

Trafalgar Asset Managers launches: Trafalgar Kahala Jet Fund



Trafalgar Asset Managers, the \$2+ billion award-winning London-based hedge fund headed by Lee Robinson and Theo Phanos, is launching Trafalgar Kahala Jet Fund on 1st July 2007. Trafalgar have formed a partnership with First Greenwich Kahala who will co-manage the fund alongside Theo Phanos and Ahmed Hamdani.

Trafalgar Kahala Jet Fund is focusing on aviation, it aims to acquire high yielding aircraft leases and create further value in the portfolio through working the assets e.g. extending existing leases and re-marketing to new operators. The Fund will engage specialist engineers to optimise value in the assets through selective maintenance upgrades and reconfigurations. Prudent use of leverage will be used to optimise returns.

First Greenwich Kahala's team collectively have over 80 years of relevant experience in aircraft leasing and finance. Trafalgar Kahala Jet Fund exploits First Greenwich Kahala's powerful aerospace sourcing capability and a niche opportunity set in aircraft leasing. The Fund will build on the continuing success of Recovery and Discovery in aircraft transactions and First Greenwich Kahala's track record acquiring 29 aircraft over the last five years.

Theo Phanos first worked on aerospace deals in emerging markets in the late 1980's. Since 2004 Trafalgar has focused on the sector and achieved excellent returns without a single losing trade. Ahmed Hamdani has been Trafalgar's dedicated aviation analyst in recent years and steps up into a portfolio management role for Trafalgar Kahala Jet Fund.

Trafalgar Asset Managers was set up in 2001. Directors Lee Robinson and Theo Phanos head up a team of 34. Trafalgar manages eight funds across different hedge fund strategies. These cover credit, distressed, aviation, event driven, post-event driven, stock volatility strategies, long/short equity and Multi-Strategy. Our infrastructure supports our world-class platform of award-winning risk management, corporate research and investment process.

For more information please contact:

Clare Rankin, Katie Fernandes or Olivia Biggs

Investor Services, Trafalgar Asset Managers; investorservices@trafalgarfunds.com: Tel. + 44 (0) 20 7563 9400.

June 07

Disclaimer

This material is issued by Trafalgar Asset Managers Ltd ("TAM"), authorised and regulated by the Financial Services Authority. The investment products and services of TAM are only available to intermediate customers and market counterparties as defined by the Financial Services Authority in the United Kingdom. They are not available to private customers. The information contained herein is strictly confidential and is intended only for the use of persons (or entities they represent) to whom it has been provided. This material may be divulged to any other person, distributed, resold and/or reproduced without the prior written permission of TAM. Changes in exchange rates could affect the value of your investment. Movements in foreign exchange rates can impact both on the level of income received and the capital value of the investment. Past performance should not be seen as a guide to the future. The value of shares and the income from them can go down as well as up. You may not get back the amount invested. Nothing contained herein constitutes investment, legal, tax or other advice nor is to be relied upon in making an investment or other decision. No recommendation is made positive or otherwise, regarding individual securities or funds mentioned herein. This is not an invitation to subscribe for shares in any of the funds mentioned herein and is by way of information only. Subscriptions will only be received and shares issued on the basis of the current prospectus for the relevant fund. Copies of the Funds prospectuses and financial statements can be obtained from TAM as mentioned above. Shares in the funds described in this document are not available for sale in any jurisdiction in which such a sale would be prohibited. Accordingly it is not intended for distribution to any other country where such distribution or use would be contrary to local law or regulation.