

A unique risk controlled strategy seeking long-term capital growth through holdings in global equity, fixed income, currency, commodity, and real estate markets.

### PRODUCT FACTS

#### INVESTMENT OBJECTIVE

Capital Appreciation

#### PORTFOLIO MANAGER

Andi Kim, CFA

#### INCEPTION

November 2005

#### PLATFORM

Separately Managed Account

#### MINIMUM INVESTMENT

\$100,000

#### MANAGEMENT FEE

2% Flat Fee or 20% Performance Fee

#### HIGH WATER MARK

On Performance Fee Option Only

#### LEVERAGE

No<sup>s</sup>

*\*PDAM Global Alpha strategy may hold inverse ETFs and leveraged ETFs.*

#### REFERENCE INDICES

No benchmark is presented because PDAM Global Alpha strategy is not managed against a benchmark. Standard & Poor's 500 TR Index, Dow Jones Credit Suisse AllHedge Global Macro Index (DJCS Global Macro), Barclay Global Macro Index (Barclay Global Macro) are used for comparison purposes.

#### TOP 5 HOLDINGS (as of 01/15/2012)

Inverse S&P 500 Index\* ..... 15.35%  
Gold Futures\* ..... 14.23  
Cash ..... 12.63  
Mastercard Incorporated Common. 6.33  
Inverse U.S. Treasuries\* ..... 4.35

*\*Positions held via Exchange Traded Funds*

#### GIPS

Verified by Ashland Partners & Company LLP.



**VERIFIED**

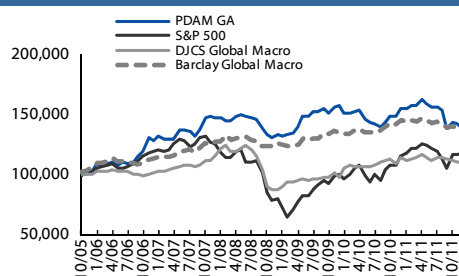
As of 7/1/2011, the firm is defined as Positive Delta Asset Management, the asset management division of Positive Delta Asset Management LLC. Prior to 7/1/2011, the firm was defined as Positive Delta Asset Management LLC, the independent registered investment adviser. The firm was redefined as the Asset Management Division of the Positive Delta Asset Management, LLC due to this division being held out as a separate business. PDAM claims compliance with the Global Investment Performance Standards (GIPS®). PDAM Global Alpha Composite was created November 2005. PDAM has been independently verified for the periods September 2005 to September 2011. PDAM Global Alpha Composite has been examined for the periods November 2005 to September 2011. Performance shown for 2005 is partial period return starting on 11/1/2005. Performance calculation is based on USD. The verification and performance examination reports as well as list of composite descriptions are available upon request made to:

Positive Delta Asset Management  
3600 Wilshire Blvd., Suite 1510  
Los Angeles, CA 90010  
Phone: 213-388-3638  
Email: info@positivedelta.com

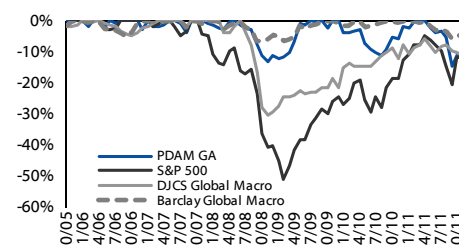
### HISTORICAL NET PERFORMANCE

	PDAM Global Alpha	DJCS Global Macro	S&P 500
2005	2.51	0.65	3.82
2006	24.42	1.28	15.80
2007	15.55	13.46	5.50
2008	-9.26	-23.95	-37.01
2009	17.82	11.35	26.45
2010	-1.98	17.20	15.05
2011	-11.46	-3.30	2.12
<b>SINCE INCEPTION</b>	<b>36.73</b>	<b>10.74</b>	<b>17.65</b>

### PERFORMANCE COMPARISON



### DRAWDOWNS



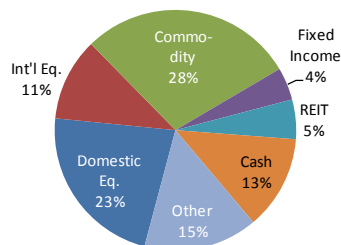
### ANNUALIZED NET RETURNS AND VOLATILITY

