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Private Wealth

3RD ANNUAL

Innovative ALTERNATIVE STRATEGIES

HOW ADVISORS CAN ACHIEVE PORTFOLIO DIVERSIFICATION AND ALPHA

Managed Futures: A Popular Diversifier

MODERATOR

John W. Labuszewski
Managing Director, Research & Product Development
CME Group

PANELISTS

Dick Pfister
Executive Vice President & Managing Director
Altegris Investments

Edward Egilinsky
Managing Director, Head of Alternatives
Direxion Funds

Ken Steben
President & Chief Executive Officer
Steben & Company

Introduction

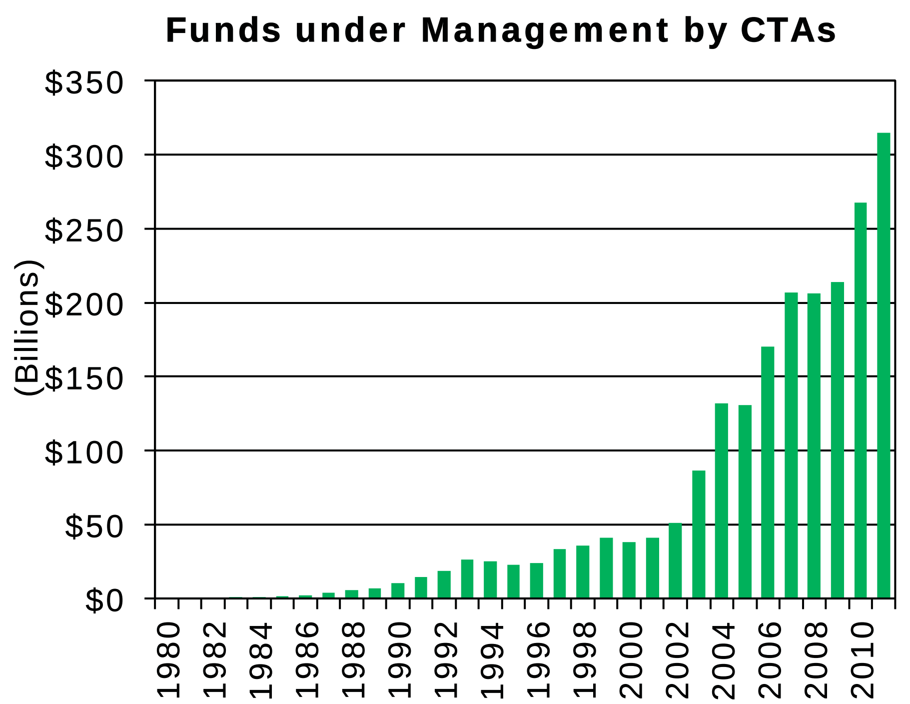
Making sense of managed futures industry …

- 1st managed account attributed to noted technician Dick Donchian who secured power of attorney to trade retail customer accounts in 1948
- Commodity Trading Advisors (CTAs)
  - Professional commodity traders registered with National Futures Association (NFA) for purposes of trading decisions on behalf of customers
  - May trade on behalf of separately managed accounts or pooled funds
- Commodity Pool Operators (CPOs)
  - Registered with NFA to create & administer managed futures funds, commodity pools
  - CPOs usually retain services of CTAs to trade all or part of fund
  - CPOs concentrate on fund raising, accounting, evaluation, monitoring CTA performance
- Originally a retail product, managed futures now widely accepted as institutional investment tool ... often classified as a type of hedge fund

Introduction

Growing industry …

- **Managed futures industry grows to $314.6 billion assets under management (AUM) by Dec-11**
- **This is evidence of value of managed futures investment**



Source: Barclays Hedge Database

Introduction

Managed futures investments offer …

- **Attractive returns**
- **Exposure to all major asset classes around the globe including interest rates, equities, currencies, energy, agricultural commodities**
- **Potential returns in both bull *and* bear markets**
- **Attractive reward/risk ratio through diversification beyond traditional stocks and bonds, reducing portfolio volatility**

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Introduction to Altegris

The Altegris Mission

Provide access to premier alternative investment managers across diversified strategies

The Altegris Platform

- Alternative mutual funds
- Private hedge funds
- Managed futures managed accounts

COMPANY SNAPSHOT

- Exclusively Focused on Alternative Investments
- Over 110 professionals
- Specialized research team
- Dedicated compliance department
- Experienced Alternative Investment Consulting team
- $4.27 Billion in client allocation*

