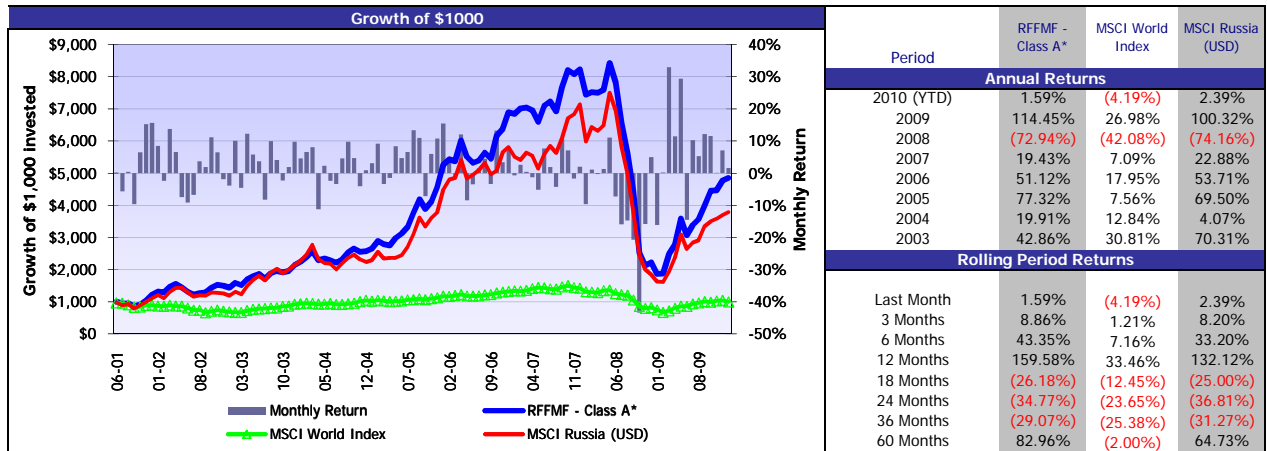




Russian Federation First Mercantile Fund (RFFMF) Class A*



January 2010



Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2010	1.59%												1.59%
2009	(16.07%)	0.21%	32.97%	11.43%	29.40%	(14.49%)	10.22%	5.30%	12.09%	11.57%	0.11%	7.03%	114.45%
2008	(9.62%)	1.08%	(0.31%)	1.27%	11.04%	(7.29%)	(15.89%)	(14.73%)	(20.65%)	(43.36%)	(15.80%)	5.01%	(72.94%)
2007	(0.74%)	2.56%	0.40%	(1.25%)	(5.22%)	7.69%	1.88%	(4.27%)	10.74%	7.08%	(1.68%)	1.95%	19.43%
2006	15.38%	3.14%	(1.07%)	12.02%	(8.43%)	(3.48%)	1.45%	4.52%	(3.38%)	13.27%	3.43%	8.01%	51.12%
2005	3.12%	9.11%	(3.43%)	(1.47%)	8.37%	4.64%	6.58%	13.37%	10.92%	(7.14%)	5.96%	10.76%	77.32%
2004	4.63%	6.52%	8.09%	(11.25%)	2.32%	(2.43%)	(3.42%)	4.53%	9.80%	4.66%	(4.04%)	0.90%	19.91%
2003	(3.87%)	10.07%	(4.54%)	12.23%	5.77%	3.67%	(8.22%)	9.95%	4.10%	(2.25%)	1.94%	9.80%	42.86%

*Please note that new investors will be investing into the A09 share class, information on A09 can be found on: [FMG P/L report](#)

Statistical Analysis	RFFMF - Class A*	MSCI World Index	MSCI Russia (USD)
Returns			
Compounded Annual Return	19.98%	(0.02%)	16.60%
Average Monthly Return	2.05%	0.11%	1.85%
Cumulative Return	384.99%	(0.14%)	278.35%
Largest Monthly Gain	32.97%	10.91%	30.44%
Largest Monthly Loss	(43.36%)	(19.04%)	(35.28%)
% Of Positive Months	64.42%	56.73%	61.54%
Risk			
Standard Deviation	34.26%	16.49%	36.35%
Sharpe Ratio (5.0%)	0.57	-0.21	0.48
Downside Deviation (10.0%)	23.81%	14.02%	25.13%
Max Drawdown	(77.82%)	(55.37%)	(78.44%)
Months In Maximum Drawdown	8	16	9
Months To Recover	0	0	0
Comparison To Benchmarks			
Alpha		1.88%	0.47%
Beta		1.45	0.85
Correlation		0.70	0.91
R-Squared		0.49	0.82

Risk vs. Return	
Annualized Return	Annualized Standard Deviation
20%	15%
15%	20%
5%	25%
0%	30%
-5%	35%
	40%
■ RFFMF - Class A*	▲ MSCI World Index
	◆ MSCI Russia (USD)

Investment Strategy	Fund Information
<p>A Russia Long Only Equity Fund - Single Manager</p> <p>The RFFMF has been solely managed by Yuri Lopatinsky since June 2001 and prior to that FMG had been an investor with Yuri since 1995 when FMG launched the original Russian fund of funds. Yuri's professional team has all cycle experience with a comprehensive understanding of the Russian market and economy.</p> <p>Investment Strategy - Key Points</p> <ul style="list-style-type: none"> Large State enterprises in key industries Domestic consumption oriented companies Private equity opportunities Follow Russian companies into CIS Investment Approach - Key Points Enhance returns Maintain manageable number of investments Work with companies to enhance transparency and efficiency <p>The Fund currently runs a very concentrated portfolio in mainly liquid blue chip stocks to take advantage of any capital infusion by the Russian government as well as domestic and foreign investors. The top 3 positions account for about 2/3 of the portfolio. Oil and gas make up nearly 80% of the portfolio with banking, metals and shipping comprising the bulk of the rest.</p> <p>AUM: USD 70M Location: Moscow Team: 5 Partners and a research team in Moscow</p>	<p>Launch Date: June 1, 2001</p> <p>Fund Domicile: Bermuda Currency: USD and EURO</p> <p>Information: Prices are available on rffmf.com and www.fmgfunds.com</p> <p>ISIN: BMG772441041</p> <p>Listing: Bermuda Stock Exchange</p> <p>Notice Period: Weekly subscriptions with 1 business day notice and redemptions with 5 business days notice prior to the dealing day (Monday).</p> <p>Min. Initial Inv.: US\$10,000</p> <p>Subscription Fee: 5% Redemption Fee: 0%</p> <p>Management Fee: 2% p.a.</p> <p>Incentive Fee: 20% over initial hurdle of 8% p.a.</p> <p>Custodian: Credit Suisse, Switzerland</p> <p>Administrator: Apex Fund Services, Bermuda</p> <p>Lawyers: Appleby Spurling Hunter, Bermuda</p> <p>Auditors: KPMG, Bermuda</p>

This summary is for information purposes only and doesn't constitute an offer to sell or a solicitation to buy. Citizens or residents of the United States may not invest in this Fund. Past performance is not indicative of future results.