

Item 1- Cover Page

DISCLOSURE SUPPLEMENT

FORM ADV PART 2B

Maria Marsh, MA

Nephila Capital Ltd.

31 Victoria Street, Hamilton

Bermuda, HM 10

(441) 296-3626

www.nephilacapital.com

March 31, 2011

This Brochure Supplement provides information about Maria Marsh, MA that supplements the Brochure of Nephila Capital Ltd (the “Adviser”). You should have received a copy of the Adviser’s Brochure. Please contact Laura Taylor, Chief Operations Officer, at (441) 296-4684 or ltaylor@nephilacapital.com, if you did not receive the Adviser’s Brochure or if you have any questions about the contents of this Supplement.

Item 2- Educational Background and Business Experience

Maria Marsh, MA

Date of birth: November 15, 1975

Education: Masters Business Administration and Economics, Stockholm University, May 2001

Business background: Ms. Marsh is currently Senior Portfolio Manager and a Principal at the Adviser whose primary responsibilities include catastrophe bond trading, catastrophe risk modeling and portfolio analysis for the Adviser's funds. Since joining Nephila in 2001 she has worked in all portfolio and operational areas of the firm streamlining work flow processes within the company and designing financial and analytical systems for the firm. Prior to moving to Bermuda in 2001, Ms. Marsh was working at The Seventh Swedish National Pension Fund, which she joined upon the inception of the fund in the fall of 2000. Her role included settling securities, reconciling with fund managers and performing daily NAV calculations.

Item 3- Disciplinary Information

Registered investment advisers are required to disclose all material facts regarding any legal or disciplinary events that would be material to your evaluation of each supervised person providing investment advice. No information is applicable to this Item.

Item 4- Other Business Activities

Not applicable.

Item 5- Additional Compensation

Not applicable.

Item 6 - Supervision

For purposes of the Securities and Exchange Commission's rules, Maria Marsh, MA, is considered to be a "supervised person", in that she formulates investment advice for Clients, has discretionary authority over Client assets, and has direct contact with Clients. Ms. Marsh is supervised by the Adviser's Managing Principals, William Franklin Majors and Paul Gregory Hagood. The Managing Principals are made aware of and included in all key advice provided to Clients by Ms. Marsh. Weekly meetings attended by Ms. Marsh and the Managing Principals are held to discuss the Adviser's investment strategy and advice for Clients and ensure that such strategy and advice complies with the Adviser's policies and procedures, and is consistent with

the investment objectives, strategies, guidelines and governing documents of the particular Client.

The names, titles and telephone numbers of Ms. Marsh's supervisors are:

William Franklin Majors, Managing Principal, Director and Chairman, (441) 295-3208

Paul Gregory Hagood, Managing Principal, Director and Deputy Chairman (441) 295-2934

Item 7- Requirements for State-Registered Advisers

Not applicable.