

Trading Strategy

Multi-Strategy Trend-Follower

Program Description

The program trades approximately 17 domestic and international commodity interests, utilizing five intermediate time-frame models. These five models have been selected for their ability as a group to provide a high return for the amount of exposure or time that a position is held. During periods of higher margin to equity ratios, the program attempts to counterbalance the inherent increased volatility one would expect with this higher ratio by using five models with relatively short focus. These models have stringent entry techniques when evaluating initial risk and quick acting initial exit techniques. By industry standards these models would probably be classified as intermediate rather than short-term.

Investment Information

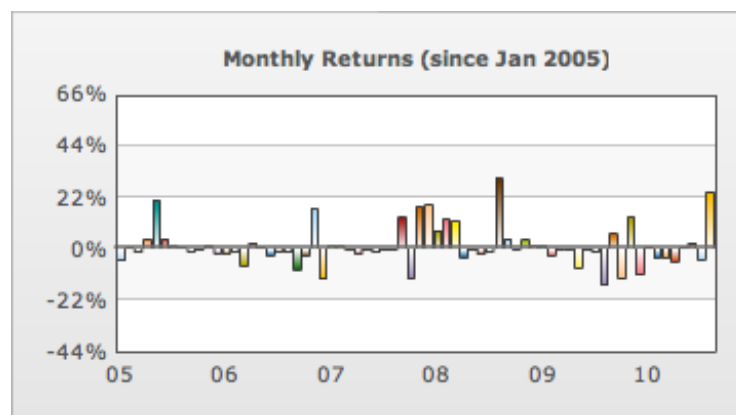
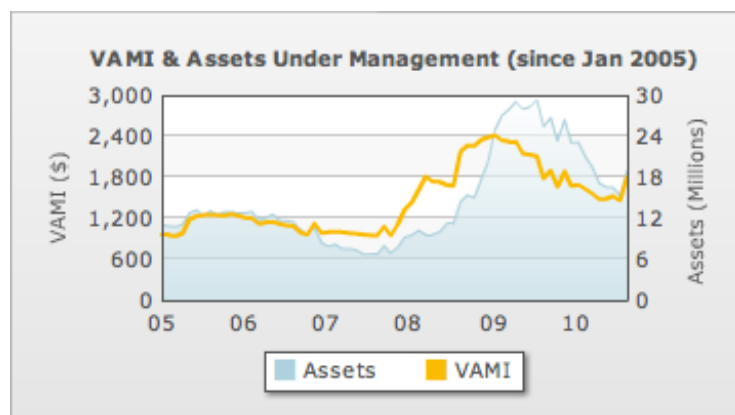
Start Date	1996-02-01
Percent Discretionary	5.00
Percent Systematic	95.00
Targeted Return *	
Worst Expected Drawdown *	
Minimum Investment	50,000
Currency	US Dollars

Fee Structure

Management Fee	1.80%
Incentive Fee	25.00%
Avg Margin Requirement	35.00%
Round Turns per million	600

Notes

Accountant	None
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Performance since January 2005

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2005	-5.14%	0.65%	-1.55%	4.15%	20.95%	4.14%	1.23%	0.29%	-0.88%	-0.28%	1.61%	-1.87%
2006	-1.91%	-0.97%	-7.06%	2.66%	0.36%	-2.80%	-1.58%	-1.08%	-8.91%	-2.85%	17.25%	-13.01%
2007	1.51%	1.17%	-0.66%	-2.11%	-0.76%	-1.51%	-0.59%	-0.27%	13.64%	-12.26%	17.81%	18.96%
2008	8.02%	12.54%	12.05%	-3.46%	-0.71%	-2.37%	-1.19%	30.08%	4.26%	-0.26%	4.02%	1.51%
2009	1.11%	-2.90%	-0.57%	0.03%	-7.92%	-0.59%	-1.12%	-15.50%	6.42%	-12.45%	13.46%	-11.04%
2010	0.92%	-3.84%	-3.84%	-5.40%	0.41%	2.58%	-4.65%	24.46%				

	2005	2006	2007	2008	2009	2010 YTD
ROR	23.36%	-20.55%	35.24%	79.90%	-29.78%	7.87%
Max DD	-6.01%	-22.11%	-12.26%	-7.53%	-31.19%	-14.11%

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. PROSPECTIVE CLIENTS SHOULD NOT BASE THEIR DECISION ON INVESTING IN THIS TRADING PROGRAM/FUND SOLELY ON THE PAST PERFORMANCE PRESENTED.

