Annual Report

Artio Global Balanced (Cayman) Fund Ltd.

This fund is not available to US citizens and residents.

December 31, 2010

Artio Global Investors

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Independent Auditors' Report

The Shareholders
Artio Global Balanced (Cayman) Fund Ltd.:

We have audited the accompanying statement of assets and liabilities, including the portfolio of investments, of the Artio Global Balanced (Cayman) Fund Ltd. (the Fund), as of December 31, 2010, and the related statements of operations, changes in net assets and financial highlights for the year then ended. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Artio Global Balanced (Cayman) Fund Ltd. as of December 31, 2010, and the results of its operations, changes in its net assets, and financial highlights for the year then ended, in conformity with U.S. generally accepted accounting principles.

KPMG

April 26, 2011

Share Amount	Description	Fair Value (Note 2)
	COMMON STOCKS—58.6%†	
	United States—23.4%	
2,382	Adobe Systems (1)	$ 73,318
3,831	Aecom Technology (1)	107,153
2,249	Alpha Natural Resources (1)	135,007
279	Amazon.com Inc (1)	50,220
1,014	Apple Inc (1)	327,076
2,582	AutoNation Inc (1)	72,812
5,097	BB&T Corp	134,000
15,010	Brocade Communications Systems (1)	79,403
3,642	CareFusion Corp (1)	93,599
1,108	CF Industries Holdings	149,746
1,440	Chevron Corp	131,400
101,573	Citigroup Inc (1)	480,440
1,281	Cliffs Natural Resources	99,931
1,223	Coach Inc	67,644
3,548	Coca-Cola Enterprises	88,806
854	Coinstar Inc (1)	48,200
4,253	Corning Inc	82,168
1,172	CSX Corp	75,723
540	Cummins Inc	59,405
3,766	DreamWorks Animation-Class A (1)	110,984
4,178	EMC Corp (1)	95,676
4,266	Federated Investors-Class B	111,641
724	FedEx Corp	67,339
2,792	Foster Wheeler (1)	96,380
1,501	Freeport-McMoRan Copper & Gold	180,255
1,499	Fresh Market (1)	61,759
7,774	General Growth Properties REIT	120,342
2,943	General Motors (1)	108,479
11,877	Global Cash Access Holdings (1)	37,888
583	Google Inc-Class A (1)	346,285
2,123	Hasbro Inc	100,163
1,014	Herbalife Ltd	69,327
1,265	Hess Corp	96,823
1,273	Hospira Inc (1)	70,893
2,346	Howard Hughes (1)	127,669
966	Joy Global	83,801
5,528	JPMorgan Chase	234,498
2,805	Juniper Networks (1)	103,561
2,658	Las Vegas Sands (1)	122,135
1,763	Liberty Global-Class A (1)	62,375
461	MasterCard Inc-Class A	103,315
5,249	McDermott International (1)	108,602
1,339	Mosaic Co	102,246
1,141	Murphy Oil	85,062
2,049	National-Oilwell Varco	137,795
5,432	NCR Corp (1)	83,490
1,027	NIKE Inc-Class B	87,726
838	Northern Trust	46,434
1,329	Occidental Petroleum	130,375
16,762	Office Depot (1)	90,515
2,819	Plains Exploration & Production (1)	90,603
1,601	PNC Financial Services	97,213
1,278	Polo Ralph Lauren	141,756
5,500	QUALCOMM Inc	272,195
3,502	Quanta Services (1)	69,760
2,295	SanDisk Corp (1)	114,429
1,945	Schlumberger Ltd	162,407
12,326	Tenet Healthcare (1)	82,461
1,554	Thermo Fisher Scientific (1)	86,029
1,091	Transocean Ltd (1)	75,835
1,792	Union Pacific	166,047
2,894	Urban Outfitters (1)	103,634
1,466	Visteon Corp (1)	108,851
2,606	Vulcan Materials	115,602

Share Amount	Description		Fair Value (Note 2)
	COMMON STOCKS—Continued		
	United States—Continued		
969	Walter Energy	$	123,877
7,882	Wells Fargo		244,263
777	Whiting Petroleum (1)		91,057
3,849	Williams Cos		95,147
4,421	Yahoo! Inc (1)		73,521
1,458	Yum! Brands Inc		71,515
			8,126,086
	China—4.7%		
627	Baidu Inc Sponsored ADR (1)		60,524
52,000	Belle International		87,629
17,600	Changsha Zoomlion Heavy Industry Science & Technology Development-Class H (1)		39,757
159,750	China Construction Bank-Class H		143,851
10,000	China Merchants Holdings International		39,492
42,000	China National Building Material-Class H		96,171
53,000	China Resources Enterprise		217,150
50,628	China Yurun Food		167,378
2,765	Ctrip.com International Sponsored ADR (1)		111,844
39,000	Dongfeng Motor Group-Class H		67,328
245,000	Geely Automobile		106,842
22,000	Golden Eagle Retail		54,055
66,000	Sany Heavy Equipment International		97,977
32,000	Tingyi (Cayman Islands) Holding		82,741
8,000	Weichai Power-Class H		49,449
30,000	Wumart Stores-Class H		74,097
4,197	Youku.com Inc Sponsored ADR (1)		146,937
			1,643,222
	United Kingdom—4.3%		
9,665	ARM Holdings		64,054
10,513	Barclays PLC		43,067
5,163	BG Group		104,762
5,477	BHP Billiton		218,750
14,678	Cairn Energy (1)		96,519
163,121	Lloyds Banking (1)		167,792
5,794	Rio Tinto		406,987
4,417	Rolls-Royce Group (1)		43,083
14,797	Xstrata PLC		348,778
			1,493,792
	Hong Kong—3.5%		
26,500	BOC Hong Kong		90,678
122,000	Hang Lung Properties		567,340
6,100	Hong Kong Exchanges & Clearing		138,343
22,000	Li & Fung		128,627
16,000	Link REIT		49,706
42,000	Shangri-La Asia		114,000
3,500	Swire Pacific-Class A		57,541
42,000	United Laboratories International		86,230
			1,232,465
	Russia—2.9%		
423,713	IDGC Holding (1)		75,103
3,467	Magnit OJSC Sponsored GDR		101,583
1,875	Mail.ru Group Sponsored GDR (1)(3)		67,500
1,075	NovaTek OAO Sponsored GDR		128,462
5,623	O'Key Group Sponsored GDR (1)		77,429
4,231	Pharmstandard Sponsored GDR (1)		120,584
71,915	Sberbank of Russian Federation		245,850
17,792	VTB Bank Sponsored GDR		117,249
1,985	X 5 Retail Sponsored GDR (1)		91,806
			1,025,566
	Japan—2.9%		
1,400	Canon Inc		72,671

