

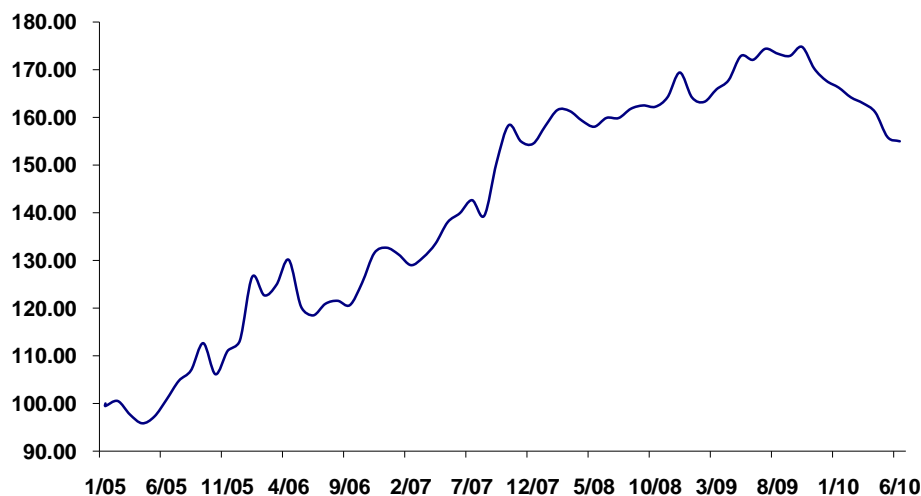
June 30, 2010

Description

This is a multi-asset investment program covering the liquid global markets. The approach is quantitative and systematic. 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 short to mid-term trends. 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%	1.34%	-0.58%	-0.28%	1.10%	-2.60%	-1.52%	-1.04%
2010	-0.84%	-1.23%	-0.76%	-1.17%	-3.22%	-0.56%							-7.56%

Cumulative Returns (VAMI)

Statistics

Annualized Returns	8.3%
Annualized Volatility	10.3%
Annualized Dn Volatility	5.7%
Sharpe Ratio (0%)	0.8
Sortino Ratio (0%)	1.4
Omega (0%)	1.1
Calmar Ratio	0.6
Maximum Run-up	19.2%
Maximum Drawdown	12.8%
Months to Recovery	5

Daily Correlations:

Newedge CTA Index	11.8%
Short-Term Traders Idx	4.1%

Terms 2/20 / high-watermark
Admin. Managed Funds Sol.

Commentary

The program's net return was -0.56% in June. This came against a change of -0.94% in the HFRX Global Hedge Fund Index, a decline of -1.32% in the HFRX Macro Index, and a drop of -5.39% in the S&P index.

The on-going question marks surrounding the economy and unstable market sentiment continue to provide for a high level of uncertainty and to exact their toll accordingly.

Concerns about a faltering US recovery, a weak underlying economic activity, and a slowdown in Chinese growth, pressured US bond yields down and produced wide gyrations in the S&P and risk premia indexes.

The EURUSD pair found some support around the 1.20 level while the precious metals maintained their uptrend.