

MATRIX PAN-EUROPEAN EQUITY FUND

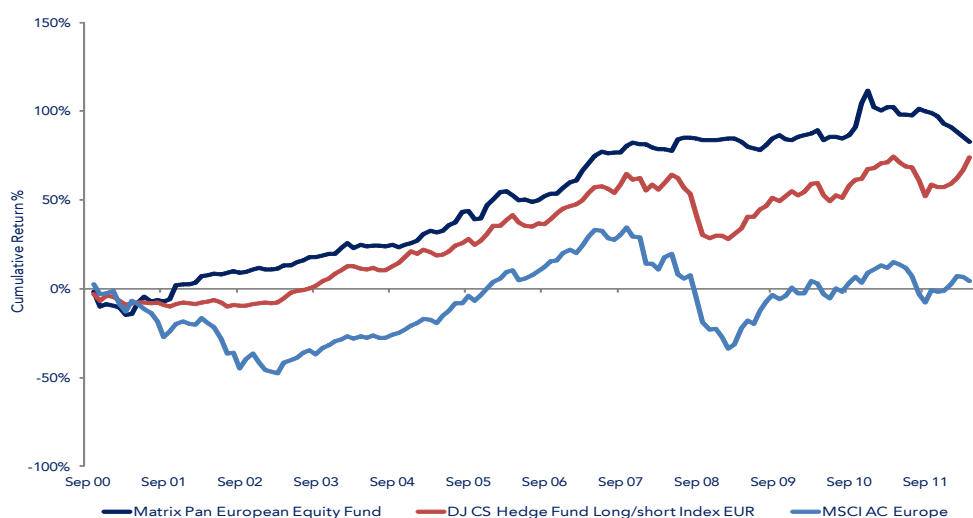
MONTHLY UPDATE

The Matrix Pan-European Equity fund is a long/short fund which aims to generate positive absolute returns irrespective of market conditions, whilst minimising volatility. The Fund was previously called the Candela Fund and has been managed by John Barden and Anthony McCarthy since launch on 2 October 2000. The Fund changed its name to the Matrix Pan-European Equity Fund in August 2011.

Class	NAV per share	April Return	YTD%
Euro Share Class	€180.37	-1.38%	-5.29%

Source: Citi Hedge Fund Services (Ireland) Limited

MONTHLY NET RETURNS VERSUS INDICES (EUR Share Class)



MONTHLY NET RETURNS % (EUR Share Class)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2000										-1.63	-8.61	1.57	-8.69
2001	-0.96	-0.82	-4.62	0.56	7.44	3.23	-2.95	1.36	-1.23	1.60	8.53	0.15	12.10
2002	0.18	0.78	3.60	0.54	0.81	-0.26	0.65	0.98	-1.02	0.66	1.29	-0.68	7.71
2003	-0.73	0.06	0.48	1.51	0.13	1.61	0.75	1.33	0.00	0.90	0.75	0.09	7.09
2004	2.53	2.27	-2.03	1.43	-0.64	0.16	0.29	-0.46	0.78	-1.35	1.22	0.65	4.86
2005	1.38	2.78	1.44	-0.59	0.71	2.26	1.09	4.36	0.31	-3.12	0.40	5.07	17.04
2006	2.31	2.84	0.35	-1.51	-1.91	0.30	-0.77	0.60	1.29	0.94	-0.02	2.27	6.77
2007	2.11	0.66	3.27	2.54	2.47	1.26	-0.55	0.38	-0.02	2.09	1.08	-0.62	15.61
2008	0.11	-1.07	-0.51	0.12	-0.51	3.60	0.52	-0.06	-0.25	-0.61	0.10	0.00	1.38
2009	0.13	0.23	0.08	-0.94	-1.53	-0.63	-0.32	1.57	1.88	1.05	-1.25	-0.27	-0.07
2010	1.15	0.39	0.42	1.12	-2.87	0.92	0.03	-0.53	0.96	2.51	6.97	3.44	15.16
2011	-4.38	-0.83	0.77	0.11	-2.00	-0.13	-0.24	1.90	-0.63	-0.39	-1.04	-2.08	-8.71
2011	-1.10	-1.30	-1.62	-1.38									-5.29

Statistics

Annualised Return	5.35%	Sharpe Ratio	0.22
Annualised Volatility	7.01%	Sortino Ratio	0.39
12 Month Return	-9.62%	% of Positive Months	64%
12 Month Volatility	3.73%	Correl with MSCI Europe	0.20
Maximum Drawdown	-14.45%	Correl with DJ CS HF EUR L/S Index	0.26