Share Amount	Description	Fair Value (Note 2)
	COMMON STOCKS—Continued	
	Japan—Continued	
800	Fanuc Ltd	$ 123,001
2,100	Honda Motor	83,244
6,400	Komatsu Ltd	193,882
800	Nidec Corp	80,982
2,200	Shiseido Co	48,120
400	SMC Corp	68,602
1,600	Softbank Corp	55,454
4,200	Suzuki Motor	103,570
4,300	Unicharm Corp	171,247
		1,000,773
	Canada—2.8%	
3,753	Barrick Gold	200,633
1,131	First Quantum Minerals	122,929
2,137	Goldcorp Inc	98,259
7,246	Ivanhoe Mines (1)	167,723
351	Potash Corp of Saskatchewan	54,558
4,640	Silver Wheaton (1)	181,358
2,454	Teck Resources-Class B	152,602
		978,062
	France—2.6%	
1,003	BNP Paribas	64,063
2,344	CFAO SA	102,420
1,046	Danone SA	65,981
1,902	Essilor International	122,925
31,500	L' Occitane International (1)	87,121
1,166	LVMH	192,559
495	PPR	79,024
861	Schneider Electric	129,368
767	Technip SA	71,102
		914,563
	Germany—1.7%	
1,186	BMW AG	93,635
1,304	Daimler AG (1)	88,746
2,178	Fraport AG	137,797
887	Fresenius SE	74,670
982	MAN SE	117,236
532	Siemens AG	66,160
		578,244
	Switzerland—1.5%	
971	Dufry Group (1)	131,050
912	Nestle SA	53,569
3,174	Nobel Biocare	60,034
472	Swatch Group	211,061
4,231	UBS AG (1)	69,677
		525,391
	Denmark—1.2%	
889	Carlsberg AS-Class B	89,382
1,412	Novo Nordisk-Class B	159,887
2,817	Pandora AS (1)	170,394
		419,663
	Australia—1.0%	
8,251	Newcrest Mining	342,029
	South Africa—0.9%	
5,493	Aspen Pharmacare (1)	76,395
9,911	Shoprite Holdings	149,285
5,497	Standard Bank	89,363
		315,043

Share Amount	Description	Fair Value (Note 2)
	COMMON STOCKS—Continued	
	Netherlands—0.8%	
11,991	ING Groep Dutch Certificate (1)	$ 117,110
5,150	LyondellBasell Industries-Class A (1)	177,160
		294,270
	South Korea—0.8%	
2,074	Celltrion Inc (1)	61,220
1,310	Hyundai Motor (1)	200,269
		261,489
	Brazil—0.7%	
7,908	All America Latina Logistica (Unit)	71,458
7,186	Diagnosticos da America	97,400
5,364	Hypermarcas SA (1)	72,802
		241,660
	Sweden—0.6%	
1,423	Elekta AB-Class B	54,779
9,305	Volvo AB-Class B (1)	164,014
		218,793
	India—0.6%	
559	HDFC Bank Sponsored ADR	93,414
3,205	Reliance Capital Sponsored GDR	47,883
3,280	United Spirits Sponsored GDR	53,579
		194,876
	Israel—0.4%	
2,512	Teva Pharmaceutical Industries Sponsored ADR	130,950
	Italy—0.4%	
5,934	Fiat SpA	122,834
	Austria—0.3%	
2,406	Erste Group Bank	113,424
	Greece—0.2%	
2,518	Coca-Cola Hellenic Bottling	65,399
	Czech Republic—0.2%	
268	Komercni Banka	63,553
	Indonesia—0.1%	
96,500	Indofood CBP Sukses Makmur (1)	50,071
	Singapore—0.1%	
66,000	Golden Agri-Resources	41,216
	TOTAL COMMON STOCKS (Cost $ 17,063,770)	20,393,434

Face Value	Currency	Description	Fair Value (Note 2)
		CORPORATE BONDS—17.9%	
		United States—17.9%	
500,000	USD	Burlington Northern Santa Fe 5.650% due 05/01/2017	558,002
500,000	USD	Coca-Cola Enterprises 7.375% due 03/03/2014	583,284
500,000	USD	Comcast Cable Communications 8.875% due 05/01/2017	625,469
85,000	USD	EI Du Pont de Nemours 5.875% due 01/15/2014	94,815
500,000	USD	General Electric Capital 4.875% due 03/04/2015	534,047
500,000	USD	Hess Corp 7.000% due 02/15/2014	569,431
500,000	USD	Home Depot 5.400% due 03/01/2016	560,939
500,000	USD	John Deere Capital 5.750% due 09/10/2018	567,328

