

# Short Term Currency Program : August 2010

**Net Monthly Return**  
**-1.54%**  
 (excl Interest)

**Net Year to Date**  
**-2.94%**  
 (excl Interest)

**\$48m AUM**

## Investment Strategy

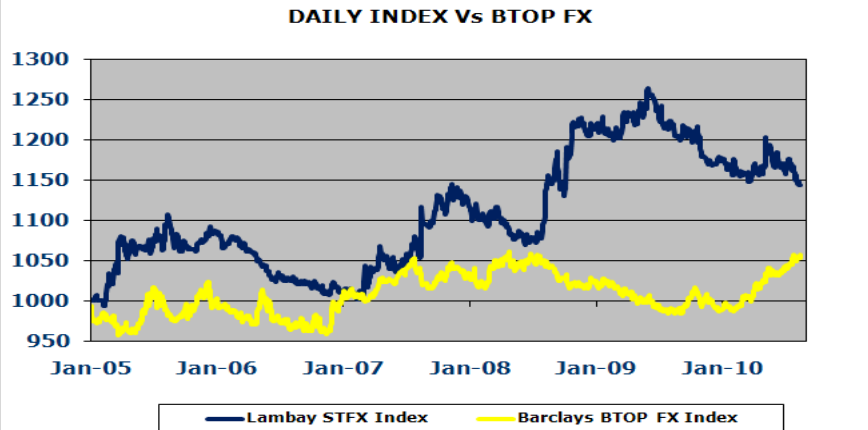
The Short Term Currency Program is a systematic momentum strategy that takes advantage of short term movements with clear defined risk parameters. The investment process is rule based and is managed by experienced traders. For further information see our Disclosure Document available on request.

## Statistics

### Performance Analysis

Start Date	August 2004
Total Return since inception	7.97%
Compounded average annual return	1.37%
Average monthly ROR	0.11%
STD deviation of Monthly ROR (annualised)	5.22%
Winning Months	34
Losing Months	39
Average Gain	1.30%
Average Loss	-0.93%

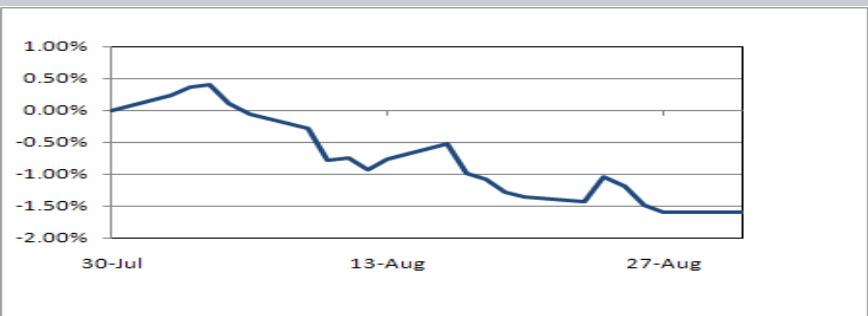
## Monthly Comment



Risk aversion came back to the market this month with sharp reversals in the Euro and Yen. The model succeeded in capturing some of these moves but it was the erratic breakout trades in the commodity currencies that caused the program problems this month.

As losses occurred, the risk model reduced leverage thereby stabilizing the performance. The Program ended down 1.54%, bringing the year to date to -2.94%. Despite this, the model continues to outperform our benchmark, the Barclays Hedge BTOP FX index.

## Gross Daily Performance



## Monthly Performance \*

	Jan	Feb	Mar	Apr	May	Jun	July	Aug	Sept	Oct	Nov	Dec	YTD
2010	-0.96%	-0.64%	-0.15%	0.45%	0.15%	-0.53%	0.25%	-1.54%					<b>-2.94%</b>
2009	-0.70%	-0.32%	1.10%	-0.22%	2.14%	-1.04%	-1.49%	-1.02%	0.79%	-1.29%	-2.37%	0.46%	<b>-3.98%</b>
2008	-1.59%	0.69%	-0.67%	-2.03%	0.16%	-0.53%	0.67%	4.54%	-1.17%	5.03%	-0.25%	0.05%	<b>4.74%</b>
2007	-0.63%	-0.25%	2.70%	1.74%	-1.81%	0.35%	3.23%	2.90%	2.52%	0.59%	-0.29%	-1.29%	<b>9.60%</b>
2006	-1.49%	0.70%	-1.92%	0.67%	-1.63%	-0.82%	-0.49%	-0.05%	-0.49%	-0.50%	0.36%	-0.85%	<b>-6.47%</b>
2005	-0.29%	2.04%	3.62%	0.25%	-0.97%	0.99%	-1.31%	0.21%	0.09%	-0.42%	1.05%	0.58%	<b>5.91%</b>

\* Past Performance is not necessarily indicative of future performance