Financial Commodity Investments (FCI)

Option Selling Strategy

Manager: **Craig Kendall**

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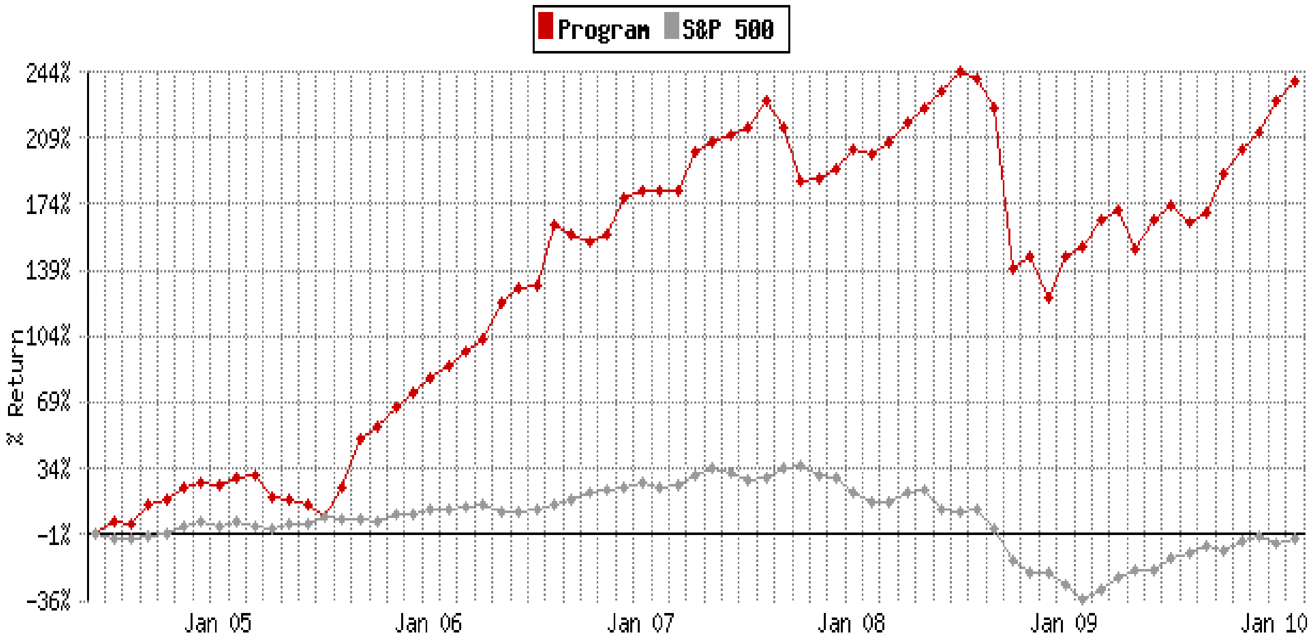
Program Summary			
Primary Market:	Diversified	Accepting Funds:	Yes
Inception Date:	Jul, 2004	Min Investment:	$50,000
Registrations:	CTA	Notional Funding:	Yes
Current Assets:	$14,287,349	Annual Mgt Fee:	2%
Max Capacity:	$150,000,000	Incentive Fee:	20%
CPO Strategy:	N/A	Other Fee:	None
Max Margin/Equity:	40%	RT per Mil $:	5000
		Disclosure:	Yes

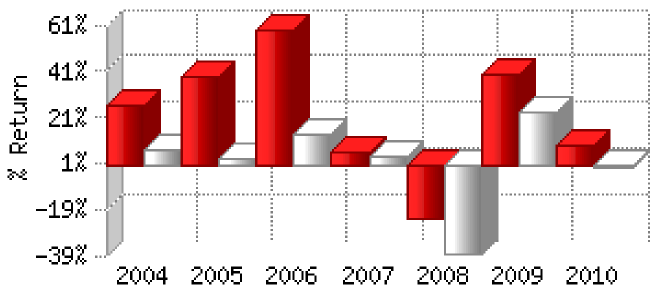
Program Performance VS S&P 500



PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS

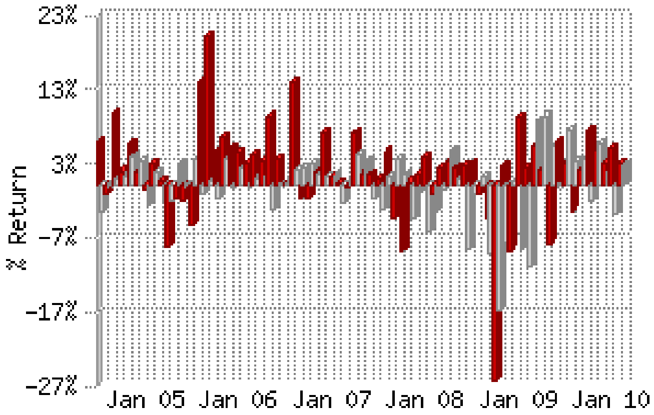
Performance	Program	S&P
Total ROR:	238.35%	-3.16%
Annual ROR:	24.00%	-0.57%
Year to Date:	8.33%	-0.96%
1 Year:	34.34%	50.25%
3 Years:	20.18%	-21.51%
Alpha:	1.99	
Beta:	0.31	

