

# Heritage Total Return (CHF/EUR/USD) – Class I

Swiss fund of funds with special risks - Monthly Update - April 2012

## INVESTMENT OBJECTIVES

Heritage Total Return's objective is to maximise capital appreciation through investment in a **diversified portfolio of hedge funds** managed by some of the most outstanding managers in the world.

The portfolio is diversified by strategy and by manager targeting a compound return of Libor + 200 to 400 pbs per annum. By selecting investment vehicles with non-correlated strategies and track records it seeks to achieve a **low volatility** of less than 4%.

## OUR COMPETITIVE EDGE

**Half-century\*** of combined experience in hedge fund selection

New benefits through **Joint Venture\*** synergies

**Low correlation** to equity markets and **negatively correlated** to fixed income

**Swiss registered** and **FINMA regulated** fund of hedge funds

\* Partnership with Crossbow Partners since July 2010

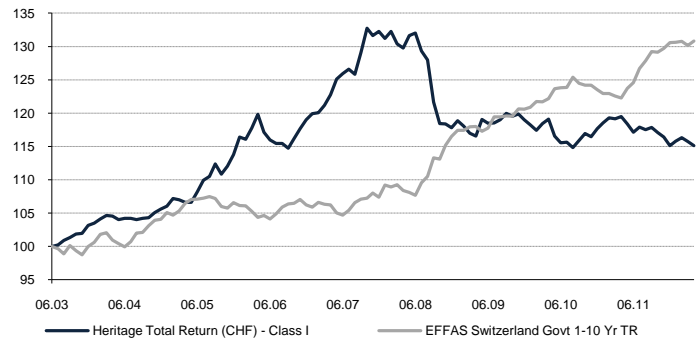
## STATISTICAL MEASURES (CHF SEGMENT - Class I)

Last 12 months Rolling Return	-3.66%
Total Return Since Inception	15.13%
Compound Annual Return	1.61%
Annualized Standard Deviation	3.87%
Annualized Sharpe Ratio (0.858%)	0.19
Average Positive Return	0.84%
Average Negative Return	-0.85%
% of Months with Positive Return	58%
% of Months with Negative Return	42%
Correlation with MSCI World	0.54
Correlation with EFFAS Switzerland Govt 1-10 Yr TR	-0.39

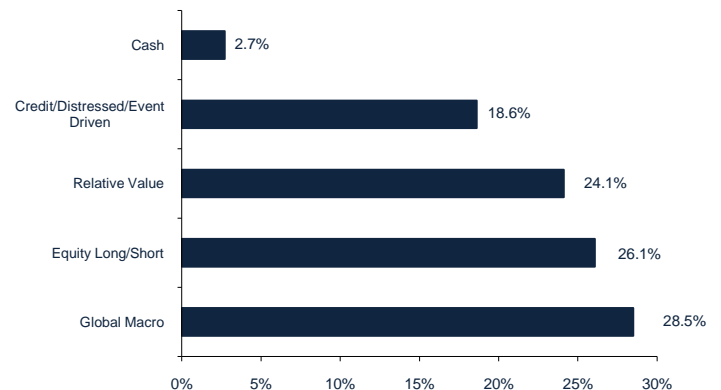
	NAV	MTD	YTD
CHF	1'062.30	-0.53%	0.03%
EUR	1'117.50	-0.50%	0.19%
USD	1'067.70	-0.49%	0.28%

NAV are ex dividend of respectively CHF 5.20, EUR 5.50 and USD 5.20 paid on 19.04.2012

## Performance Chart



## Allocation By Style



## Major Holdings

- Finisterre Sovereign Debt Fund (Credit/Distressed/Event Driven)
- LD Commodity Alpha Fund (Global Macro/Discretionary)
- MKP Opportunity Offshore Ltd (Global Macro/Discretionary)
- Stratus Feeder Ltd (Relative Value/Multi-Strategy)
- Tudor BVI Global Fund (Global Macro/Discretionary)

HERITAGE ALTERNATIVE FUND, a Swiss fund of funds with special risks („the Fund“), is an umbrella fund investing in underlying alternative funds, the risks of which are not comparable with those of traditional investment funds. The underlying funds are of a variety of types, open-ended or closed end, that may or may not be listed on recognised stock exchanges or other public regulated markets and that may be of any legal form. Investors should be aware of the increased risks associated with investing in these funds, particularly as to the possible partial or total loss of their investment. To mitigate the risk of loss, the Fund's investment manager undertakes strict and rigorous selection and monitoring of the underlying funds and their managers whilst diversifying their investment strategies. Besides the market and currency risks, investors' attention is drawn to the risks associated with investment management, liquidity of shares in the underlying funds, liquidity of the funds' investments, the impact of share redemptions, the pricing of Fund shares, service providers, lack of transparency and legal risks. These risks are commented more fully in the prospectus. The purchase of shares is conditional upon the signature of a subscription agreement. Past performance is not necessarily a guide to future performance. Performance data does not take account of subscription fees or other transaction charges that may be payable by investors. The Fund is not available for sale in the US or to US persons and its sale is restricted in certain other jurisdictions including the UK.



