

June 30, 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.

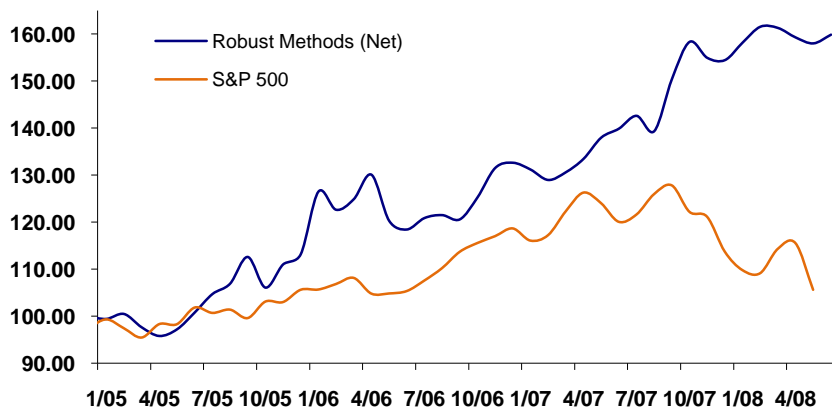
### Risk Management

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
<b>2005</b>	-0.53%	1.06%	-2.82%	-1.88%	1.47%	3.68%	3.88%	2.10%	5.32%	-5.78%	4.63%	1.95%	<b>13.21%</b>
<b>2006</b>	11.76%	-3.04%	1.83%	4.16%	-7.52%	-1.54%	2.06%	0.52%	-0.74%	3.87%	4.98%	0.85%	<b>17.18%</b>
<b>2007</b>	-1.09%	-1.69%	1.27%	2.18%	3.38%	1.38%	1.95%	-2.28%	7.94%	5.25%	-2.15%	-0.31%	<b>16.44%</b>
<b>2008</b>	2.41%	2.12%	-0.16%	-1.25%	-0.79%	1.17%							<b>3.50%</b>

### Cumulative Returns (VAMI)



### Statistics

Annualized Return	14.3%
Annualized Dwn. Vol.	6.9%
Sortino Ratio (0%)	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

Net trading results for June were 1.17% with most portfolio positions recording gains and little downside volatility intra-month. Profits came from short positions in emerging and large cap equities as well as long positions in commodities and currencies.

Although our program is diversified and unbiased to a particular asset class, this could not be easily verified early on due to a sustained rise in equities that coincided with a positive performance; this created a misleading statistical correlation to equities. The above chart overlays the S&P returns to Robust Methods' program performance since inception. We had to wait for the recent period of declining equities for that spurious correlation to prove mostly coincidental and irrelevant.