



Announcement

The Tantallon Fund – Removal of 50 Stock Limitation

The Directors of the Tantallon Fund (at a Board Meeting October 27th 2006) have approved the removal of the internally imposed 50 name stock limitation.

This is principally to allow the fund to add short positions without having to sell a long position. The expected holding period of long positions and their inherent conviction is substantially greater than the holding period and conviction of short positions. Hence the fund will now be able to add short positions without selling long positions, and exceed the 50 name limitation.

The fund may also from time to time invest in long positions beyond the 50 name limitation.

The manager remains committed to the principal of high portfolio concentration. This change merely adds a level of flexibility which we feel is prudent and appropriate.

Kind regards
Nick, Alex & Jim

30 October 2006