# Heritage Total Return (CHF/EUR/USD) – Class I

Swiss fund of funds with special risks - Monthly Update - April 2012

## Heritage Total Return (CHF) - Class I - NET HISTORICAL PERFORMANCE (1)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2012	0.03%	0.60%	0.46%	-0.48%	-0.53%							
2011	-2.20%	0.73%	0.64%	-0.12%	0.29%	-0.92%	-1.07%	0.64%	-0.29%	0.27%	-0.65%	-0.57%
2010	-1.13%	-0.67%	-0.68%	0.88%	0.55%	-2.13%	-0.88%	0.08%	-0.71%	0.93%	0.90%	-0.38%
2009	1.01%	0.88%	-0.67%	-0.93%	-0.35%	2.16%	-0.48%	0.01%	0.41%	0.80%	-0.35%	0.30%
2008	-10.93%	-0.81%	0.80%	-1.42%	-0.49%	1.45%	0.31%	-2.04%	-1.07%	-4.96%	-2.63%	-0.04%
2007	11.16%	0.75%	0.15%	0.90%	1.31%	1.92%	0.64%	0.55%	-0.61%	2.60%	2.81%	-0.83%
2006	4.58%	2.29%	-0.29%	1.45%	1.77%	-2.24%	-1.01%	-0.45%	0.02%	-0.64%	1.28%	1.26%
2005	7.73%	0.39%	1.10%	-0.20%	-0.35%	0.02%	1.46%	1.62%	0.49%	1.72%	-1.38%	1.11%
2004	2.40%	0.33%	0.58%	0.52%	-0.06%	-0.51%	0.18%	-0.01%	-0.20%	0.21%	0.09%	0.73%
2003	3.14%							0.20%	0.67%	0.45%	0.50%	0.10%

(1) Heritage Total Return (CHF) - Class I was launched on June 23rd, 2008. Performance data from June 24th, 2003 (the launch date of Heritage Total Return (CHF)) to Jun 23rd, 2008 reflects the actual performance of Heritage Total Return (CHF) with a reduced all-in fee at 1.25% p.a. Starting July 1st, 2011, the all-in fee for class I has been reduced to 1.20% p.a.

## Heritage Total Return (EUR) - Class I - NET HISTORICAL PERFORMANCE (2)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2012	0.19%	0.64%	0.51%	-0.46%	-0.50%							
2011	-1.10%	0.75%	0.72%	-0.04%	0.37%	-0.76%	-1.00%	0.71%	-0.25%	0.46%	-0.55%	-0.41%
2010	-0.60%	-0.65%	-0.65%	0.89%	0.57%	-2.13%	-0.84%	0.14%	-0.65%	1.01%	0.92%	-0.26%
2009	1.79%	1.01%	-0.61%	-0.80%	-0.28%	2.22%	-0.42%	0.08%	0.45%	0.83%	-0.32%	0.32%
2008	-9.25%	-0.64%	1.00%	-1.31%	-0.31%	1.62%	0.47%	-1.87%	-0.89%	-4.75%	-2.83%	0.15%
2007	12.83%	0.89%	0.25%	0.98%	1.39%	1.99%	0.85%	0.68%	-0.47%	2.59%	2.88%	-0.57%
2006	5.90%	2.37%	-0.19%	1.56%	1.83%	-2.15%	-0.84%	-0.33%	0.12%	-0.52%	1.35%	1.41%
2005	8.91%	0.52%	1.11%	-0.16%	-0.26%	0.10%	1.58%	1.70%	0.62%	1.77%	-1.27%	1.27%
2004	3.45%	0.49%	0.72%	0.66%	0.10%	-0.36%	0.20%	0.11%	-0.06%	0.07%	0.07%	0.88%
2003	4.14%							0.36%	0.83%	0.61%	0.66%	0.26%

(2) Heritage Total Return (EUR) - Class I was launched on September 23rd, 2008. Performance data from June 24th, 2003 to September 23rd, 2008 reflects the actual performance of Heritage Total Return (EUR) with a reduced all-in fee at 1.25% p.a. Heritage Total Return (EUR) was launched on September 23rd, 2004. Performance since that date is in Euros and is net of management fees and other expenses. Performance data from June 24th, 2003 (the launch date of Heritage Total Return (CHF)) to May 24th, 2004 reflects the actual performance of Heritage Total Return (CHF) translated into Euros. Starting July 1st, 2011, the all-in fee for class I has been reduced to 1.20% p.a.