	PDAM GA		S&P 500		DJCS Global Macro		Barclay Global Macro	
	RETURN	RISK	RETURN	RISK	RETURN	RISK	RETURN	RISK
<b>YTD</b>	-11.46	12.38	2.12	15.94	-3.30	6.19	-3.45	4.04
<b>1YR</b>	-11.46	12.38	2.12	15.94	-3.30	6.19	-3.45	4.04
<b>3YR</b>	0.74	10.48	14.10	18.97	8.07	8.11	3.47	4.86
<b>5YR</b>	1.40	10.07	-0.26	18.88	1.72	11.17	4.16	5.41

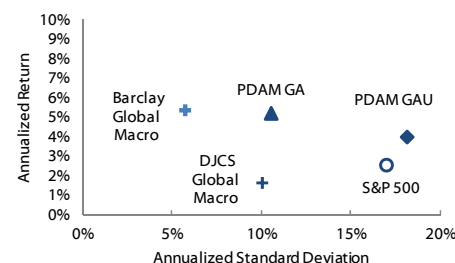
### STATISTICAL PROPERTIES COMPARISON

	Annualized Return	Annualized Volatility	Sharpe Ratio	Low Return (Monthly)	High Return (Monthly)	Mean Return (Monthly)	Correlation	Alpha	Beta	R-Squared	t-Stat
<b>PDAM GA</b>	5.20	10.56	0.21	-9.97	9.48	0.47	<i>PDAM GA Relative to Reference Indices</i>				
<b>S&amp;P 500</b>	2.60	17.02	-0.02	-16.80	10.93	0.34	0.60	4.13%	0.37	0.36	0.24
<b>DJCS Global Macro</b>	1.62	10.08	-0.14	-13.78	7.79	0.18	0.33	4.99%	0.34	0.11	0.70
<b>Barclay Global Macro</b>	5.42	5.70	0.42	-3.27	3.97	0.45	0.65	-0.87%	1.22	0.42	0.09

### PORTFOLIO STRUCTURE



### RETURN AND RISK PROFILE



## INVESTMENT COMMITTEE

## ADVISOR

### Andi Kim, CFA – CIO

- Chartered Financial Analyst (CFA) (2003 – Present)
- Associate Editor, Int'l Journal of Business (2005 – Present)
- Adjunct Faculty, Dept. of Finance and Business Law, CSU Fresno (2007 – 2008)
- Co-Manager, RQSI/Access Emerging CTA Index Fund (2004 – 2005)
- Fund Manager/Proprietary Trader, LG Investment & Securities, Kookmin Bank (1996 – 2001)
- MBA in Finance, BS in ISDS, CSU Fresno (1993)
- Member, American Mensa (1995 – Present)
- Seoul National University

### Donald Kim – CEO

- Principal, Gemstone (2000 - Present)
- Vice President, Far East National Bank (1999 - 2000)
- Corporate Finance Associate, Libra Investments, Inc. (1997 - 1999)
- Audit Staff, General Electric International (1995 - 1997)
- Yale School of Management (1993 - 1995)
- U.C. Berkeley, B.A. (1988)

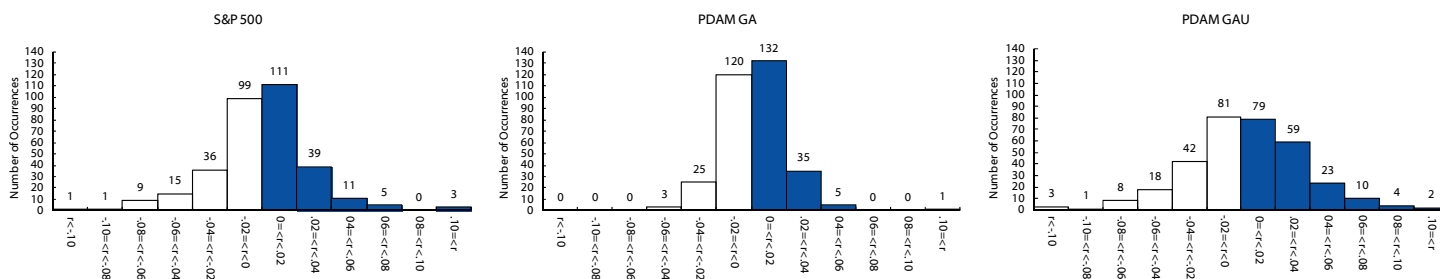
### Harry Kim – CCO, General Counsel

- Partner, Lee Anav Chung LLP (2005 - Present)
- Senior Counsel, K&R Law Group (1999 - 2004)
- Associated with Mitchell, Silberberg & Knupp LLP (1996 - 1999); Bingham McCutchen LLP (1994 - 1996) and Sullivan & Cromwell (1991 - 1994)
- New York University School of Law, JD (1991)
- Harvard College, AB (1986)

