseCoopers
ISIN	KYG8760X1034
Eurekahedge ID No.	15532
URL	www.altim.ru
Advisory Board	Michael Wallenberg , SVP EFG Bank, Geneva Bruce Bean , Co-Chair ABA Russian Law Committee

NAV



Sector Allocation



Performance (net of fees)

Returns	Tera* (%)	RTS, MSCI & ROS Avg** (%)	AAM Russia Fund Index ¹ (%)
Monthly	1.74	5.04	2.83
Year-to-date	4.57	10.21	6.66
Trailing 12 months	27.94	25.96	26.38
Since Fund inception (Apr 05)	119.31	115.14	116.24
Anlzd mnthly rtnn (since Fund inception)	16.93	15.63	16.54
Annualized Stand.			
Dev. (since inception)	24.13	38.49	31.39
Sharpe Ratio ²	0.60	0.47	0.45
Trailing 12 m Sharpe	1.36	1.13	1.17

*Weight averaged, all series (currently 6) combined

**RTS: 5.3%, MSCI: 6.3%, ROS (Crédit Suisse): 3.5%

Investment Advisor's Assessment

Russia

Like the rest of the world, Russia was caught off guard by events in the Middle East in February. Unlike most of the rest of the world, however, the dark clouds held a silver lining for Russia: in most investors' eyes rising oil prices compensated for the broader concern related to global economic disruption or slowdown.

Russian Markets

As a result of the tension between the downward pressure of general economic concerns and the upward pressure from rising oil (and, as a result, gas) prices, Russian markets moved sideways for much of the month. As events in Egypt resolved with minimum bloodshed (under the circumstances) and as later events in Libya had not yet gained momentum, Russian markets again ended the month with a solid gain.

February Fund Performance

The Fund was up in February, underperforming market indices and slightly underperforming other Russian funds. This was due to the negative performance (-2%) of two funds in Tera's portfolio.

Despite this slight underperformance, **Tera was the No. 10 performing fund of funds in the world YTD** (out of 2,524 funds; according to Eurekahedge) through February.

While the Fund's performance YTD in 2011 has not been extraordinary, its performance has still been better than that of all major Russian indices and other Russia funds over the past 12 months. Further, its Sharpe Ratio and Standard Deviation (volatility) continue to be significantly better.

Underlying Funds and Sectors

There were no new investments or redemptions in any underlying fund in February. Also, there no changes in sector allocation that exceeded 1%. The only development worth noting is that, while the consolidated cash position of the Fund remained at what may seem a

¹ Altima Asset Management created this index of 21 Russia-focused equity funds created on or before May 2005 to provide an appropriate benchmark.
² Risk free rate: 2.5%

high level of 8%, over 3% of that is represented by physical gold in one fund, so the relevant number is approx. 4.5%.

The best-performing underlying fund in February was up almost 5.5%; the worst down 2.5%; the remaining three were up between 1.5 and 4%.

Other Russian Funds

The performance of other Russian funds varied widely in February as it did in January – and entirely for the same reason: outside market forces affected certain stocks very strongly (both positively and negatively) and totally ignored others. These movements had nothing to do with the stocks' or market fundamentals. The worst-performing fund in the AAM Russian Fund Index was down over 2%; the best-performing up over 8%; there were no major concentrations in terms of performance in between. Almost all other Russian funds not in the Index fell within these extremes.

March First Look

Events in Libya and the terribly earthquake and resulting tsunami and devastation in Japan obviously

overshadowed all other news, economic and otherwise. Russian markets fell with those of the rest of the world during the first part of the month. Unlike most other markets, however, Russian never even came close to being down for the year (as, e.g., the Dow Jones was in the US). As the month wore on, global markets appeared set to recover and Russian appeared to be positioned to become one of the best-performing markets in the world this year.

Fund Awards



No. 2 ranked fund of funds in the world for **2010**



No 8 ranked fund of funds in the world for **2009**

Contact Information

Altima Asset Management
Mr. Timothy Enneking
+7 910 439 1486
te@altim.ru

Maples Fund Services Ltd
Mr. Mark Wellon
Tel.: +1 514 228 2227
investorservices@maplesfinances.com