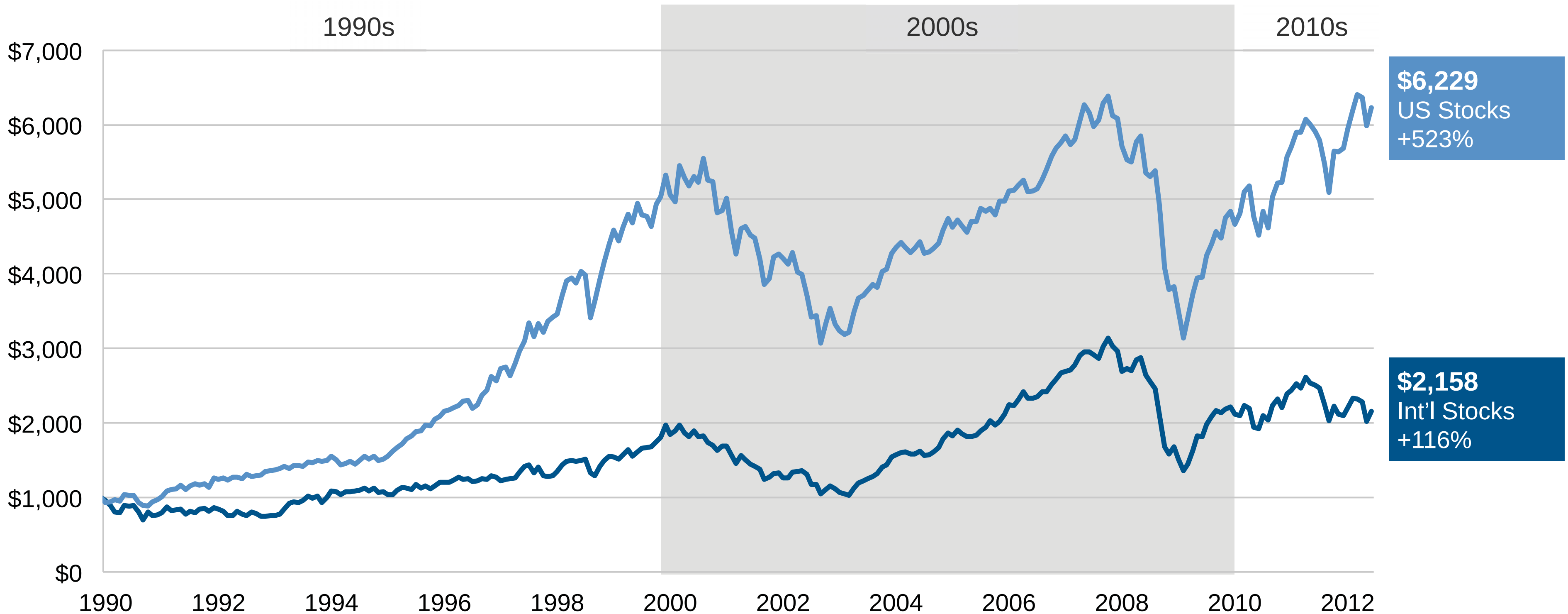
**As of Q1 2012, Altegris and its affiliates currently have approximately $3.27 billion in client assets. Altegris provides clearing services to accounts representing $997 million in institutional assets.*

The Altegris Platform

PRIVATE FUNDS	MUTUAL FUNDS
Managed Futures	Managed Futures (Multi-Manager)
Global Macro	Global Macro (Multi-Manager)
Long/Short Equities	Managed Futures (Active Fixed Income)
Event Driven	Long/Short Equity (Multi-Manager)
Emerging Markets	

A Possible Problem?

Equities Through the Decades 01/90 – 06/12 | Value of an initial $1,000 investment



Total return of an investment is only one measure of performance. Percentages represent cumulative return for stated period. There is no guarantee that any investment product will achieve its objectives, generate profits or avoid losses. PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS. The referenced indices are shown for general market comparisons and are not meant to represent any particular Fund. An investor cannot invest directly in an index. Moreover, indices do not reflect commissions or fees that may be charged to an investment product based on the index, which may materially affect the performance data presented. INDICES: US Stocks: S&P 500 Total Return; Intl Stocks: MSCI EAFE Net Index. SOURCE: Altegris.

