

APRIL 31st, 2008

Program Description

The trading program covers the major global markets using a quantitative and systematic approach. It was developed following a rigorous methodology with emphasis on research and statistical decision making. Transactions are made on currencies, interest rates, equities, energies, precious metals, and commodities with the goal of capturing developing trends. Positions are taken with the premise that price movement often leads fundamental information.

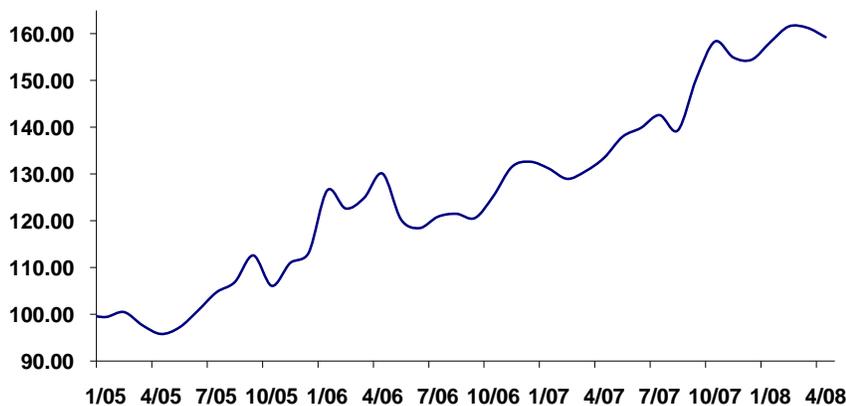
Risk Management

Risk is managed using a strict and disciplined approach. Portfolio risk is allocated and spread within and across asset classes, sectors, individual markets, and geographic blocs.

Returns (Net of Fees)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2005	-0.53%	1.06%	-2.82%	-1.88%	1.47%	3.68%	3.88%	2.10%	5.32%	-5.78%	4.63%	1.95%	13.21%
2006	11.76%	-3.04%	1.83%	4.16%	-7.52%	-1.54%	2.06%	0.52%	-0.74%	3.87%	4.98%	0.85%	17.18%
2007	-1.09%	-1.69%	1.27%	2.18%	3.38%	1.38%	1.95%	-2.28%	7.94%	5.25%	-2.15%	-0.31%	16.44%
2008	2.41%	2.12%	-0.16%	-1.25%									3.50%

Cumulative Returns (VAMI)



Statistics

Annualized Return	15.0%
Annualized Dwn. Vol.	7.0%
Sortino Ratio	2.1
Maximum Runup	19.2%
Maximum Drawdown	9.1%
Months to Recovery	5

Terms

Management Fee	2%
Incentive Fee	20%
High Watermark	Yes
Liquidity	Monthly
Lock-up	No

Commentary

The last week of April experienced a collision between the trends already in place, and carrying from prior months, against a counter move from oversold levels in the US dollar. The upwards move in the dollar caused sharp reversals in several portfolio positions in the commodities, currencies, and metals. On the equities side, new positions were established in EM indexes and where momentum continues to build.

April 2008 marked the completion of our 40th month of managing clients' accounts. Over the coming months, we plan to upgrade some operational processes to better meet the needs of our clients.