

PILLAR 3 DISCLOSURE FOR THE YEAR ENDED 31 MARCH 2011

The information on the following pages is unaudited

FSA Pillar 3 disclosure

Cantab Capital Partners LLP ("CCP") is authorised and regulated as a limited license firm by the Financial Services Authority ("FSA"). This document is our Pillar 3 Disclosure which is required by the FSA.

Scope of Application of the Requirement

The disclosures contained in this document relate to the business of CCP, whose principal business is to provide discretionary investment management business to professional customers.

There is no current or foreseen material practical or legal impediment to the prompt transfer of capital resources or repayment of liabilities.

There is no deficit of capital and no subsidiary is excluded from the consolidated group.

Capital Resources

As at 31 March 2011, CCP's capital resource is £704,200 and consists entirely of Tier 1 capital and no deductions.

As CCP is authorised by the FSA as a limited license firm, CCP's capital requirements are the greater of CCP's:

- The base capital requirement of EURO 50,000; or
- The sum of its market and credit risk requirements; or
- The Fixed Overhead Requirement

CCP has calculated our capital requirement in accordance with the relevant FSA rules and the final level of capital is generally calculated as our Fixed Overhead Requirement due to the limited credit and market risk exposure which is largely limited to management and performance fee receivables in foreign currencies. We calculated both our market risk capital requirement and credit risk capital requirement using the standardised approach.

CCP also carries out Internal Capital Adequacy Assessment Process ("ICAAP") to determine whether any additional capital is required for Pillar 2. The ICAAP process includes an assessment of specific risks to our business, the likelihood of these occurring and the controls we have put in place to mitigate these risks. The conclusions of our ICAAP are that no additional Pillar 2 capital is required.

Risk Management

Given the nature of our business, CCP is mainly exposed to business risk and operational risk. Our approach is to have in place processes and controls that are commensurate with the scale of the business operation. Our Pillar 2 assessment of business risk looks at a range of potential risks and we regularly assess the likelihood of these risks and any controls in place to mitigate our exposure. Our operational risk exposure is typical for a business of our size and nature and we have established controls in place to mitigate the risk exposure accordingly. Our Chief Financial Officer, who is independent of the investment advisory business, has oversight of the operational risk of our business.



Remuneration

Given the nature and small size of our business remuneration for all employees is set by the members of the Partnership. The Partnership formally reviews the performance of all employees and based thereon determines each employees overall level of remuneration and the split of that between base salary, bonus etc.

Given that CCP has only one business area, fund management, all remuneration disclosed in our audited financial statements is from this business area.

CCP has defined "Code Staff" to be the current three members of the Partnership. The aggregate level of remuneration earned by the Partners is disclosed in our audited financial statements.

CCP has determined that they are a "Tier 4" firm and has applied proportionality and, where relevant, has neutralized various provisions of the FSA Remuneration Code.