Face Value	Currency	Description	Fair Value (Note 2)
		CORPORATE BONDS—Continued	
		United States—Continued	
		Kroger Co	
500,000	USD	7.500% due 01/15/2014	$ 576,873
		Target Corp	
500,000	USD	6.350% due 01/15/2011	500,765
		Wal-Mart Stores	
500,000	USD	3.000% due 02/03/2014	520,049
		Wells Fargo	
500,000	USD	4.950% due 10/16/2013	535,848
		TOTAL CORPORATE BONDS (Cost $ 5,791,636)	6,226,850

Share Amount	Description	Fair Value (Note 2)
	INVESTMENT FUNDS—8.5%	
	Multinational—8.2%	
8,484	iShares Silver Trust (1)	256,047
10,606	Julius Baer Multibond - Global High Yield Bond Fund-Class C (1)(2)	2,595,519
		2,851,566
	United States—0.3%	
4,447	PowerShares DB Base Metals Fund (1)	108,640
	TOTAL INVESTMENT FUNDS (Cost $ 2,447,101)	2,960,206

Face Value	Currency	Description	Fair Value (Note 2)
		U.S. GOVERNMENT AND AGENCY OBLIGATIONS—4.3%	
		United States—4.3%	
		U.S. Treasury Bonds	
400,000	USD	4.375% due 05/15/2040	401,998
		U.S. Treasury Inflation Indexed Bonds	
542,245	USD	2.375% due 01/15/2027	603,968
		U.S. Treasury Notes	
500,000	USD	0.875% due 03/31/2011	500,899
		TOTAL U.S. GOVERNMENT AND AGENCY OBLIGATIONS (Cost $ 1,485,745)	1,506,865

Share Amount	Description	Fair Value (Note 2)
	EQUITY LINKED NOTES—4.0%	
	India—2.5%	
8,590	Adani Enterprises, Issued by CLSA, Expires 12/29/2014	125,015
3,347	Axis Bank, Issued by Merrill Lynch International, Expires 03/16/2015 (3)	101,035
18,354	Coal India, Issued by Deutsche Bank AG London, Expires 10/27/2020 (1)	129,223
27,436	Dabur India, Issued by Deutsche Bank AG London, Expires 09/13/2012 (3)	61,525
6,580	Housing Development Finance, Issued by Deutsche Bank AG London, Expires 01/30/2017 (3)	107,204
14,232	ITC Ltd, Issued by CLSA, Expires 05/05/2015	55,595
4,835	JSW Steel, Issued by Citigroup Global Markets, Expires 10/24/2012	126,682
3,881	Larsen & Toubro, Issued by Citigroup, Expires 10/24/2012 (3)	170,985
		877,264
	Taiwan—0.8%	
8,299	HTC Corp, Issued by Citigroup, Expires 01/20/2015 (3)	255,924
1,000	Mstar Semiconductor, Issued by Deutsche Bank AG London, Expires 01/04/2021 (1)	9,644
1,000	Mstar Semiconductor, Issued by Merrill Lynch International, Expires 12/16/2015 (1)	9,644
		275,212
	United States—0.7%	
6,258	Ford Motor, Issued by Ford Motor, Expires 01/01/2013 (1)	51,003
2,335	Hartford Financial Services Group, Issued by Hartford Financial, Expires 06/26/2019	42,147
6,171	JPMorgan Chase, Issued by JP Morgan Chase & Co, Expires 10/28/2018	89,171

Share Amount		Description		Fair Value (Note 2)
		EQUITY LINKED NOTES—Continued		
		United States—Continued		
3,799		PNC Financial Services Group, Issued by PNC Financial, Expires 12/31/2018	$	54,819
				237,140
		TOTAL EQUITY LINKED NOTES (Cost $ 1,219,679)		1,389,616
Face Value	**Currency**			
		FOREIGN GOVERNMENT BONDS—2.7%		
		Canada—1.5%		
		Province of Ontario Canada		
500,000	USD	4.100% due 06/16/2014		540,533
		Mexico—1.2%		
		Mexican Bonos		
4,100,000	MXN	10.000% due 12/05/2024		415,219
		TOTAL FOREIGN GOVERNMENT BONDS (Cost $ 935,966)		955,752
Share Amount				
		EXCHANGE-TRADED NOTES—2.1%		
		United States—2.1%		
3,859		iPath Dow Jones-UBS Commodity Index Total Return (1)		189,554
1,740		iPath Dow Jones-UBS Copper Subindex Total Return (1)		102,834
5,813		iPath Dow Jones-UBS Grains Subindex Total Return (1)		308,612
1,224		iPath Dow Jones-UBS Sugar Subindex Total Return (1)		114,505
		TOTAL EXCHANGE-TRADED NOTES (Cost $ 557,732)		715,505
		PREFERRED STOCKS—0.4%		
		Germany—0.4%		
783		Volkswagen AG (Cost $116,476)		127,523
		RIGHTS—0.0%		
		Canada—0.0%		
7,246		Ivanhoe Mines (1) (Cost $—)		9,772
		TOTAL INVESTMENTS—98.5% (Cost $29,618,105)		34,285,523
		OTHER ASSETS AND LIABILITIES (Net)—1.5%		508,883
		TOTAL NET ASSETS—100.0%	$	34,794,406

Notes to the Portfolio of Investments:

† Percentages indicated are based on the Company’s net assets.

ADR American Depositary Receipt
GDR Global Depositary Receipt
REIT Real Estate Investment Trust
(1) Non-income producing security.
(2) Affiliate to Investment Advisor. See Note 4.
(3) Securities exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registrations, normally to qualified institutional buyers.