Program Statistics

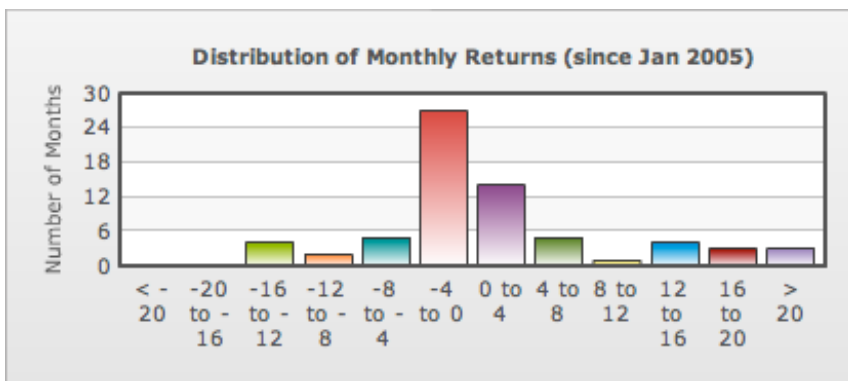
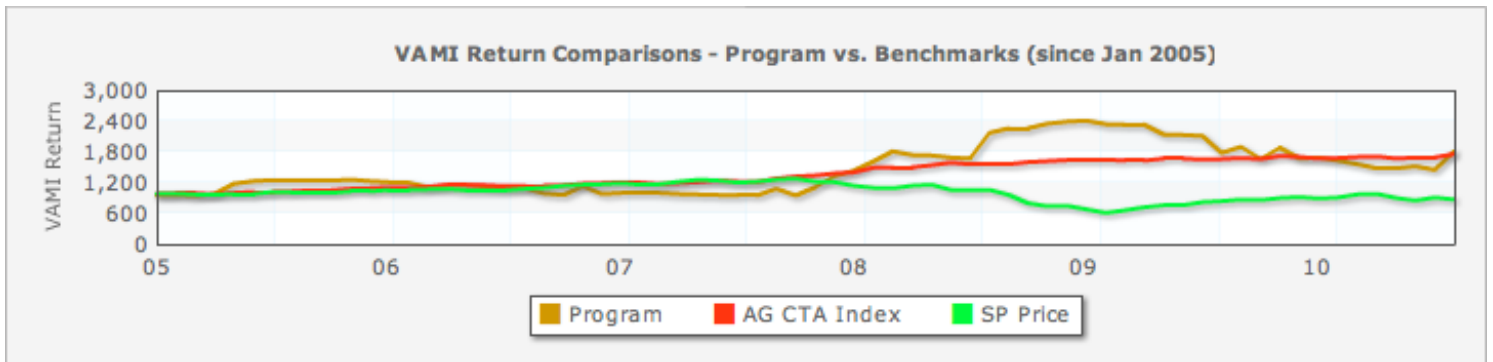
Maximum Drawdown	-39.81%
Average Monthly Return	1.21%
Monthly Std. Deviation	8.54%
Calmar Ratio (1)	0.60
Sterling Ratio (2)	0.54
Current Losing Streak	-25.08%
Gain Deviation (30 months gain)	8.41%
Loss Deviation (38 months loss)	4.17%

Annualized Statistics

Compound ROR	11.00%
Standard Deviation	29.60%
Downside Deviation (4)	15.69%
Sharpe Ratio (5)	0.41
Sortino Ratio (6)	0.21
Gain Deviation	29.13%
Loss Deviation	14.46%

Comparisons

	Program	AG CTA Index	SP Price
Annualized Compound ROR	11.00%	10.45%	-2.51%
Cumulative Return	80.63%	75.62%	-13.39%
Cumulative VAMI ⁽³⁾	1806	1756	866
Largest Monthly Gain	30.08%	6.41%	9.39%
Largest Monthly Loss	-15.50%	-1.99%	-16.94%
Profit Loss Ratio	1.56	3.61	0.95
Correlation	—	0.407	-0.121
Last Month	24.46%	3.91%	-4.75%
Last 12 Months	1.44%	5.62%	2.81%
Last 36 Months	90.44%	44.96%	-28.82%



Statistical Notes

1. Uses last 36 months of Data
2. Uses last 36 months of Data
3. The hypothetical growth of \$1,000
4. Uses a 7.5% Minimum Acceptable ROR
5. Uses a 2.0% Risk Free ROR
6. Uses a 7.5% Minimum Acceptable ROR

* Targeted Return & Worst Expected Drawdown Estimates have been supplied by the Manager
 ** ROR = Rate of Return

For Statistical definitions and formulas see "Building Wealth with Managed Futures" by Kim Avery

THE RISK OF TRADING COMMODITY FUTURES, OPTIONS AND FOREIGN EXCHANGE ("FOREX") IS SUBSTANTIAL. THE HIGH DEGREE OF LEVERAGE ASSOCIATED WITH COMMODITY FUTURES, OPTIONS AND FOREX CAN WORK AGAINST YOU AS WELL AS FOR YOU. THIS HIGH DEGREE OF LEVERAGE CAN RESULT IN SUBSTANTIAL LOSSES, AS WELL AS GAINS. YOU SHOULD CAREFULLY CONSIDER WHETHER COMMODITY FUTURES, OPTIONS AND FOREX IS SUITABLE FOR YOU IN LIGHT OF YOUR FINANCIAL CONDITION. IF YOU ARE UNSURE YOU SHOULD SEEK PROFESSIONAL ADVICE. PAST PERFORMANCE DOES NOT GUARANTEE FUTURE SUCCESS.