Yearly Returns
Program VS S&P 500



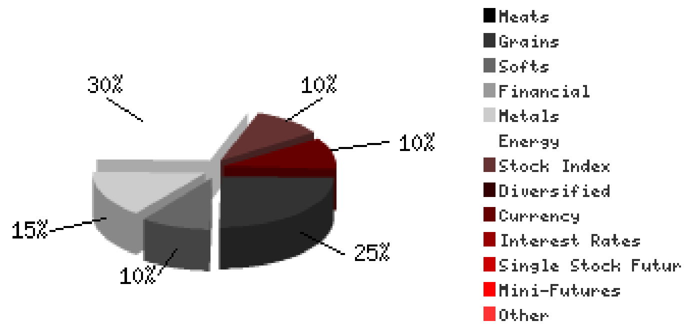
Statistics	Program	S&P
Avg Monthly Gain:	4.50%	2.63%
Avg Monthly Loss:	-4.92%	-4.11%
Winning Months:	50	42
Losing Months:	18	26
Current Drawdown:	1.63%	28.71%
Max Drawdown:	34.63%	52.56%
# DD > 25%:	1	1
# DD > 20%:	0	0
# DD > 15%:	1	0
# DD > 10%:	1	0
# DD > 5%:	0	0
Sharpe Ratio:	1.12	-0.04
Annualized Std Dev.:	21.27	
Sortino Ratio:	1.72	
Sterling Ratio:	2.84	
Calmar Ratio:	0.69	
Risk Free Rate:	0.12%	

Monthly Returns
Program VS S&P 500



Directional	
Long:	5%
Short:	95%

Sectors Traded



Strategy	
Systematic:	50%
Discretionary:	50%
Trend Following:	0%
Day Trading:	0%
Fundamentals:	0%
Pattern Recognition:	0%
Arbitrage:	0%
Other:	0%

Yearly Monthly Returns

	2010	2009	2008	2007	2006	2005	2004
January	5.21%	9.23%	3.88%	1.30%	4.40%	-0.60%	
February	2.97%	2.56%	-1.15%	0.39%	3.10%	2.90%	
March		5.36%	2.37%	-0.18%	4.20%	0.60%	
April		2.15%	3.34%	7.11%	3.20%	-8.30%	
May		-7.78%	2.42%	1.70%	9.40%	-1.60%	
June		6.10%	2.86%	1.61%	3.70%	-2.00%	
July		2.94%	2.91%	1.08%	0.50%	-5.30%	5.90%
August		-3.33%	-1.24%	4.65%	14.00%	14.00%	-1.00%
September		2.06%	-4.36%	-4.50%	-1.81%	20.30%	9.80%
October		7.45%	-26.29%	-8.84%	-1.66%	4.50%	2.00%
November		4.80%	2.80%	0.51%	1.72%	6.60%	5.70%
December		2.96%	-8.67%	1.44%	7.28%	5.00%	1.80%
YTD	8.33%	38.91%	-23.02%	5.50%	58.52%	38.22%	26.34%

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Company Info

Financial Investments, Inc., which is located in the greater Washington D.C. Metropolitan area, manages several absolute return strategies that offer returns that have very low correlation to the equity, fixed income and real estate markets. These alternative strategies are leveraged and maintain high levels of liquidity. As a result of our asset management skill in executing these alternative strategies, the managed futures accounts under our management have posted positive returns in recent periods.

Our alternative strategies are considered absolute return trading programs. The assets under management have minimal correlation to returns found in the equity, fixed income, and real estate markets. Manager skill contributes the largest portion of program returns. Opportunities for trading profits are found in all market environments. Liquidity is preserved by maintaining high levels of cash and margined open positions with short life spans.

FII is a Registered Investment Advisor (RIA), and a Commodity Trading Advisor (CTA). Traditional investments are managed under our RIA platform. Please visit the FII website to view the FII Privacy Policy.

Alternative asset management for accredited individual investors are managed under Financial Investments Limited Partnership (FILP). Alternative assets for institutional and individual investors are managed under Financial Commodity Investments (FCI). Further diversification of this alternative asset segment of your overall portfolio is accomplished by the introduction of outside managers that have styles very different than ours.

Our clients also value the customized alternative investment strategies and reporting we provide to them as part of our client focus.

In 2009, we were named an Inc. 500 company and we are one of the fastest-growing privately-held companies in the U.S., with revenue growth of 40% annually for the past four years. FII and its proprietary products have also received top national ranking from Barclays, as well as the “Fantastic 50” award from the Virginia Chamber of Commerce.

Program Info

FCI OPTION SELLING STRATEGY utilizes a market neutral trading strategy that does not attempt to forecast market direction. FCI utilizes options on futures to initiate market neutral positions by simultaneously writing out of the money call and put options, followed by appropriate adjustments based on movement of the underlying futures contract. Profits are derived when the price of the options that have been written declines such that the options can be purchased for amounts less than the price at which those options were initially sold. Profits also are realized when options expire worthless, providing full profit on the option premium sold (after commission and other fees). FCI's primary trading philosophy is for profits to be made when the value of options are reduced as a function of time, rather than a function of market direction.

Manager Biography

Craig B. Kendall, CPA, is the principal owner and manager of the Financial Investment, Inc. (FII) family of companies. This includes Financial Commodity Investments (FCI), Financial Investment, LP (FILP) and Kendall & Company, CPA's.

His business experience includes more than 20 years in the finance, accounting and investment banking industries. In 1997, Mr. Kendall founded FII as an investment firm that acquires equities, private placement memorandums, and other investments. Established Financial Investments Limited Partnership (FILP), a limited partnership developed to capitalize on the opportunities available using proprietary trend tracking investment models.

Mr. Kendall holds FINRA Series 3 and Series 66 licenses.

Under Mr. Kendall's leadership, FII has been named an Inc. 5000 company nationally, and received the "Fantastic 50" award in 2008 and 2007 from the Virginia Chamber of Commerce. He led FCI to a ranking as a Top 20 Commodity Trading Advisor (CTA), in the Barclay Managed Funds Report.