FORWARD FOREIGN EXCHANGE CONTRACTS TO SELL

Expiration Date	Counterparty		Contracts to Deliver: Local Currency	Contracts to Deliver: Value in USD	In Exchange for USD		Net Unrealized Depreciation
03/16/11	Credit Suisse London Branch	EUR	155,818	208,994	205,660	$	(3,334)
03/16/11	State Street Bank And Trust Company	EUR	728,199	976,716	974,330		(2,386)
03/16/11	Credit Suisse London Branch	MXN	5,374,367	433,395	429,434		(3,961)
Net unrealized depreciation on forward foreign exchange contracts to sell						$	(9,681)

Glossary of Currencies:

EUR — Euro
MXN — Mexican Peso
USD — United States Dollar

STATEMENT OF ASSETS AND LIABILITIES
Artio Global Balanced (Cayman) Fund Ltd.
December 31, 2010

ASSETS:		
Investments in securities, at fair value		
(Cost $27,416,139)	$	31,690,004
Affiliated securities, at fair value		
(Cost $2,201,966)		2,595,519
Cash		478,514
Foreign currency, at fair value		
(Cost $276)		286
Receivables:		
Investments sold		29,321
Interest and dividends		91,701
Receivable from Investment Advisor—net (Note 4)		23,636
Total Assets		**34,908,981**
LIABILITIES:		
Payables:		
Investments purchased		10,254
Unrealized depreciation on forward foreign exchange contracts		9,681
Accrued expenses and other payables		94,640
Total Liabilities		**114,575**
NET ASSETS	**$**	**34,794,406**
Class A	$	27,372,292
Class I	$	7,422,114
SHARES OUTSTANDING (Note 7)		
Class A		234,155
Class I		63,224
NET ASSET VALUE AND REDEMPTION PRICE PER SHARE		
Class A	$	116.90
Class I	$	117.39

STATEMENT OF OPERATIONS
Artio Global Balanced (Cayman) Fund Ltd.
For the Year Ended December 31, 2010

INVESTMENT INCOME:		
Interest†	$	264,976
Dividends††		238,414
Total investment income		**503,390**
EXPENSES:		
Investment advisory fee (Note 4)		229,053
Custody fees		252,624
Administration fees		12,595
Professional fees		31,676
Directors' fees and expenses (Note 2)		15,250
Shareholder reports		619
Transfer agent fees		24,999
Miscellaneous fees		400
Total expenses common to all classes		**567,216**
Distribution and shareholder servicing fees (Note 5)		
Class A		62,816
Total gross expenses		**630,032**
Expenses reimbursed by Investment Advisor (Note 4)		(220,288)
Expenses waived by Investment Advisor (Note 4)		(12,156)
Net expenses		**397,588**
NET INVESTMENT INCOME		**105,802**
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:		
Realized gain (loss) on:		
Investments		3,802,542
Affiliated investments		1,103
Forward foreign exchange contracts		280,357
Foreign currency transactions†††		(65,655)
Net realized gain on investments		**4,018,347**
Net change in unrealized depreciation on:		
Investments††††		(698,543)
Forward foreign exchange contracts		(55,231)
Foreign currency transactions		(129)
Net change in unrealized depreciation of investments		**(753,903)**
NET REALIZED AND UNREALIZED GAIN ON INVESTMENTS		**3,264,444**
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	**$**	**3,370,246**

† Net of withholding taxes of $123,779.
†† Net of withholding taxes of $61,839.
††† Net of Brazilian IOF tax of $12,478.
†††† Net of foreign capital gains taxes of $1,556.

STATEMENT OF CHANGES IN NET ASSETS

Artio Global Balanced (Cayman) Fund Ltd.

		For the Year Ended December 31, 2010
INCREASE IN NET ASSETS FROM OPERATIONS:		
Net investment income	$	105,802
Net realized gain on investments		4,018,347
Net change in unrealized depreciation of investments		(753,903)
Net increase in net assets resulting from operations		**3,370,246**
FUND SHARE TRANSACTIONS (NOTE 7):		
Cost of shares redeemed		
Class A		(6,180)
Class I		(4,600,319)
Net decrease from Fund share transactions		**(4,606,499)**
Net decrease in net assets		**(1,236,253)**
NET ASSETS		
Beginning of year		36,030,659
End of year	**$**	**34,794,406**

FINANCIAL HIGHLIGHTS
Artio Global Balanced (Cayman) Fund Ltd.
For a share outstanding throughout the year

	Class A	
	Year Ended December 31, 2010	
Net Asset Value, beginning of year	$106.15	
Income (loss) from investment operations:		
Net investment income (1)	0.24	
Net realized and unrealized gain on investments	10.51	
Total income from investment operations	10.75	
Net Asset Value, end of year	$116.90	
Total Return	10.13%	
Ratios/Supplemental Data:		
Net Assets, end of year (in 000's)	$27,372	
Ratio of net investment income to average net assets	0.22%	
Ratio of net expenses to average net assets	1.20%	(2)(3)

(1) Based on average shares outstanding.
(2) Does not include expenses of underlying funds.
(3) The net expenses of the Company reflect waivers of fees and reimbursements of expenses by the Company's investment advisor. Had such action not been taken, the operating expense ratio would have been 1.87%.