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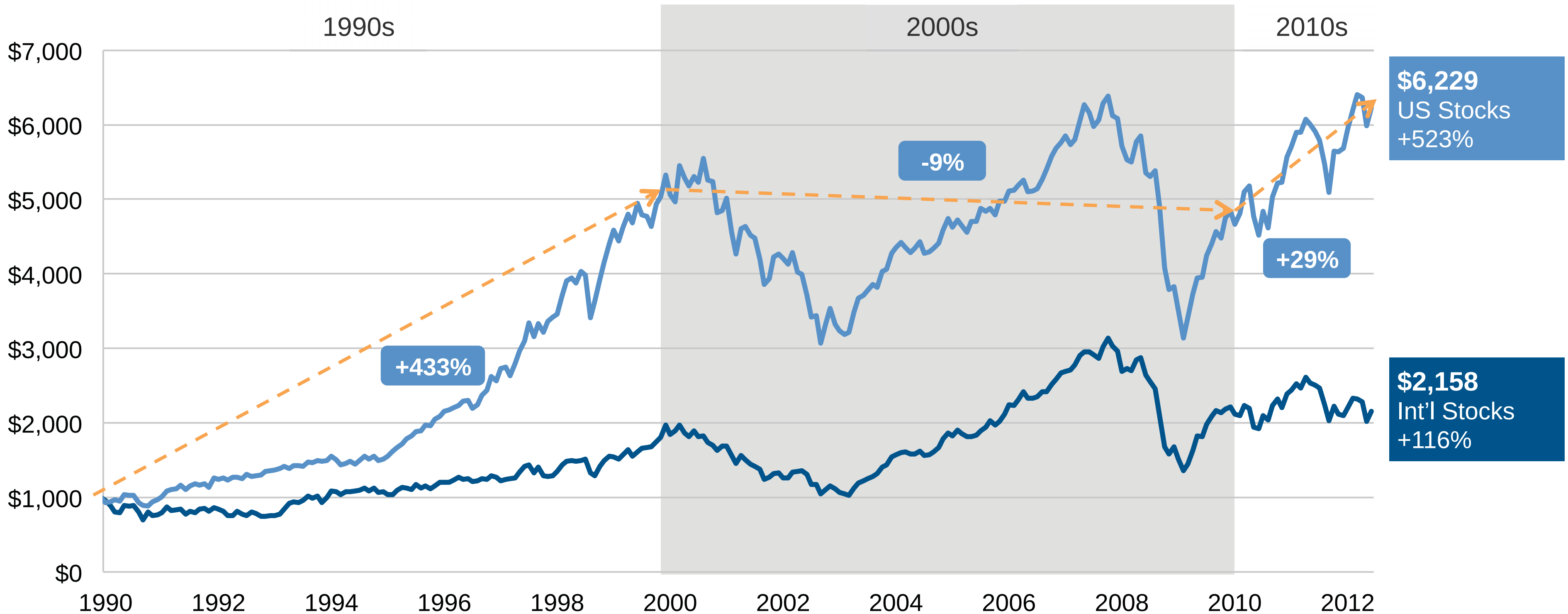

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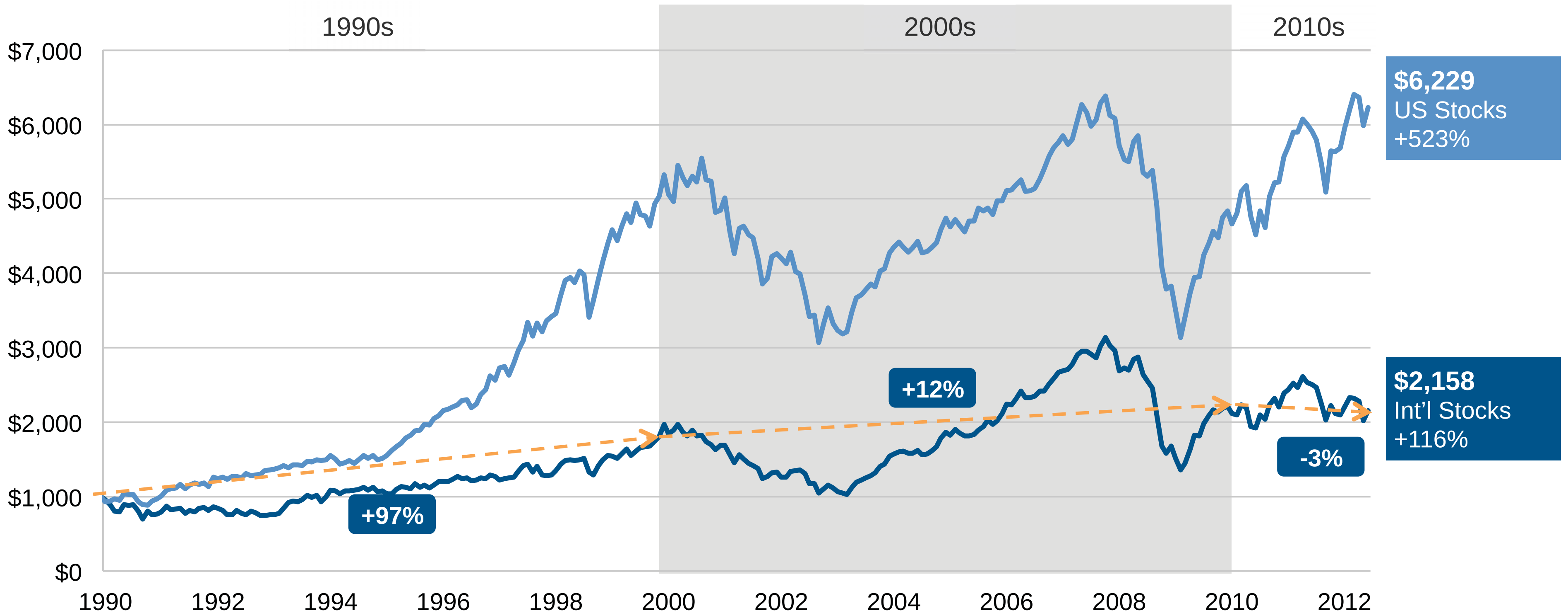

