



RUSSIA DUAL RETURN FUND LONG ONLY USD DENOMINATED RUSSIAN & GLOBAL EQUITIES July 2018

Fund Description

Russia Dual Return Ltd is an investment fund registered in the British Virgin Islands. It is a Professional Fund as defined by the Securities and Investment Business Act, 2010 (SIBA).

The investment objective is to achieve capital appreciation in US dollar terms by investing primarily in US dollar-denominated equities of Russian companies (both locally traded and in the form of depositary receipts) and to a lesser extent in companies of CIS countries. The Fund aims to outperform the benchmark index (the RTS Index) in the long term.

The Fund uses a "long only" actively managed strategy, deriving returns from growth and value investing as well as arbitrage and short-term speculative strategies.

Performance Since Inception*



Monthly Performance*

	2011	2012	2013	2014	2015	2016	2017	2018
January	0.1 %	14.4 %	5.7%	-5.7%	-2.1%	-5.2%	3.6%	3.4%
February	0.9 %	7.7%	-3.1%	-1.5%	20.3%	2.7%	-1.4%	-1.1%
March	1.9 %	-3.4%	-7.0%	-4.6%	-1.0%	14.3 %	-0.4%	-1.7%
April	-2.4 %	-3.9%	-3.4%	-3.9%	15.7 %	4.7%	0.8%	-5%
May	-5.3 %	-20.6 %	-5.9%	12.6 %	-3.2%	-1%	3.1%	1.3%
June	0.2 %	7.2%	-3.2%	3.0%	-6%	0.6%	1.8%	2.3%
July	0.8 %	2.8%	2.9%	-6.3%	-5.3%	4%	0.2%	1.9%
August	-13.4 %	2.2%	-1.8%	-1.6%	-4.5%	5%	3.5%	
September	-17.6%	3.5%	6.5%	-8.7%	-1.9%	3.1%	0.5%	
October	13.6%	-5.4%	1.3%	-6.5%	9.4%	2.4%	0.5%	
November	0.3%	-0.1%	-2.4%	-9.8%	-0.7%	1.2%	1.4%	
December	-10.2%	6.4%	2.7%	-20.1 %	-9.2%	6.2%	0.3%	
YTD	-29.8%	6.5%	-8.3%	-44%	7.4%	43.6%	-2.4%	-6.2%

* Net of all fees

The value of investments in the Fund may increase or decrease, the results of past investment performance are not indicative of future returns. Before buying shares of Russia Dual Return Fund, investors should carefully review the Fund rules (Offering Memorandum) and statutory documents (Memorandum and Articles of Association), including all relevant annexes to the documents. Please contact your account manager to obtain more information on the Fund and copies of the Fund's rules and constituent documents.

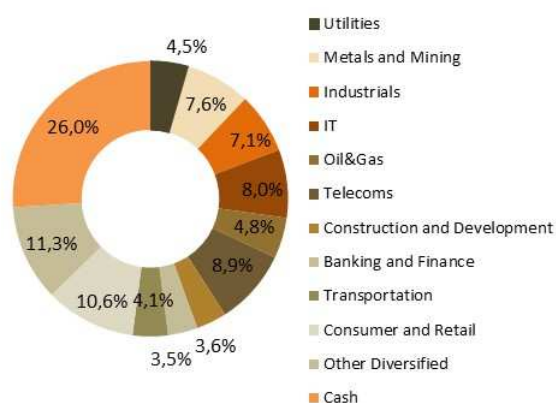
Manager Commentary

Developed equity markets were full of optimism in July, and US markets again approached record levels. Russian stocks were quite volatile amid pressure on EM currencies and rumours of fresh American sanctions, which provoked outflows from all segments of the Russian financial market. The dividend season also put technical pressure on domestic equities.

We will wait and see how the US stock market trades at current high levels, follow geopolitical news and seek clarification of new US sanctions against Russia before making further decisions.

We sold GDRs of Gazprom in August.

Industry Breakdown



Fund Facts

NAV per Share: USD 722.70

Total NAV: USD 1.00 million

Base Currency: US Dollar

Inception Date: December 25, 2006

Leverage Max: 20% of NAV

Subscriptions: Monthly

Redemptions: Monthly with 15 days prior notice

Management Fee: 0.375% of quarter-end NAV (1.5% annualized)

Performance Fee: 20% of performance above benchmark of 3-month USD LIBOR, subject to high watermark

Minimum Initial Subscription: USD 100 000

Investment Manager: RMG Holding Ltd.

Administrator: Castlegate Investment Services Ltd

Auditors: Deloitte

Legal Advisor: Walkers

Custodian and Prime Broker: PAO Rosbank and BCS Prime Brokerage Limited

Bloomberg: RUSSDRT VI