FINANCIAL HIGHLIGHTS
Artio Global Balanced (Cayman) Fund Ltd.
For a share outstanding throughout the year

	Class I Year Ended December 31, 2010	
Net Asset Value, beginning of year	$106.37	
Income (loss) from investment operations:		
Net investment income (1)	0.53	
Net realized and unrealized gain on investments	10.49	
Total income from investment operations	11.02	
Net Asset Value, end of year	$117.39	
Total Return	10.32%	
Ratios/Supplemental Data:		
Net Assets, end of year (in 000's)	$7,422	
Ratio of investment income to average net assets	0.50%	
Ratio of net expenses to average net assets	0.95%	(2)(3)

(1) Based on average shares outstanding.
(2) Does not include expenses of underlying funds.
(3) The net expenses of the Company reflect waivers of fees and reimbursements of expenses by the Company's investment advisor. Had such action not been taken, the operating expense ratio would have been 1.58%.

1. Organization

Artio Global Balanced (Cayman) Fund Ltd. (the "Company") is an exempted company incorporated with limited liability in the Cayman Islands on March 8, 2006 as an open-ended investment company and is empowered under the laws of the Cayman Islands to issue and redeem its own Participation Shares. The Company registered under the Mutual Funds Law of the Cayman Islands on May 8, 2006 and commenced operations on August 31, 2006. There are currently two classes of non-voting Participating Shares of the Company designated as Class A and Class I Shares. The classes of shares are offered to different types of investors and have different expense structures, as outlined in the Company's Offering Memorandum. Income, realized gains and losses, unrealized appreciation and depreciation, and expenses that are not attributable to a specific class are allocated to each class based on their relative net assets.

The Company seeks to maximize risk-adjusted long-term returns by providing long-term growth of capital and income. This is achieved primarily through investing in securities ("Direct Securities"), and/or through other pooled investment vehicles (collectively, the "Private Funds") advised by the Investment Manager, its affiliated managers or unaffiliated managers.

2. Significant Accounting Policies

The following is a summary of significant accounting policies consistently followed by the Company in the preparation of its financial statements. The presentation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

a) Portfolio valuation: The Company's assets for which market quotations are readily available are valued at fair value on the basis of quotations furnished by a pricing service or provided by securities dealers. Equity investments are generally valued using the last sale price or official closing price taken from the primary market in which each security trades, or if no sales occurred during the day, at the mean of the current quoted bid and asked prices. Fixed income securities are generally valued using prices provided directly by independent third party services or provided directly from one or more broker dealers or market makers, each in accordance with valuation procedures ("Valuation Procedures") approved by the Company.

The pricing services may use valuation models or matrix pricing, which considers yield or prices with respect to comparable bond quotations from bond dealers or by reference to other securities that are considered comparable in such characteristics as rating, interest rate and maturity date, to determine current value. Asset and liabilities initially expressed in foreign currency will be converted into U.S. dollar values. Short-term dollar-denominated investments of appropriate credit quality that mature in 60 days or less are valued on the basis of amortized cost. The Company's investments in underlying funds are carried at fair value based upon the net asset values provided by the managers, in the case of privately held funds or publicly quoted exchange price, in the case of publicly traded funds. The prospectuses of these underlying funds explain the circumstances under which they will use fair value pricing and the effects of such fair value pricing. The Company has $2,595,519 invested in a redeemable alternative investment fund, the Julius Baer Multibond – Global High Yield Bond Fund – Class C valued at net asset value. The Company has no unfunded commitments to the Julius Baer Multibond – Global High Yield Bond Fund, and can redeem daily. Julius Baer Multibond – Global High Yield Bond Fund's investment objective is to achieve an above-average return in the long-term through investments worldwide in high-yield bonds with foreign currency exposure largely hedged.

When market quotations or exchange rates are not readily available, or if the Investment Manager believes that such market quotations do not accurately reflect fair value, the fair value of the Company's assets are determined in good faith in accordance with the Valuation Procedures. For options, swaps and warrants, a fair value price may be determined using an industry accepted modeling tool using inputs, which may include yield data, risk free rate, volatility, contract terms, and others, as applicable. In addition, the Investment Manager, through its pricing committee may determine the fair value price based upon multiple factors as set forth in the Valuation Procedures approved by the Company. The closing prices of domestic or foreign securities may not reflect their fair market values at the time the Company calculates its NAV if an event that materially affects the value of those securities has occurred since the closing prices were established on the domestic or foreign exchange market, but before the Company's NAV calculation. Under certain conditions, the Company has approved an independent pricing service to fair value foreign equity securities. This is generally accomplished by adjusting the closing price for movements in correlated indices, securities or derivatives. Fair value pricing may cause the value of the security on the books of the Company to be different from the closing value on the non-U.S. exchange and may affect the calculation of the Company's NAV. The Company may fair value securities in other situations, for example, when a particular foreign market is closed but the Company is open.

Fair value is defined as the price that the Company would receive upon selling an investment in a timely transaction to an independent buyer in the principal or most advantageous market for the investment. Fair value measurements are determined within a framework that has established a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk, for example, the risk inherent in a particular valuation technique used to measure fair value including such a pricing model and/ or the risk inherent in the inputs to the valuation technique. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the assets or liabilities developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The three-tier hierarchy of inputs is summarized in the three broad levels listed below.

Level 1 - Inputs are quoted prices in active markets for identical investments (i.e. equity securities, open-end investment companies, futures contracts, options contracts)

Level 2 - Other observable inputs (including, but not limited to: quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market corroborated inputs) (i.e. debt securities, government securities, swap contracts, forward foreign currency contracts, foreign securities utilizing an approved vendor for systematic fair value pricing)

Level 3 - Inputs are significant unobservable inputs (including the Company's own assumptions used to determine the fair value of investments) (i.e. fair valued securities)

The Company will fair value foreign securities when the Investment Manager does not believe that the closing prices are reflective of fair value due to significant events that occurred subsequent to the close of the foreign markets but before the Company's NAV calculations. When equity securities are fair valued under this method, they will be classified as Level 2 resulting in significant transfers between Level 1 and Level 2 for equity securities. The number of days on which fair value prices will be used depends on market activity. It is possible that fair value prices will be used by the Company to a significant extent. Foreign equity securities in the Company were not fair valued under this method at December 31, 2009 and December 31, 2010, resulting in no significant transfers between Level 1 and Level 2 in the fair value hierarchies.