## Heritage Total Return (USD) - Class I - NET HISTORICAL PERFORMANCE (3)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2012	0.28%	0.69%	0.52%	-0.43%	-0.49%							
2011	-1.65%	0.80%	0.71%	-0.06%	0.34%	-0.89%	-1.03%	0.60%	-0.38%	0.42%	-0.57%	-0.56%
2010	-0.72%	-0.64%	-0.65%	0.90%	0.55%	-2.12%	-0.78%	0.15%	-0.68%	0.96%	0.93%	-0.37%
2009	1.63%	0.90%	-0.67%	-0.86%	-0.27%	2.30%	-0.48%	0.10%	0.47%	0.85%	-0.28%	0.31%
2008	-9.88%	-0.48%	1.00%	-1.44%	-0.45%	1.52%	0.34%	-2.02%	-0.94%	-5.04%	-2.59%	0.02%
2007	14.86%	1.04%	0.39%	1.16%	1.60%	2.12%	0.90%	0.77%	-0.30%	3.01%	3.10%	-0.53%
2006	8.45%	2.71%	-0.01%	1.73%	2.05%	-2.10%	-0.59%	-0.15%	0.34%	-0.35%	1.55%	1.70%
2005	10.58%	0.57%	1.26%	-0.03%	-0.18%	0.20%	1.67%	1.84%	0.74%	1.96%	-1.12%	1.37%
2004	3.44%	0.40%	0.65%	0.58%	0.01%	-0.45%	0.27%	0.06%	-0.11%	0.32%	0.19%	0.84%
2003	3.61%							0.25%	0.73%	0.54%	0.57%	0.18%

(3) Heritage Total Return (USD) - Class I was launched on September 23rd, 2008. Performance data from June 24th, 2003 to September 23rd, 2008 reflects the actual performance of Heritage Total Return (USD) with a reduced all-in fee at 1.25% p.a. Heritage Total Return (USD) was launched on Nov 29th, 2005. Performance since that date is in USD and is net of management fees and other expenses. Performance data from June 24th, 2003 (the launch date of Heritage Total Return (CHF)) to Nov 29th, 2005 reflects the actual performance of Heritage Total Return (CHF) translated into USD. Starting July 1st, 2011, the all-in fee for class I has been reduced to 1.20% p.a.

## Administrative Information

<b>LEGAL FORM</b>	Swiss fund of alternative funds with special risks	<b>SUBSCRIPTION</b>	Monthly, on last day of the month, with five business days prior notice
<b>SUB-FUNDS</b>	Heritage Total Return (CHF) Heritage Total Return (EUR) Heritage Total Return (USD)	<b>REDEMPTION</b>	Monthly, on last day of the month, with notice no later than the 15th of the month for the following month-end
<b>NAV PUBLICATION</b>	No later than 10 business days after month-end.	<b>ADMINISTRATOR</b>	Gérifonds SA
<b>VALUATION</b>	Monthly, on last day of the month	<b>FUND NAME</b>	Heritage Alternative Fund
<b>MINIMUM INVESTMENT</b>	CHF 500'000 or Equivalent	<b>CUSTODIAN</b>	Banque Cantonale Vaudoise
<b>SUBSCRIPTION FEE</b>	Up to 5%	<b>SUB-CUSTODIAN</b>	Citco Bank (Dublin) + Banque Heritage
<b>ALL-IN FEE</b>	1.20% p.a.	<b>AUDITOR</b>	PricewaterhouseCoopers SA
<b>TOTAL ASSETS</b>	CHF 40.2 mio	<b>BLOOMBERG</b>	HERITGA SW
<b>MANAGER</b>	Banque Heritage 61 route de Chêne - PO BOX 6600 CH-1211 Geneva 6	<b>ISIN / TELEKURS :</b>	CHF : CH0042915329 / 4.291.532 EUR : CH0042915428 / 4.291.542 USD : CH0042915519 / 4.291.551
<b>CONTACT</b>	advisory@heritage.ch + 41 58 220 07 74		

HERITAGE ALTERNATIVE FUND, a Swiss fund of funds with special risks („the Fund“), is an umbrella fund investing in underlying alternative funds, the risks of which are not comparable with those of traditional investment funds. The underlying funds are of a variety of types, open-ended or closed end, that may or may not be listed on recognised stock exchanges or other public regulated markets and that may be of any legal form. Investors should be aware of the increased risks associated with investing in these funds, particularly as to the possible partial or total loss of their investment. To mitigate the risk of loss, the Fund's investment manager undertakes strict and rigorous selection and monitoring of the underlying funds and their managers whilst diversifying their investment strategies. Besides the market and currency risks, investors' attention is drawn to the risks associated with investment management, liquidity of shares in the underlying funds, liquidity of the funds' investments, the impact of share redemptions, the pricing of Fund shares, service providers, lack of transparency and legal risks. These risks are commented more fully in the prospectus. The purchase of shares is conditional upon the signature of a subscription agreement. Past performance is not necessarily a guide to future performance. Performance data does not take account of subscription fees or other transaction charges that may be payable by investors. The Fund is not available for sale in the US or to US persons and its sale is restricted in certain other jurisdictions including the UK.

