RUSSIA DUAL RETURN FUND
LONG ONLY USD DENOMINATED
RUSSIAN & GLOBAL EQUITIES
January 2016

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.

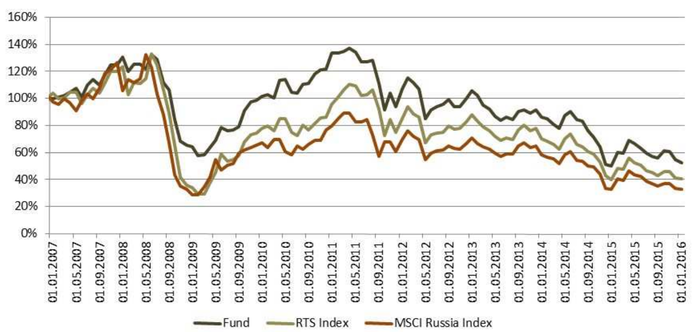
Manager Commentary

Global markets regained some of their losses in the second half of January following a disastrous start to the year. However, the sale of high-risk assets resumed in early February, despite visible recovery of oil prices. The Manager expects further pressure on asset prices through February, but there is increasing optimism about commodity prices, as evidenced by interest in resource companies and a record volume of open positions in oil futures markets.

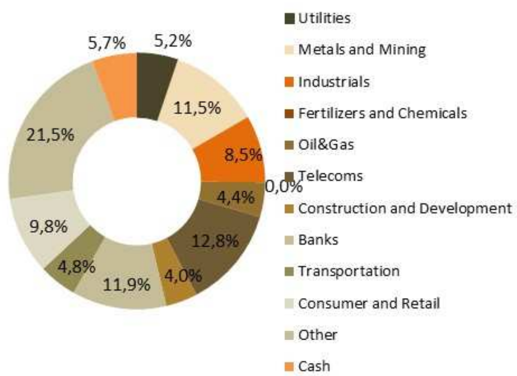
For the near term investors will focus on stabilization of commodity markets, US equities and China, and overall sentiment concerning these markets will determine progress of the ruble and the dollar-denominated part of the Russian stock market. We expect moderate returns from Russian equities this year.

We sold shares of Wal-Mart Stores Inc. in January.

Performance Since Inception*



Industry Breakdown



Monthly Performance*

	2009	2010	2011	2012	2013	2014	2015	2016
January	-10.5%	1.4 %	0.1 %	14.4%	5.7%	-5.7%	-2.1%	-5.2%
February	0.8%	-2.3 %	0.9 %	7.7%	- 3.1%	-1.5%	20.3%	
March	9.1%	12.8 %	1.9 %	-3.4%	- 7.0%	-4.6%	-1.0%	
April	8.3%	0.7 %	-2.4 %	-3.9%	- 3.4%	-3.9%	15.7%	
May	14.1%	-8.5 %	-5.3 %	- 20.6%	- 5.9%	12.6%	-3.2%	
June	-3.2%	-0.3 %	0.2 %	7.2%	- 3.2%	3.0%	-6%	
July	0.9%	5.9 %	0.8 %	2.8%	2.9%	-6.3%	-5.3%	
August	3.1%	0.6 %	-13.4 %	2.2%	- 1.8%	-1.6%	-4.5%	
September	15.5%	6.7 %	-17.6%	3.5%	6.5%	-8.7%	-1.9%	
October	6.9%	2.3 %	13.6%	-5.4%	1.3%	-6.5%	9.4%	
November	1.4%	0.6 %	0.3%	-0.1%	- 2.4%	-9.8%	-0.7%	
December	2.6%	9.7 %	-10.2%	6.4%	2.7%	- 20.1%	-9.2%	
YTD	57.6%	31.6 %	-29.8%	6.5%	-8.3%	-44%	7.4%	-5.2%

Fund Facts

NAV per Share: USD 520.94

Total NAV: USD 0.78 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: 0.5% of quarter-end NAV (2% 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: Dual Return Asset Management Ltd

Administrator: Castlegate Investment Services Ltd

Auditors: Deloitte

Legal Advisor: Walkers

Custodian and Prime Broker: RMG Limited

Bloomberg: RUSSDRT VI

Dual Return Asset Management Ltd | 171 Main Street , Road Town VG 1110 | British Virgin Islands| +7 (495) 258 6262 | am@rdr-fund.com