The following is a summary of the inputs used as of December 31, 2010 in valuing the Company's investments:

Assets Valuation Input

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
COMMON STOCKS				
United States	$ 8,126,086	$ —	$ —	$ 8,126,086
China	1,643,222	—	—	1,643,222
United Kingdom	1,493,792	—	—	1,493,792
Hong Kong	1,232,465	—	—	1,232,465
Russia	958,066	67,500	—	1,025,566
Japan	1,000,773	—	—	1,000,773
Canada	978,062	—	—	978,062
France	914,563	—	—	914,563
Germany	578,244	—	—	578,244
Switzerland	525,391	—	—	525,391
Denmark	419,663	—	—	419,663
Australia	342,029	—	—	342,029
South Africa	315,043	—	—	315,043
Netherlands	294,270	—	—	294,270
South Korea	261,489	—	—	261,489
Brazil	241,660	—	—	241,660
Sweden	218,793	—	—	218,793
India	194,876	—	—	194,876
Israel	130,950	—	—	130,950
Italy	122,834	—	—	122,834
Austria	113,424	—	—	113,424
Greece	65,399	—	—	65,399
Czech Republic	63,553	—	—	63,553
Indonesia	50,071	—	—	50,071
Singapore	41,216	—	—	41,216
TOTAL COMMON STOCKS	20,325,934	67,500	—	20,393,434
CORPORATE BONDS				
United States	—	6,226,850	—	6,226,850
INVESTMENT FUNDS				
Multinational	2,851,566	—	—	2,851,566
United States	108,640	—	—	108,640
TOTAL INVESTMENT FUNDS	2,960,206	—	—	2,960,206
U.S. GOVERNMENT AND AGENCY OBLIGATIONS				
United States	—	1,506,865	—	1,506,865
EQUITY LINKED NOTES				
India	—	877,264	—	877,264
Taiwan	—	275,212	—	275,212
United States	237,140	—	—	237,140
TOTAL EQUITY LINKED NOTES	237,140	1,152,476	—	1,389,616
FOREIGN GOVERNMENT BONDS				
Canada	—	540,533	—	540,533
Mexico	—	415,219	—	415,219
TOTAL FOREIGN GOVERNMENT BONDS	—	955,752	—	955,752
EXCHANGE-TRADED NOTES				
United States	715,505	—	—	715,505
PREFERRED STOCKS				
Germany	127,523	—	—	127,523
RIGHTS				

Canada	9,772	—	—	9,772
TOTAL INVESTMENTS	$ 24,376,080	$ 9,909,443	—	$ 34,285,523

Liabilities Valuation Input

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
FORWARD FOREIGN EXCHANGE CONTRACTS	$ —	$ (9,681)	$ —	$ (9,681)
TOTAL	$ —	$ (9,681)	$ —	$ (9,681)

b) Foreign currency: The books and records of the Company are maintained in U.S. dollars. Foreign currencies and investments and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars at the exchange rates prevailing at the end of the period as defined by the Company's Valuation Procedures. Purchases and sales of investment securities and income and expenses are translated on the respective dates of such transactions. Unrealized gains or losses on investments denominated in foreign currencies which result from changes in foreign currencies have been included in the net unrealized appreciation or depreciation of investments. Net realized currency gains and losses include foreign currency gains and losses occurring between trade date and settlement date on investment securities transactions, gains and losses from foreign currency transactions and the gains and losses from differences between the amounts of interest and dividends recorded on the books of the Company and the amounts actually received. The portion of foreign currency gains and losses related to fluctuations in exchange rates between the purchase trade date and sale trade date is included in realized gains and losses on security transactions.

c) Forward foreign currency contracts: As part of its investment strategy, the Company entered into forward foreign currency contracts to manage its portfolio holdings against currency risks. The Company also utilized forward foreign currency contracts to reduce or eliminate an underweighted position in a currency relative to its benchmark when purchasing underlying equities denominated in that currency is not advisable by the Investment Manager. Forward foreign currency contracts are valued at the forward rate and are marked-to-market at each valuation date in the manner set forth by the Company's Valuation Procedures. The change in fair value is recorded by the Company as an unrealized gain or loss. When the contract is closed, the Company records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. Such imperfect correlation may prevent the Company from achieving the intended hedge or expose the Company to the risk of currency exchange loss.

The use of forward foreign currency contracts does not eliminate fluctuations in the underlying prices of the Company’s portfolio securities, but it does establish a rate of exchange that can be achieved in the future. Although forward foreign currency contracts to sell foreign currency limit the risk of loss due to a decline in the value of the currency holdings, they also limit any potential gain that might result should the value of the currency increase. In addition, the Company could be exposed to risks if the counterparties to the contracts are unable to meet the terms of the contracts.