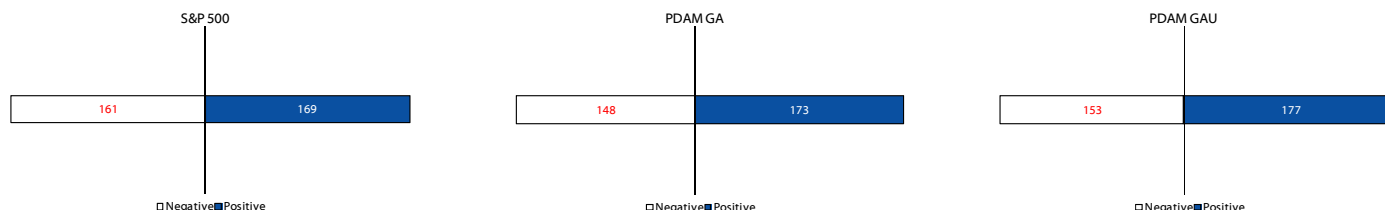
### K. C. Chen, Ph.D., CFA – Advisor

- Chairman, Department of Finance and Business Law, California State University Fresno (1995 – Present)
- Theodore F. Brix Professor in Finance, California State University Fresno (1988 – Present)
- Chartered Financial Analyst (CFA) (1998 – Present)
- Editor, International Journal of Business (1996 – Present)
- MBA, Ph.D. in Finance, Ohio State University (1982)
- National Taiwan University (1976)

## WEEKLY RETURN DISTRIBUTION



## NUMBER OF POSITIVE & NEGATIVE WEEKS



## CORRELATIONS AMONG SAA HOLDINGS

	SAA1	SAA2	SAA3	SAA4	SAA5	SAA6	SAA7	SAA8	SAA9	SAA10	SAA11	SAA12	SAA13	SAA14	S&P500	R2000	Date of Addition
SAA1	1.00																Sep-06
SAA2	0.61	1.00															May-05
SAA3	0.47	0.53	1.00														Nov-05
SAA4	0.61	0.71	0.52	1.00													Jun-06
SAA5	0.52	0.46	0.43	0.75	1.00												Nov-05
SAA6	0.20	0.46	0.05	0.20	0.03	1.00											Nov-05 <sup>1</sup>
SAA7	0.04	0.25	0.15	0.35	0.29	0.05	1.00										May-06
SAA8	0.51	0.68	0.67	0.80	0.71	0.07	0.27	1.00									Nov-06
SAA9	0.37	0.59	0.68	0.74	0.64	0.04	0.36	0.89	1.00								Oct-07
SAA10	0.28	0.45	0.50	0.48	0.30	0.01	0.21	0.62	0.63	1.00							Jan-08 <sup>2</sup>
SAA11	0.13	0.37	0.16	0.28	0.47	0.01	0.19	0.45	0.40	0.26	1.00						Nov-08
SAA12	0.26	0.50	0.67	0.58	0.43	0.08	0.18	0.71	0.80	0.46	0.12	1.00					Dec-08
SAA13	0.48	0.80	0.48	0.48	0.41	0.36	0.17	0.58	0.49	0.21	0.26	0.54	1.00				Aug-09
SAA14	0.56	0.71	0.56	0.94	0.74	0.26	0.38	0.83	0.71	0.50	0.40	0.55	0.49	1.00			Aug-10
S&P500	0.49	0.68	0.77	0.77	0.63	0.05	0.37	0.88	0.93	0.69	0.31	0.84	0.58	0.76	1.00		
R2000	0.38	0.55	0.74	0.70	0.59	0.05	0.32	0.85	0.96	0.67	0.31	0.86	0.46	0.68	0.95	1.00	

1. Originally added as IAU, then replaced in Nov-08  
2. Originally added as IHF, then replaced in Oct-08

## DISCLOSURE STATEMENT

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