

March 31, 2009

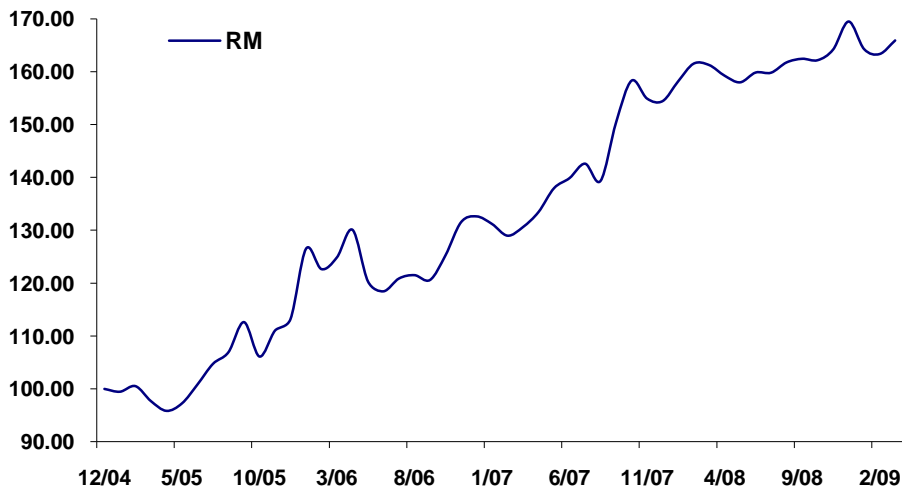
Description

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%	1.64% (est.)										-2.06%

Cumulative Returns (VAMI)



Statistics

Annualized Return	12.9%
Volatility	11.2%
Downside Vol.	6.7%
Sharpe Ratio (0%)	1.2
Sortino Ratio (0%)	1.9
Maximum Run-up	19.2%
Maximum Drawdown	9.1%
Months to Recovery	5

Clearer Newedge Group
Admin. Managed Fund Solution

Terms

Fees	2/20
High Watermark	Yes

Commentary

Results for March were 1.64% (est.). The models navigated a difficult market environment overall, and which pressured many of our peers. Gains came principally from equities, currencies, and industrial metals. Worth mentioning that the portfolio registered an intra-month high exceeding 4% prior to giving back gains later on, partly due to the FOMC monetary decision that shocked and spiked the markets.

March brought some temporary relief to equities and commodities after the relentless beating they've been taking since last year. The sharp rise in non-USD currencies reminded us of a similar fast appreciation in December of 2008; it revalidated an underlying fear in the foreign exchange markets as displayed by their little hesitation at changing positions and very wide daily swings.

While this run in equities and commodities could certainly push some more, we expect more resistance in the immediate and a longer-term path fraught with event risk and a new wave of commercial defaults.

We welcome this month Andrew Yang, a bright graduate student joining us as an intern from Columbia.