

June 30, 2009

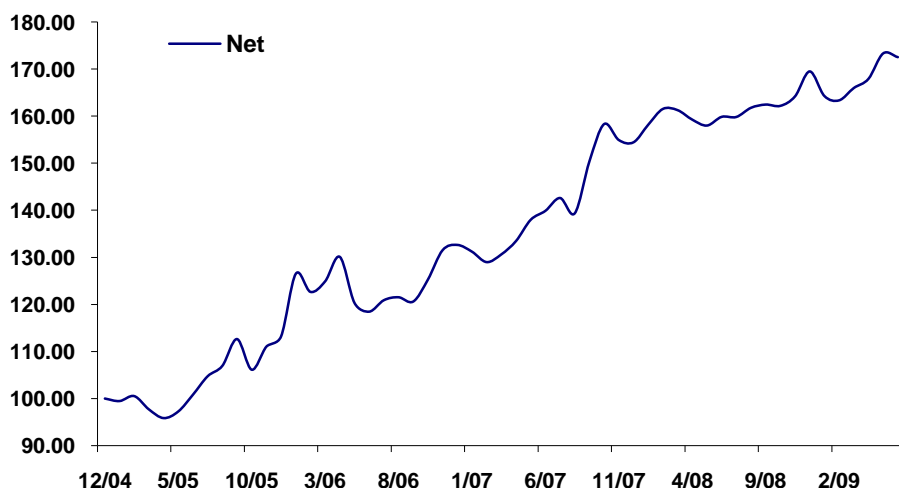
Description

The program covers the liquid global markets using a quantitative and systematic approach. Emphasizing research and statistical decision making, the methodology is rigorous and complete. 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 fundamentals. Risk is managed using a strict and disciplined approach across asset classes 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%	-0.79%	1.17%	-0.02%	1.22%	0.42%	-0.17%	1.26%	3.14%	9.65%
2009	-3.09%	-0.57%	1.60%	1.18%	3.01%	-0.46% (est.)							1.57%

Cumulative Returns (VAMI)



Statistics

Annualized Returns	12.9%
Volatility	10.8%
Downside Volatility	6.6%
Sharpe Ratio (0%)	1.2
Sortino Ratio (0%)	2.0
Calmar Ratio	1.4
Maximum Run-up	19.2%
Maximum Drawdown	9.1%
Months to Recovery	5

Clearer	Newedge USA, LLC
Admin.	Managed Fund Solution
Terms	2/20 / high-watermark

Commentary

The program returned -0.46% (est.) in June with year to date results of 1.57%. The Newedge CTA index has returned -1.78% over the month and is at -4.53% YTD. The HFRX Macro Index is at -5.97% YTD.

Our trading in June remained defensive overall as most markets continued their 'back-and-fill' action with more losing than winning trading opportunities. The year insofar has proven tricky to trade as markets have been trying to recover and find their new levels, following the severe dislocations of 2008. Markets at this point need to assess and price the ongoing downward economic momentum, and determine whether the Fed will be able to control the monetary and liquidity conditions it created. This remains a big question mark as things stand.

Most newsworthy in June has been the increasing support for Ron Paul's bill aiming at auditing the Federal Reserve and bringing to light its various activities by the end of 2010. While we doubt that an actual audit will be implemented anytime soon, and even more so that Bernanke has warned of dire consequences should one take place, the mere fact of raising awareness on suspicious issues surrounding the Fed is by itself valuable and raises the pressure on transparency and accountability.