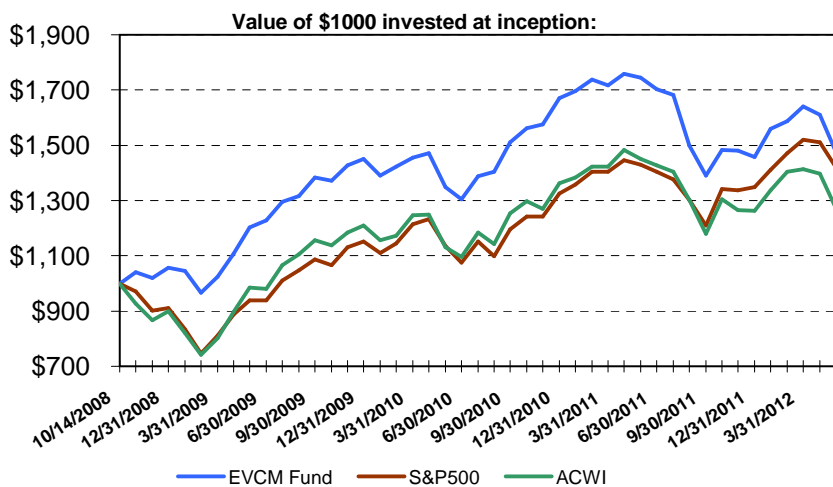


FUND OVERVIEW

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
May 2012	-8.4%	-6.0%	-9.0%
2012 YTD	1.1%	5.2%	0.7%
Since Inception	47.5%	41.9%	27.2%
Annual Ret.	EVCM	S&P500	ACWI
2012	1.1%	5.2%	0.7%
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	11.3%	10.1%	6.9%
Cum. Return	47.5%	41.9%	27.2%

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%								1.1%
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	83%
Short	15%
Net	68%
Gross	98%
Cash	17%
Long Equities	74%
Long Credit	9%

TOP 7 LONG POSITIONS (including options exposure)

Ticker	% Portfolio
Undisclosed	5.5%
Berkshire Hathaway	4.6%
Dell	4.4%
Howard Hughes Corp	4.4%
Pulse Seismic	4.0%
Tetragon Financial	3.7%
XRX	3.2%
TOTAL	29.8%

COMMENTARY

For the month of May 2012, EVCM fund declined an estimated -8.4% net to investors. Stock markets were down sharply with the S&P500 down 6.0% and the ACWI down 8.9%. Our main contributor for May was our book of short positions in aggregate. Our main detractors for May include Dell, Nieuwe Steen Investments, Molopo Energy, Tetragon Financial, Aberdeen International, British Petroleum, Howad Hugues Corp, Prisa Group, Telular, Halfords Group, and our basket of US banks.

We are as disappointed as you are with our results for May and with the continued high level of volatility that we are experiencing. Our loss was exacerbated by the flight to safety into the US dollar which appreciated in May, but which should continue to depreciate over the long term against the emerging market currencies.

Having learned from our mistake in 2011 (not holding enough cash before a downturn), we sold and trimmed some of our positions in April as the market had run up in the first quarter of 2012. We therefore entered the current downturn with a fairly high level of cash and we are now actively deploying that cash into the fantastic opportunities we are seeing. Over time, this current downturn will enhance our returns

by allowing us to buy more of the companies we know and like at even cheaper prices.

We continue to think that our portfolio represents extraordinary value. Many of our investments have the potential to double in value or more, and almost all our investment should return at least 50% over the mid term. We will provide a detailed review of many of our portfolio positions in our Q2 letter next month.

Thank you for your trust in EVCM fund. We continue to work tirelessly to protect and grow your capital and look forward to reporting much better results in the future.

Sincerely,
Ori Eyal, Portfolio Manager