FUND INFORMATION

Structure

OEIC

Domicile

Cayman Islands

Manager

Matrix Alternative Asset Management LLP

Administrator

Citi Hedge Fund Services (Ireland) Ltd

Prime Broker

Goldman Sachs

Fund Auditors

Ernst & Young

Dividend Policy

Non-distribution

Management Fee

1.5% per annum
Paid monthly

Performance Fee

20% with high watermark
Paid annually

Minimum Subscription

€300,000, \$300,000 or £200,000

Dealing Frequency

Monthly

Next Dealing Day

31 May 2012

Listing

Irish Stock Exchange (www.ise.ie)

Sedol / Bloomberg Codes

Euro Class - B3W2R36 /
CANEURM KY

FURTHER INFORMATION

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APPLICATIONS

Citi Hedge Services (Ireland) Limited, One George's Quay Plaza 4th Floor George's Quay, Dublin 2, Ireland

PORTFOLIO ANALYSIS APRIL 2012

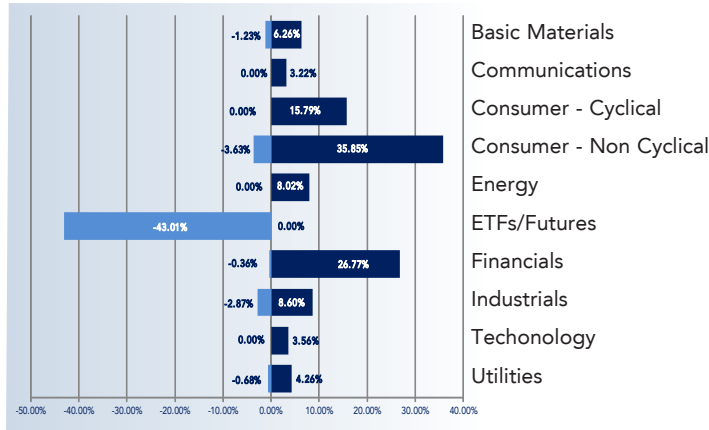
PORTFOLIO STATISTICS (AS AT 30 APR 2012)

Net Exposure	+60.56%
Gross Exposure ^a	+164.12%
Fund Liquidity (% of Gross) ^b	100.00%

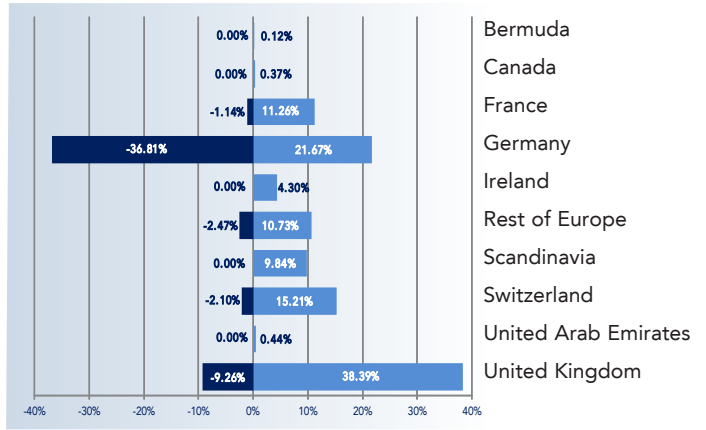
LARGEST LONG POSITIONS (AS AT 30 APR 2012)

Brenntag AG	4.01%
Roche Holdings -Genus	3.53%
L'Oreal	3.48%
Unilever Plc	3.29%
Qiagen NV	3.19%

TOP 10 LONG / SHORT EXPOSURE BY SECTOR %



LONG / SHORT EXPOSURE BY COUNTRY %



TOP PERFORMING LONG POSITIONS

Africa Oil Corp	0.32%
Roche Holdings- Genus	0.20%
Beiersdorf AG	0.17%
Coloplast-B	0.12%
Amadeus IT Holdings	0.10%

BOTTOM PERFORMING LONG POSITIONS

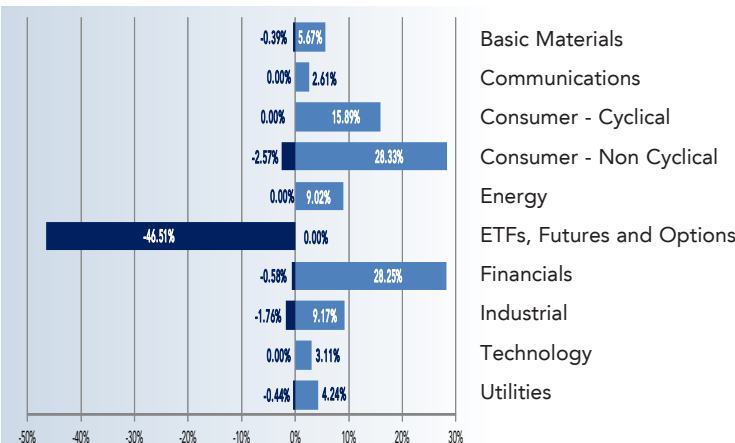
Credit Suisse - Reg	-0.36%
Royal Bank of Scotland	-0.32%
Intesa Sanpaolo	-0.31%
Commerzbank	-0.28%
Lloyds Banking	-0.25%

a. Includes futures hedges.