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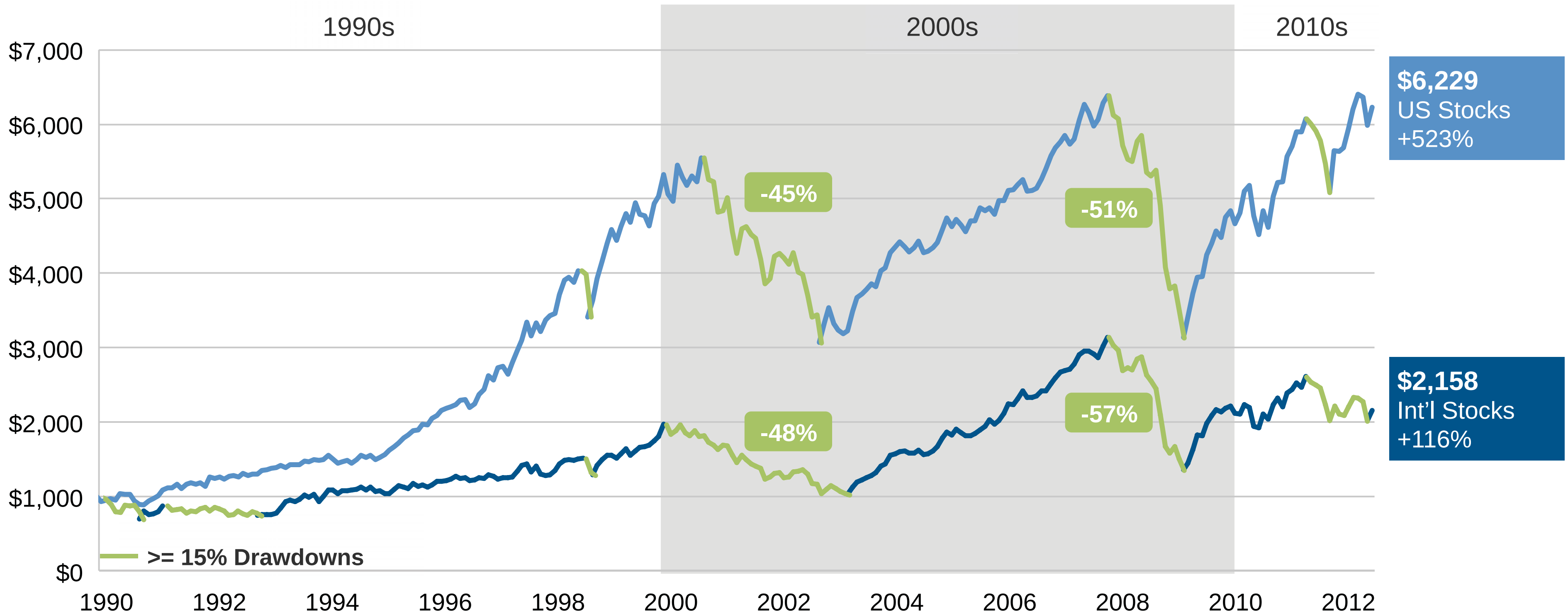

