

TRANSTREND B.V. – DIVERSIFIED TREND PROGRAM

- **FULLY SYSTEMATIC**

Transtrend specializes in systematic asset management, entirely based on quantitative analysis of price behaviour in a large variety of markets. The underlying trading strategies are directional and have no bias. They can go long or short in their attempt to benefit from price patterns. In sideways markets, the trading systems are designed to remain neutral. The average holding period is approximately one month.

- **BROAD PORTFOLIO DIVERSIFICATION ***

Transtrend's Diversified Trend Program is highly diversified and as of January 1, 2008, trades approximately 300 futures/forwards markets, including approximately 80 combinations (spreads or ratios) of outright markets across the following sectors (indicative average sector allocation):

28% Currencies

20% Interest Rates

16% Stock Indices and Single Stocks

10% Energies

8% Metals

7% Agriculturals

11% Hybrids (Spreads or ratios consisting of markets/instruments of different asset classes)

- **SOPHISTICATED RISK MANAGEMENT**

The program's risk management focuses on downside risk in extreme events and is based on advanced correlation analysis between individual products. A key element at the portfolio level is the estimated aggregate impact of a major adverse price movement in a particular market and the coinciding adverse price effects in correlated markets.

* The percentage of an account's assets that may be invested in specific products vary over time. The balance of positions actually held in a portfolio at a given time can deviate significantly from the allocation shown above, as actual positions depend on signaled market opportunities.