



RUSSIA DUAL RETURN FUND

LONG ONLY USD DENOMINATED

RUSSIA & CIS EQUITIES

June 2015

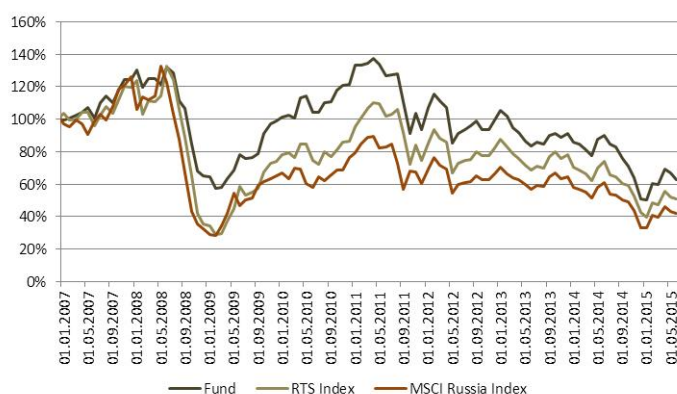
Fund Description

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*

	2008	2009	2010	2011	2012	2013	2014	2015
January	-8.3%	-10.5%	1.4 %	0.1 %	14.4%	5.7%	-5.7%	-2.1%
February	4.7%	0.8%	-2.3 %	0.9 %	7.7%	-3.1%	-1.5%	20.3%
March	0.0%	9.1%	12.8 %	1.9 %	-3.4%	-7.0%	-4.6%	-1.0%
April	-2.9%	8.3%	0.7 %	-2.4 %	-3.9%	-3.4%	-3.9%	15.7%
May	8.6%	14.1%	-8.5 %	-5.3 %	-20.6%	-5.9%	12.6%	-3.2%
June	-2.5%	-3.2%	-0.3 %	0.2 %	7.2%	-3.2%	3.0%	-6%
July	-13.3%	0.9%	5.9 %	0.8 %	2.8%	2.9%	-6.3%	
August	-4.6%	3.1%	0.6 %	-13.4 %	2.2%	-1.8%	-1.6%	
September	-20.5%	15.5%	6.7 %	-17.6 %	3.5%	6.5%	-8.7%	
October	-19.2%	6.9%	2.3 %	13.6 %	-5.4%	1.3%	-6.5%	
November	-4.4%	1.4%	0.6 %	0.3 %	-0.1%	-2.4%	-9.8%	
December	-1.6%	2.6%	9.7 %	-10.2 %	6.4%	2.7%	-	
YTD	-50.7%	57.6%	31.6 %	-29.8 %	6.5%	-8.3%	-44%	22.8%

* 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.

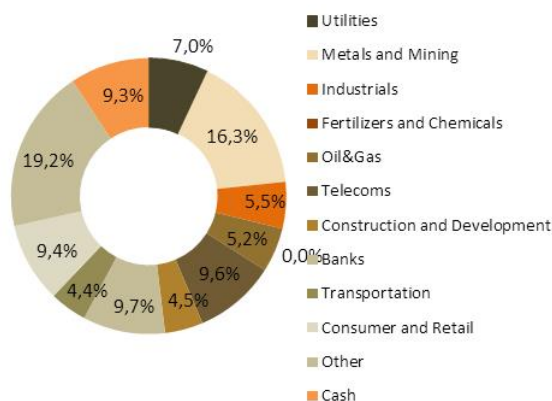
Manager Commentary

Russian assets were generally weak in June as the Greek debt crisis unfolded and selling pressure intensified in emerging markets. Dividend record dates also pulled down domestic names. The market remains weak in July as local investors see no major drivers for growth in the medium term. The ruble may receive support from large tax payments in the second half of the month. We take a cautious view on local shares in coming weeks.

Markets will refocus on Federal Reserve policy in July as the Greek crisis dies down, and this will cap upside in equities worldwide in the short term. The next rate meeting of the Russian Central Bank will likely produce a further cut, but we do not expect it to be as large as the previous reduction.

We speculated with GDRs of Magnit in June.

Industry Breakdown



Fund Facts

NAV per Share: USD 628.19

Total NAV: USD 0.94 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

Investment Adviser and Sales Agent: Rye, Man and Gor Securities

Administrator: Castlegate Investment Services Ltd

Auditors: Deloitte

Legal Advisor: Walkers

Custodian and Prime Broker: RMG Limited

Bloomberg: RUSSDRT VI