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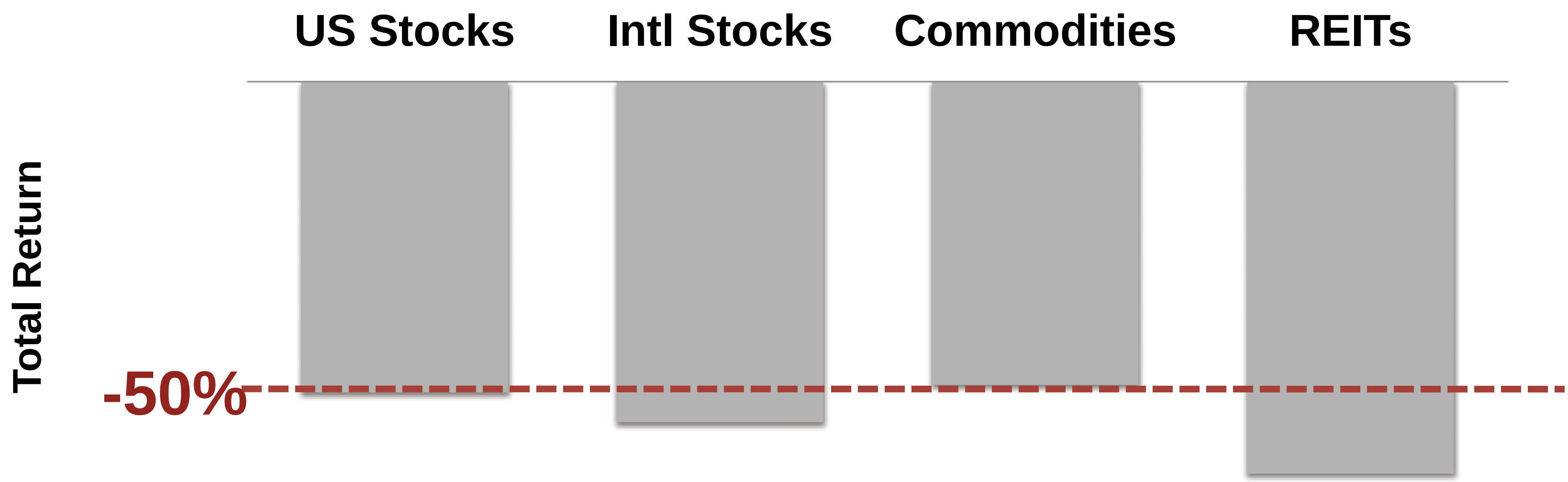
Nowhere to Hide

The Credit Crisis 10/07 – 02/09



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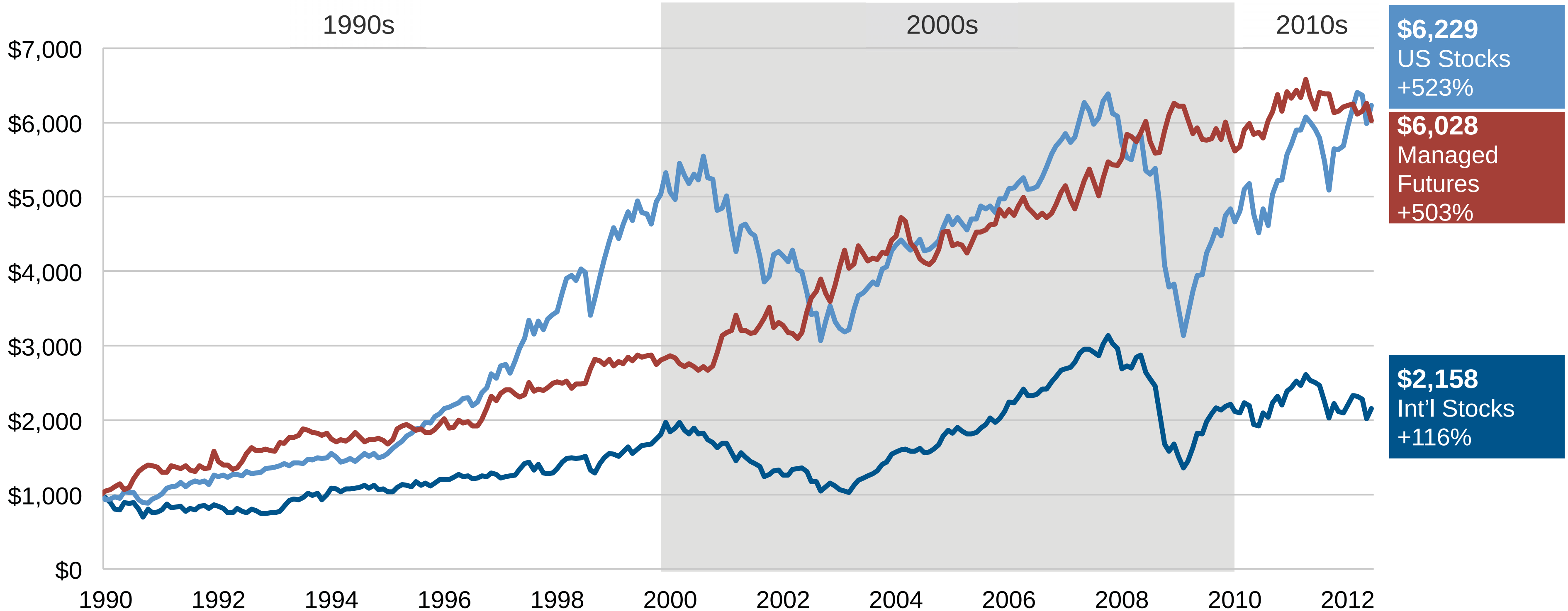
A Possible Alternative