Some of the forward foreign currency contracts entered into by the Company are classified as non-deliverable forwards (“NDF”). NDFs are cash-settled, short-term forward contracts that have limited trading or are denominated in non-convertible foreign currency, where the profit or loss at the time of the settlement date is calculated by taking the difference between the agreed upon exchange rate and the spot rate at the time of settlement, for an agreed upon notional amount of funds. All NDFs have a fixing date and a settlement date. The fixing date is the date at which the difference between the prevailing market exchange rate and the agreed upon exchange rate is calculated. The settlement date is the date by which the payment of the difference is due to the party receiving payment. NDFs are commonly quoted for time periods of one month up to one year, and are normally quoted and settled in U.S. dollars. They are often used to gain exposure to and/or to hedge exposure to foreign currencies that are not internationally traded. With respect to the Company's obligations to purchase or sell currencies under forward foreign currency contracts, the Company will earmark liquid securities having a value at least equal to its obligations, or continue to own or have the right to sell or acquire respectively, the currency subject to the forward foreign currency contract. The Company's maximum risk of loss from counterparty credit risk is the unrealized appreciation of forward foreign exchange contracts recorded on the Statement of Asset and Liabilities.

d) Foreign securities: Investing in securities of foreign companies and foreign governments involves special risks and considerations not typically associated with investing in U.S. companies and the U.S. government. These risks include the loss of value in investments of foreign securities because of currency exchange rate fluctuations, price volatility that may exceed the volatility of U.S. securities, uncertain political conditions, lack of timely and reliable financial information and other factors. These risks are increased for investment in emerging markets. Emerging market securities involve unique risks, such as exposure to economies less diverse and mature than that of the U.S. or more established foreign markets. Economic or political instability may cause larger price changes in emerging market securities than other foreign securities. Moreover, securities of many foreign companies and foreign governments and their markets may be less liquid and their prices more volatile than those of securities of comparable U.S. companies and the U.S. government.

e) Financial futures contracts: In order to gain exposure to or protect against changes in security values, the Company may buy and sell futures contracts. The primary risks associated with the use of futures contracts are the imperfect correlation between changes in fair values of securities held by the Company and the prices of future contracts, and the possibility of an illiquid market. To the extent fluctuations in value are not settled with the counterparty on a daily basis, the Company is also subject to the credit risk of the counterparty. Cash collateral for futures contracts outstanding may be held by the broker on certain contracts. These amounts are included on the Statement of Assets and Liabilities as cash on deposit with broker.

Futures contracts are valued based upon their quoted daily settlement prices. The aggregate principal amounts of the contracts are not recorded in the financial statements. The Company generally agrees to receive from or pay to the broker an amount of cash equal to the daily fluctuations in the value of the contract. Such receipts or payments are known as "variation margin" and are recorded by the Company as unrealized gains or losses. Fluctuations in the value of the contracts are recorded in the Statement of Operations as unrealized gains or losses until the contracts are closed, at which point they are recorded as net realized gains or losses on futures contracts.

The Company may also enter into swap contracts that function similar to futures contracts (synthetic futures) to gain exposure to protect against changes in security values. Generally these contracts are counterparty agreements and do not require daily variation margin payments to be directly paid to the counterparty, however they do require hard segregation of cash. These amounts are included on the Statement of Assets and Liabilities as cash on deposit with broker. The Company is exposed to the credit risk of the counterparty in addition to the risks described above. The accounting treatment of such contracts is similar to that described above for standard futures contracts. The Company discloses synthetic futures with other futures contracts. The Company's maximum risk of loss associated with futures contracts is minimal since futures contracts are exchange traded and the exchange's clearinghouse, as counterparty to all exchange traded futures contracts, guarantee the futures contracts against default. The Company's maximum risk of loss due to counterparty credit risk for synthetic futures contracts is the unrealized appreciation for synthetic futures contracts. There were no futures contracts at December 31, 2010 or during the year then ended.

f) Securities transactions and investment income: Security transactions are recorded as of the trade date. Realized gains and losses from security transactions are recorded on the identified cost basis. Interest income is recorded on an accrual basis and includes amortization and accretion of bond premiums and discounts, respectively, using the effective interest method. Dividend income is recorded in the Statement of Operations on the ex-dividend date or when the Company becomes aware of the dividend distribution in the case of certain foreign securities. It is expected that certain capital gains earned by the Company and certain dividends and interest received by the Company will be subject to foreign withholding taxes.

The Company is subject to an Imposto sobre Operacoes Financeiras (IOF) transaction tax levied by the Brazilian government on certain foreign exchange transactions related to security transactions executed across Brazilian exchanges. The IOF tax has been included in net realized gain (loss) from foreign currency transactions in the Statement of Operations.

g) Income taxes: There are no taxes on income or gains in the Cayman Islands and the Company has received an undertaking from the Governor in Cabinet of the Cayman Islands exempting it from all local income, profits and capital taxes for a period of 20 years should such taxes be enacted. Accordingly, no provision for income taxes is included in these financial statements.

Management has performed an analysis of the Company's tax positions for the open tax years as of December 31, 2010 and has concluded that there are no uncertain tax positions requiring provisions for income taxes. The Company’s tax years for the previous four years are subject to examination by the Internal Revenue Service. Management is not aware of any events that are reasonably possible to occur in the next twelve months that would result in the amounts of any unrecognized tax benefits significantly increasing or decreasing for the Company. However, management's conclusions regarding tax positions taken may be subject to review and adjustment at a later date based on factors including, but not limited to, new tax laws and accounting regulations and interpretations thereof.

h) Directors’ Fees: The Directors of the Company are primarily responsible for the general management of the Company. For this service, the Directors are paid a fee, which is included in the Statement of Operations.

i) Subsequent Events: Management has evaluated the possibility of subsequent events impacting the Company’s financial statements up to April 21, 2011, the date the financial statements were available to be issued and has concluded there are no subsequent events requiring adjustment and disclosure in the accompanying financial statements.

