

# ACE Investment Strategists, LLC

## June 2010 SIHA Profile



ACE Investment Strategists, LLC is a trading advisor that studies financial markets with the goal of developing sound and timely strategic investment approaches to add better-than-average growth to investment portfolios. Our mission is to deliver consistent investment returns, compared with the major stock indices, by creating strategies that are uniquely designed and implemented to succeed in all market environments, whether trending or consolidating. At present, we prefer ten strategies that best meet our criteria for an effective balance of growth and risk.

## STOCK INDEX HYBRID APPROACH (SIHA)

The objective of the Hybrid strategy is to enhance the consistency of overall returns by taking advantage of various market conditions with a vast array of investment vehicles and techniques. Typically, all financial markets tend to move in three stages; a trending phase, counter-trend, and consolidation. Like the seasons in nature, each stage has its own characteristics. Each, therefore, is susceptible to greater exploitation and protection, when the most appropriate vehicles and techniques for the specific market condition are applied. It is central to this strategy that the Advisor make use of flexibility to match the optimum trading style to the specific market situation. In the best sense, these strategies may be thought of as all weather strategies. The focus of this strategy will be on stock indices, and the Advisor may choose to use spreads, be long or short the future or the option, or swing-trade the future, or apply dollar-cost-averaging approaches, or other trading styles, very much directed by, and in sync with, the market situation at the time. The basic vehicles will be stock index futures, and/or options on those futures: The S&P 500 index or its mini version, the blue-chip Dow Jones Industrial futures or its mini version the tech/growth laden Nasdaq 100 index in its various versions or other, more specialized indices either singly or in combinations. Trading futures and options involves substantial risk of loss and is not suitable for all investors. The risk of loss in options writing programs is unlimited.

## NET RETURNS SINCE INCEPTION

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2007											7.18	6.14	13.79
2008	1.54	5.32	10.62	4.05	4.77	4.28	5.10	6.53	(16.95)	(18.93)	2.75	8.45	12.97
2009	2.74	5.80	(1.66)	9.43	5.49	5.40	0.30	3.45	1.68	(0.06)	2.81	7.02	50.89
2010	2.49	1.51	3.23	(2.11)	(16.34)	6.47							(6.36)

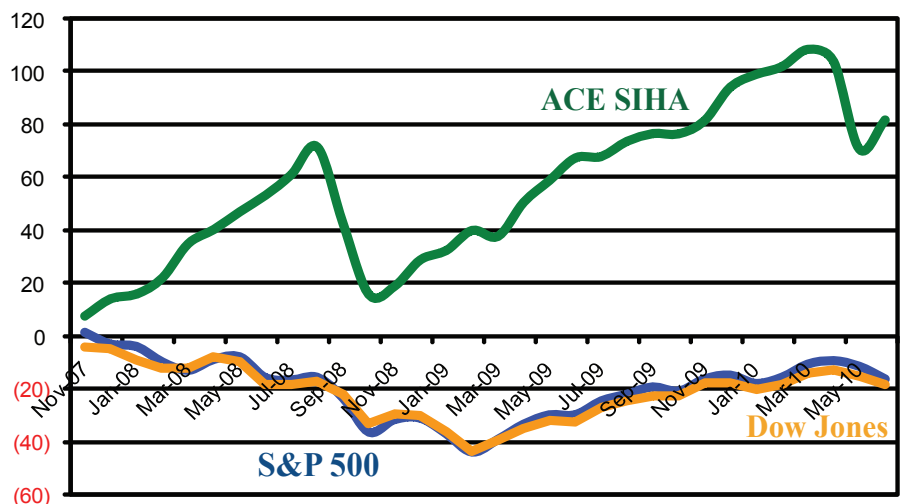
### PERFORMANCE ANALYSIS

Assets Under Management	\$19.80M
Total Return Since Inception (Nov-07)	81.58%
Average Monthly ROR	2.14%
Sharp Ratio (3-Year)	1.01
Winning Months	26
Losing Months	6
Worst monthly draw down:	(18.93)
Longest Recovery Period	12 mo.

### ACCOUNT INFORMATION

Management Fee	2%
Incentive Fee	20%
Max R/T Commission	\$30
Minimum Account Size	\$100K

### VAMI Return Comparison\* SIHA vs S&P 500 vs Dow Jones



\*Since SIHA Inception Nov 2007

PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS. ONE MUST BE AWARE THAT THE POSSIBILITY OF UNLIMITED LOSS EXISTS IN WRITING OPTIONS. TRADING FUTURES AND OPTIONS INVOLVES SUBSTANTIAL RISK OF LOSS AND IS NOT SUITABLE FOR ALL INVESTORS A COMPLETE DISCUSSION OF FEES AND CHARGES ARE REPORTED IN THE CTA'S DISCLOSURE DOCUMENT. SPECIFICALLY, ONE SHOULD RECOGNIZE THAT AN INTRODUCING BROKER MAY CHARGE A FRONT-END START UP FEE OF UP TO 6% OF THE INITIAL CONTRIBUTION. PLEASE NOTE THAT THIS CHARGE IS NOT REFLECTED IN THE PERFORMANCE OF THE COMMODITY TRADING ADVISOR AND COULD HAVE A SIGNIFICANT IMPACT ON THE CUSTOMERS ABILITY TO ACHIEVE SIMILAR RETURNS.