Through the Decades 01/90 – 06/12 | Value of an initial $1,000 investment



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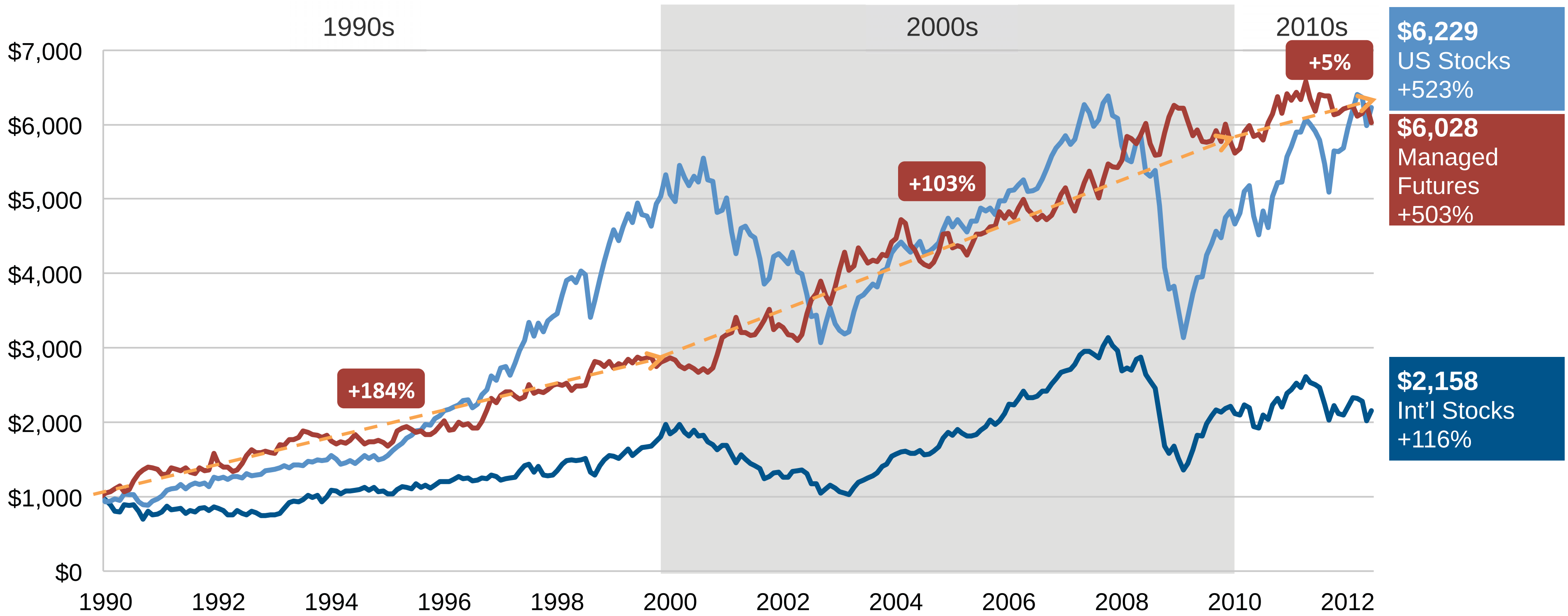