3. Derivative Instruments

a) Quantitative Disclosure of Derivative Holdings: The Company uses derivatives, which are financial contracts whose value depends on, or is derived from, the value of underlying assets, reference rates, or indices, to increase, decrease or adjust elements of the investment exposure of the Company's portfolio. Derivatives relate to securities, interest rates, exchange rates, inflation rates, commodities and indices, and include swaps and exchange traded and over-the-counter contracts. As of year ended December 31, 2010, derivative summary tables for the Company are as follows:

Liability Derivatives

	Statement of Assets and Liabilities Location	Interest Rate Contracts Risk	Foreign Exchange Contracts Risk	Credit Contracts Risk	Equity Contracts Risk	Commodity Contracts Risk	Other Contracts Risk	Total
Forward Contracts	Unrealized depreciation on forward foreign exchange contracts	$—	$9,681	$—	$—	$—	$—	$9,681
Total Value		$—	$9,681	$—	$—	$—	$—	$9,681

Realized Gain (Loss)

	Statement of Operations Location	Interest Rate Contracts Risk	Foreign Exchange Contracts Risk	Credit Contracts Risk	Equity Contracts Risk	Commodity Contracts Risk	Other Contracts Risk	Total
Rights	Investments	$—	$—	$—	$4	$—	$—	$4
Forward Contracts	Forward foreign exchange contracts	—	280,357	—	—	—	—	280,357
Total Realized Gain (Loss)		$—	$280,357	$—	$4	$—	$—	$280,361

Change in Appreciation (Depreciation)

	Statement of Operations Location	Interest Rate Contracts Risk	Foreign Exchange Contracts Risk	Credit Contracts Risk	Equity Contracts Risk	Commodity Contracts Risk	Other Contracts Risk	Total
Forward Contracts	Forward foreign exchange contracts	$—	$(55,231)	$—	$—	$—	$—	$(55,231)
Total Change in Appreciation (Depreciation)		$—	$(55,231)	$—	$—	$—	$—	$(55,231)

Number of Contracts, Notional Amounts, Fair Value or Shares/Units(1)

	Interest Rate Contracts Risk	Foreign Exchange Contracts Risk	Credit Contracts Risk	Equity Contracts Risk	Commodity Contracts Risk	Other Contracts Risk	Total
Rights	—	—	—	605	—	—	605
Forward Contracts	—	6,602,227	—	—	—	—	6,602,227

(1) Volume of derivative activity is based on an average of month-end shares, fair value, contracts or notional amounts outstanding during the period.

4. Management Fees

Artio Global Management LLC ("Artio Global") serves as the Company's investment manager. The Company pays Artio Global an asset-based fee, for investment management and related services, accrued at each Valuation Day, as defined below and payable quarterly at an annual rate of 0.65% of its Net Asset Value. Artio Global, in its sole discretion, may waive all or part of its investment management fee so that net operating fees and expenses (excluding interest, taxes, brokerage commissions and extraordinary expenses) do not exceed 0.95% for Class I shares and 1.20% for Class A shares, respectively of average net assets. Artio Global waived management fees with respect to Company investments in Affiliated Private Funds that it manages. The Julius Baer Multibond – Global High Yield Bond Fund – Class C was the only affiliate of the Company during the year ended December 31, 2010.

The table below discloses the investment advisor fees and reimbursements for the year ended December 31, 2010.

	Class	
	A	**I**
Waiver investment advisor fees	$8,804	$3,352
Reimbursed expenses	$160,364	$59,924
Total waived fees & reimbursed expenses	$169,168	$63,276

5. Distribution Fees

The Company has adopted a distribution plan in which Class A shares may compensate certain financial institutions for certain distribution and administrative services. The Company's Class A shares may expend an aggregate amount, on an annual basis, not to exceed 0.25% of its Net Asset Value and is accrued at each Valuation Day, as defined below, and payable quarterly.

6. Capital Contribution and Withdrawals

The Company's Net Asset Value per share is calculated every Friday provided it is a business day or such other day as the directors of the Company determine ("Valuation Day"). Subscriptions are made for Participating Shares on each day following the Valuation Day ("Dealing Day"), at the Net Asset Value share calculated at the immediately preceding Valuation Day. Participating Shares are redeemed at the shares Net Asset Value per share calculated on the Valuation Day immediately preceding the Dealing Day.

7. Shares of Beneficial Interest

The authorized share capital is $50,000 divided into 100 Founder Shares of $1.00 par value each and 4,990,000 Participating Shares of $0.01 par value each. Changes in outstanding shares and dollar amounts of beneficial interest of the Company for the year ended December 31, 2010 were as follows:

	Year Ended December 31, 2010	
Class A	**Shares**	**Amount**
Sold	-	$ -
Redeemed	(60)	(6,180)
Net decrease	(60)	$(6,180)

Class I

Sold	-	$ -
Redeemed	(41,787)	(4,600,319)
Net decrease	(41,787)	$(4,600,319)

8. Recent Accounting Pronouncement

In January 2010, the Financial Accounting Standards Board issued Accounting Standards Updated No. 2010-06, "Improving Disclosures About Fair Value Measurements" ("ASU"), which requires enhancing a number of financial statement disclosures regarding fair value, including enhanced disclosures about purchases, sales, issuances, and settlements on a gross basis relating to Level 3 measurements. The other enhanced disclosures under the ASU have been considered in the preparation of these financial statements while the disclosure around Level 3 measurements is effective for fiscal years beginning after December 15, 2010, and for interim periods within those fiscal years. Management is currently evaluating the impact the adoption of these enhanced Level 3 measurement disclosures under the ASU will have on the Company's financial statement disclosures.