Forecast believes their investment approach offers solid returns in volatile commodity markets combining analysis, experience and careful risk management in the continual pursuit of alpha.

**DISCRETIONARY TRADING BUILT ON EXPERIENCE AND FUNDAMENTAL ANALYSIS**

- Trades commodity futures and options since 1999.
- Traditionally focused on commodities where weather in an important component of price, including Agriculturals, Softs and Energies.
- Have adapted to changes in the global economic environment by incorporating additional markets such as Precious Metals, Financials, and Currencies to access new opportunities.
- Combines dealing and risk management experience with extensive fundamental analysis that is generated both in-house and through external sources.
- Options are utilized to establish long-term positions and to manage risk and exposure.

**CTA THAT TRADES LIKE A HEDGE FUND**

- Forecast’s style is that of a global-macro trader, rather than a systematic, black-box dealer, and profits can be achieved in both up- or down- markets.
- Trading is discretionary rather than machine-driven and results are non-correlated. An account can be established as an overlay to long-only investments.
- All trading decisions are made by the Forecast Team. Research inputs are reviewed in a daily morning conference to seek new trading opportunities as well as to monitor the viability of open positions.
- Stop-losses are set before entering any new position and trailing stops may be utilized to preserve profits. Forecast also ensures that there are no correlations between open positions that might lead to undue exposure to a particular factor, such as a weather event or geographic area.
- As a fundamental trader, Forecast’s return stream is atypical. Forecast seeks major market moves which may occur infrequently, but meanwhile uses strategies to maintain market participation while preserving investor equity.
- On-going risk management is achieved through calculations of margin-to-equity, which is limited to a maximum of 20%, and through both position- and portfolio-stops. In certain circumstances, value-at-risk based on standard deviation calculations is used to control investor exposure on overnight positions.

**INVESTMENT SOLUTIONS THAT PROVIDE FLEXIBILITY AND TRANSPARENCY**

- Investors participate through a managed account within the Forecast Trading Program.
- Minimum account size is $250,000 USD limited to institutional and qualified eligible persons (QEP) in accordance with CFTC Regulation 4.7.
- Managed accounts provide total transparency via real-time access through the investor’s FCM as well as daily statements via e-mail.

| PERFORMANCE NET MONTHLY RETURN SINCE INCEPTION (%) |
|---------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| NET JAN FEB MAR APR MAY JUN JULY AUG SEP OCT NOV DEC YTD |
| 2001 8.30 -5.50 -2.31 2.21 -6.68 16.28 27.28 -1.71 -0.98 -2.42 3.87 2.41 44.12 |
| 2002 5.17 1.17 -1.16 -1.11 1.39 5.96 17.80 2.01 -3.94 4.28 7.64 0.92 43.43 |
| 2003 3.51 2.83 -5.92 -2.94 6.35 3.11 10.71 0.67 0.34 -0.21 -5.69 -3.32 8.45 |
| 2004 3.53 4.41 5.12 1.52 -4.08 0.75 5.52 0.81 1.11 -1.18 -1.21 3.03 18.90 |
| 2005 -7.35 -4.41 0.72 -4.20 2.95 2.55 10.27 6.49 -0.35 0.24 1.70 -2.80 8.86 |
| 2006 3.48 0.11 0.17 -0.90 0.25 -2.36 -3.41 4.37 -0.13 6.91 0.97 0.71 10.17 |
| 2007 0.48 -0.20 -8.77 0.95 3.58 -10.11 -6.82 -0.89 9.07 -6.97 1.72 14.23 -3.73 |
| 2008 9.80 10.20 -6.91 0.63 -5.81 13.02 -3.15 -2.61 -4.84 -1.38 0.44 4.34 |
| 2009 -2.06 -1.46 -1.04 -0.91 4.73 -1.99 -4.26 -3.51 -3.14 -0.74 3.44 -8.96 -23.99 |
| 2010 5.81 -2.60 -0.93 2.56 1.31 2.07 1.73 -0.15 -0.21 0.75 -2.50 -1.29 1.44 |
| 2011 -2.45 4.25 8.36 35.94 -29.59 -0.88 -6.98 13.98 14.91 3.56 -3.29 -3.59 34.24 |
| 2012 -0.33 -0.21 -6.66 -2.84 3.41 21.12 32.80 -1.45 -3.89 -13.75 -3.45 -9.21 15.53 |
| 2013 -2.31 -0.29 |

* Trading futures and options involves the risk of loss. Please consider carefully whether futures or options are appropriate to your financial situation." Past performance is not necessarily indicative of future results.

(1) Monthly performance from inception December 1999 though November 2001, Forecast traded as an exempt CTA.
(2) Monthly performance was compounded for the year-to-date annual return through December 2006. Since the Advisor is managing assets based on a fixed nominal trading level (i.e., the trading level is not adjusted for profits and losses), the Advisors methodology was changed effective January 1, 2007, where by the year-to-date annual return is computed by adding the monthly rates of returns.
(3) Monthly rates of return are calculated pursuant to the Only Accounts Traded Method ("OAT").
(4) The performance presented from December 1999 through November 2003 includes a client account that was fully funded and was not managed with the use of notional funds. This one account was charged a $21 round turn commission and no advisory or management fees. Pro-forma adjustments were made to the performance of this account to provide the reader of this performance capsule with the opportunity to make a more informed decision about the Advisors prior performance results.
(5) Monthly performance starting in January 2011 is of proprietary account traded at a $300,000 nominal trading level. The performance has been adjusted to reflect 1% per annum management fee and a 20% per quarter incentive fee.

**PORTFOLIO STRUCTURE & TERMS**

- Inception Date: December 1, 1999
- Minimum Subscription: $250,000 USD
- Fees: Management: 1% Incentive: 20%
- High Watermark: Yes
- Additions/Withdrawals: Daily
- Lock-up: No
- Performance Admin.: Compliance Supervisors
- Auditor: Marcum
- Legal Advisors: Crow & Associates

**CONTACT US**

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