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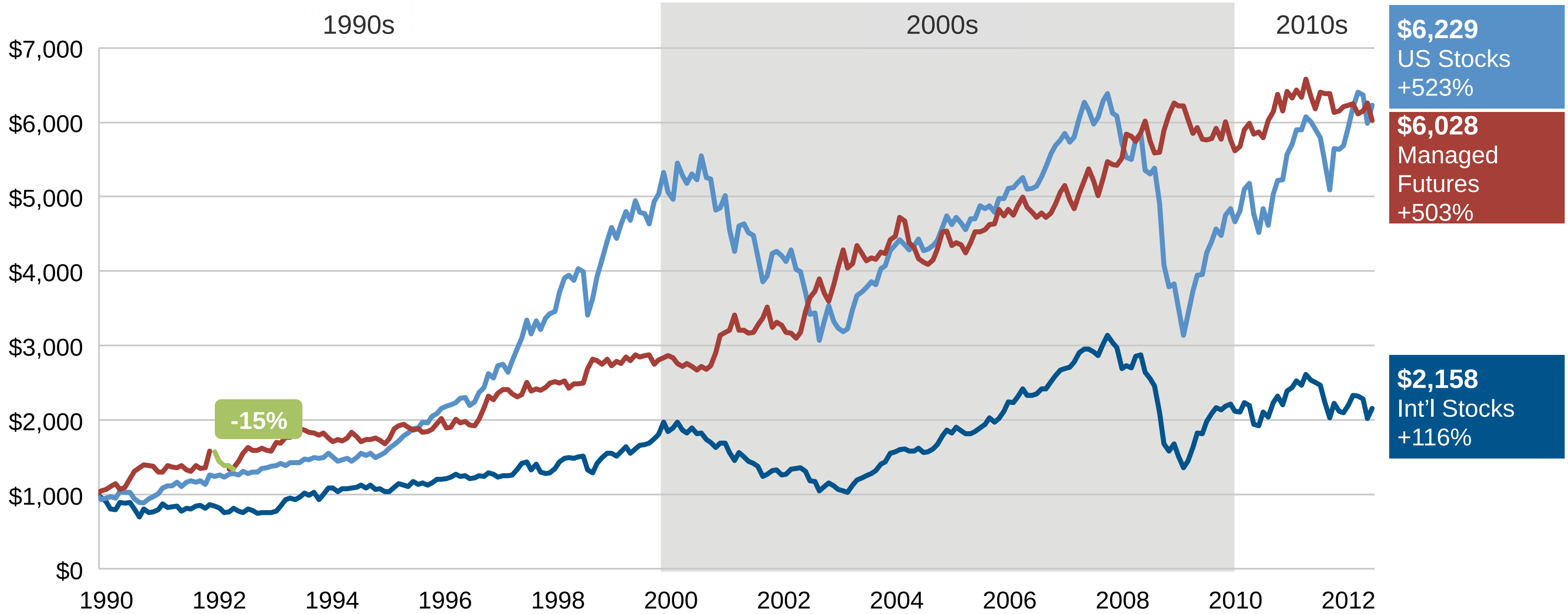

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Asset Class Correlation

Historical Correlation 01/90 – 06/12

	Historical*	10-Year	5-Year	3-Year
US Stocks – Int'l Stocks	0.75	0.91	0.92	0.92
US Stocks – REITs	0.57	0.74	0.84	0.86
US Stocks – Commodities	0.18	0.35	0.63	0.76
US Stocks – Managed Futures	-0.12	-0.09	-0.13	0.13

As of Jun-12

*Since January 1990. Correlation is a statistical measure of how two securities move in relation to each other. For a more complete definition see page 27. PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS. Correlations by definition will vary over time, and while this data is true for the historical performance over this time period, there is no guarantee that these correlations will persist. INDICES: US Stocks: S&P 500 Total Return Index; Intl Stocks: Morgan Stanley Capital International, Inc. EAFE Net Index; REITs: NAREIT Composite Total Return Index; Commodities: S&P GSCI Total Return Index; Managed Futures: Altegris 40 Index (started July 2000; data available back to 1990); The referenced indices are shown for general market comparisons and are not meant to represent any particular Fund. See Index Definitions on page 20 and Additional Disclosure on page 21-22. SOURCE: Altegris.

Crisis Alpha

Historical Returns during Crisis Periods 01/90 – 06/12

	US Stocks	Managed Futures
Russian Financial Crisis	-14%	8%
Tech Bubble	-45%	43%
Credit Crisis	-50%	19%
PIIGS	-9%	2%
Summer Shock	-14%	3%

CRISIS PERIODS: Russian Financial Crisis: 08/98; Tech Bubble: 09/00-09/02; Credit Crisis: 10/07-02/09; PIIGS: 04/10-08/10; Summer Shock: 07/11-09/11. There is no guarantee that any investment product will achieve its objectives, generate profits or avoid losses. PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS. An investor cannot invest directly in an index. Moreover, indices do not reflect commissions or fees that may be charged to an investment product based on the index, which may materially affect the performance data presented. INDICES: US Stocks: S&P 500 Total Return; Managed Futures: Altegris 40 Index (started July 2000; data available back to 1990). SOURCE: Altegris.

