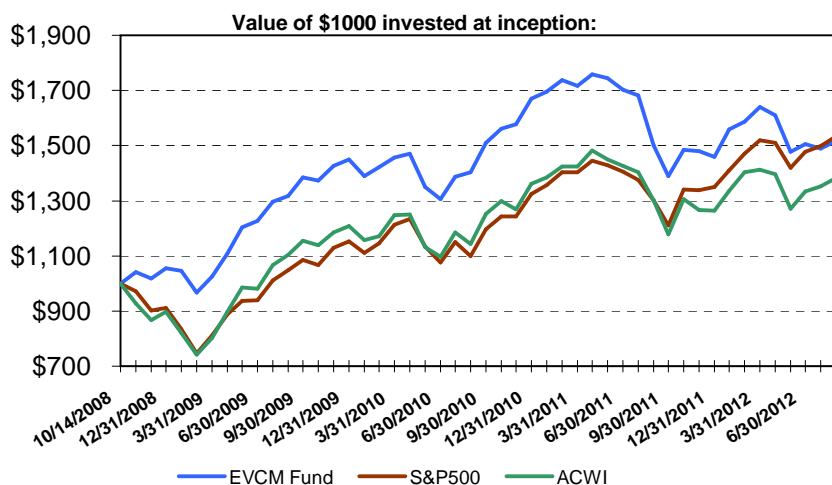


FUND OVERVIEW

EVCM is a focused global value fund. Our goal is to generate the highest possible long-term returns without risking a permanent loss of capital. Employing a disciplined value investing approach, we search the world for the best investment opportunities based on long term business fundamentals. We then construct a long-biased, concentrated portfolio consisting of 20-30 positions, mostly stocks, trading at deep discounts to their intrinsic business values. Our in-depth research explores the merits of each potential investment in the context of a global market. Many of our investments benefit from multiple economic tail winds as they operate in emerging markets that are experiencing rapid economic growth and development. We use little or no leverage and demand a wide margin of safety for each investment. Our principal has invested significant portions of his personal wealth in EVCM and its investment funds, so that our interests align with our investors.

FUND PERFORMANCE (Net to Investors)



Performance	EVCM	S&P500	ACWI
Aug 2012	2.0%	2.3%	2.2%
2012 YTD	4.1%	13.6%	9.4%
Since Inception	51.8%	53.3%	38.2%
Annual Ret.	EVCM	S&P500	ACWI
2012	4.1%	13.6%	9.4%
2011	-12.7%	1.8%	-7.3%
2010	15.2%	15.1%	12.7%
2009	37.2%	26.5%	34.6%
2008 (Oct 15- Dec)	5.6%	-8.9%	-10.2%
Since Incep.	EVCM	S&P500	ACWI
Compound ROR	11.6%	11.9%	8.9%
Cum. Return	51.8%	53.3%	38.2%

1) Results reported are unaudited estimates
 2) Individual investor net returns will vary due to the timing of one's investment.
 3) ACWI Index is the MSCI All Country World Index Net which includes re-invested dividends.

MONTHLY PERFORMANCE (Net to Investors)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2012	6.9%	1.8%	3.4%	-1.9%	-8.4%	1.9%	-1.1%	2.0%					4.1%
2011	1.5%	2.4%	-1.2%	2.4%	-0.8%	-2.5%	-1.2%	-10.8%	-7.4%	6.8%	-0.2%	-1.5%	-12.7%
2010	-4.1%	2.3%	2.4%	1.1%	-8.3%	-3.3%	6.4%	1.1%	7.6%	3.4%	1.0%	6.0%	15.2%
2009	-1.0%	-7.5%	6.0%	8.1%	8.5%	2.1%	5.5%	1.7%	5.1%	-0.8%	4.0%	1.6%	37.2%
2008	---	---	---	---	---	---	---	---	---	4.0%	-2.1%	3.7%	5.6%

PORTFOLIO EXPOSURE

Exposure	% Portfolio
Long	89%
Short	18%
Net	71%
Gross	107%
Cash	12%
Long Equities	80%
Long Credit	9%

TOP 7 LONG POSITIONS (including options exposure)

Ticker	% Portfolio
Undisclosed	5.5%
Pulse Seismic	5.2%
Berkshire Hathaway	5.0%
Nitsba Real Estate	4.9%
Hilan Tech	4.0%
Howard Hughes Corp	4.0%
Otzar Hityashvut	4.0%
TOTAL	32.6%

COMMENTARY

For the month of Aug 2012, EVCM fund returned an estimated +2% net to investors. Stock markets were slightly up with the S&P500 up 2.3% and the ACWI up 2.2%. Our main contributors for August include Molopo Energy, Tetragon Financial, Howard Hughes Corp, Pulse Seismic, Zerox (which we recently sold), LG H&H, Nitsba Real Estate, and our basket of large cap US financials. Our main detractors for August include Dell, and our short positions in aggregate.

We are finding excellent bargains in both existing and new positions and feel great about the future prospects of our portfolio. The majority of our investments should double or more in the medium term future. On the margin we are doing two things: First, we are trimming positions in the US and increasing positions outside the US. Second, we are upgrading the overall quality of the portfolio by gradually shifting capital towards larger and higher quality businesses. Next month we will send out our Q3 letter to investors which will include a detailed review and update on our portfolio.

Thank you for your trust in EVCM fund. We continue to work tirelessly to protect and grow your capital.
 Sincerely, Ori Eyal, Portfolio Manager