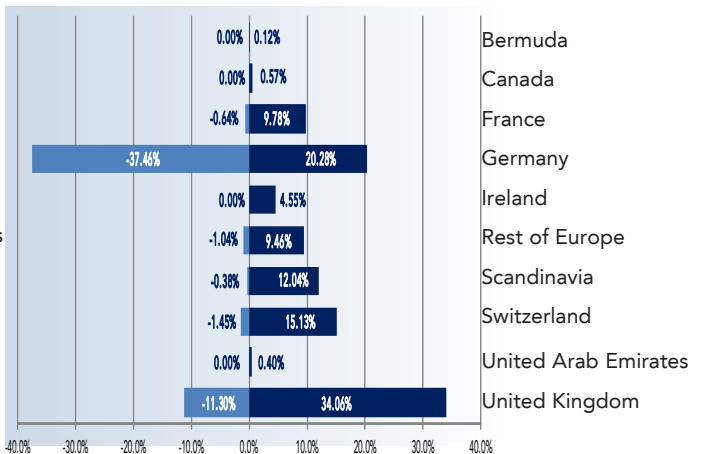
b. The percentage of gross assets that can be liquidated in 1 day based on 1/3 of the (90 day) average daily volume.

PORTFOLIO ANALYSIS - 3 MONTHS TO 30 APR 2012

TOP 10 LONG / SHORT EXPOSURE BY SECTOR %



TOP 10 LONG / SHORT EXPOSURE BY COUNTRY %



MARKET REVIEW & OUTLOOK

The recent elections in Greece have well and truly reignited the crisis within the Euro area. The establishment of the Long term Refinancing Operation ("LTRO") by the European Central Bank ("ECB") in December 2011 helped to alleviate a dire liquidity situation, without fully addressing the issue of solvency and now election results seem to suggest that the Greek people want to remain within the Euro, but without the prescribed austerity measures. This, it should be remembered, is in spite of Greece enjoying the largest debt write off in history. Perhaps this was just a protest vote and the second election, now set for the 17 June, will reinstate a government that supports the current bailout package. As we analyse the situation, there are only a few potential outcomes from here. If elections result in further gains for the anti bailout SYRIZA party and they continue their opposition to the bailout then it's likely that Greece will no longer receive financial support and their banks will quickly run out of money. Faced with no way to source additional funding the country will be forced to abandon the Euro and adopt a new domestic currency. The economic impact on Greece will be devastating. The economic and financial impact on the rest of Europe will be determined by the actions of the ECB with the support of the German government. Potentially it could be the catalyst for a more sustainable Euro structure, with greater support for the peripheral countries. However, in the short term it is also possible that a run on the Greek banks could precipitate a collapse before the 17 June with potentially the same outcome. The only way that contagion could be halted before it impacts on other fiscally weak members and possibly deals a fatal blow to the entire Euro project is if the ECB acts with greater conviction to restore confidence. The stakes are very high, but we have seen that if needed quantitative easing can stabilise financial markets, even if in the soft form of the LTRO in the short term.

In the long term, the fundamental issues of Greece having too much debt, even after the recent write off; the proper capitalisation of banks; supply side reforms including efficient tax collection and some affordable mechanism for encouraging growth need to be addressed.

The election of a socialist president in France, President Holland, has also added pressure to the call for additional growth measures to be added to the EU fiscal pact. Whilst Germany continues to argue against this it also seems implausible that we will not see further growth measures agreed given that Germany appears to be alone in its opposition.

PORTFOLIO REVIEW

All of this turmoil has impacted the markets that have continued to be weak driven primarily by weakness in the bank shares. Spanish banks stocks have broken their recent 2011 lows but many of the other European banks whilst suffering significant falls, have not revisited the lows seen last year. Elsewhere the technical picture, perhaps surprisingly, still looks encouraging with a significant number of stocks within 10% of their all time high. Generally, corporate results have turned out to be better than expected and there is clear value in a lot of names. The weak performance of the fund has been frustrating for us and our investors but we remain well positioned to profit from the recovery in markets once the Greek situation has finally been resolved, ridding the markets of at least this uncertainty. Perhaps we will look back at the recent Greek election result as the catalyst that allowed Europe to move forward with greater certainty and purpose.

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