Crisis Alpha

Historical Returns during Crisis Periods 01/90 – 06/12

	US Stocks	Managed Futures	Difference
Russian Financial Crisis	-14%	8%	+22%
Tech Bubble	-45%	43%	+88%
Credit Crisis	-50%	19%	+69%
PIIGS	-9%	2%	+11%
Summer Shock	-14%	3%	+17%

CRISIS PERIODS: Russian Financial Crisis: 08/98; Tech Bubble: 09/00-09/02; Credit Crisis: 10/07-02/09; PIIGS: 04/10-08/10; Summer Shock: 07/11-09/11. There is no guarantee that any investment product will achieve its objectives, generate profits or avoid losses. PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS. An investor cannot invest directly in an index. Moreover, indices do not reflect commissions or fees that may be charged to an investment product based on the index, which may materially affect the performance data presented. INDICES: US Stocks: S&P 500 Total Return; Managed Futures: Altegris 40 Index (started July 2000; data available back to 1990). SOURCE: Altegris.

Crisis Alpha

Historical Returns during Non-Crisis Periods 01/90 – 06/12

	US Stocks	Managed Futures
Jan 97 – Jul 98	55%	10%
Sep 98 – Aug 00	63%	1%
Oct 02 – Sep 07	105%	35%
Mar 09 – Mar 10	63%	-5%
Sep 10 – Jun 11	28%	2%
Oct 11 – Jun 12	22%	-6%

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Crisis Alpha

Historical Returns during Non-Crisis Periods 01/90 – 06/12

	US Stocks	Managed Futures	Difference
Jan 97 – Jul 98	55%	10%	-45%
Sep 98 – Aug 00	63%	1%	-62%
Oct 02 – Sep 07	105%	35%	-70%
Mar 09 – Mar 10	63%	-5%	-68%
Sep 10 – Jun 11	28%	2%	-26%
Oct 11 – Jun 12	22%	-6%	-28%

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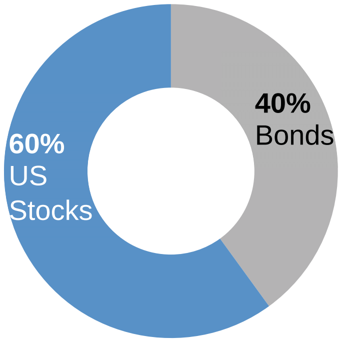
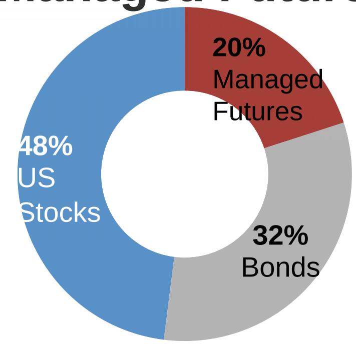
Managed Futures in a Portfolio

Traditional Portfolio



Traditional Portfolio + Managed Futures



Historical*

Traditional Portfolio		Traditional Portfolio + Managed Futures	Portfolio Impact
503%	Total Return	526%	+23%
9.3%	Ann. Standard Deviation	7.6%	+1.7%
-30.8%	Worst Drawdown	-22.6%	+8.2%
16.36	Reward/Risk Ratio	23.30	+6.94

**January 1990 – June 2012. PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RESULTS. Standard deviation is a statistical measure of how consistent returns are over time; a lower standard deviation indicates historically less volatility. Drawdown measures the peak to valley loss relative to the peak for a stated time period. INDICES: US Bonds: Barclays US Aggregate Bond Index; US Stocks: S&P 500 Total Return Index; Managed Futures: Altegris 40 Index (started July 2000; data available back to 1990). Risk/Reward Ratio = Total Return/Worst Drawdown. See additional important disclosure on page 22. SOURCE: Altegris.*

Mutual Funds vs. Private Placements

Appendix

Mutual Funds vs. Private Placements

Mutual Funds

Liquidity

- Daily liquidity
- Daily final NAV pricing

Taxes

- Form 1099 reporting

Oversight

- Subject to SEC regulation
- Marketing materials subject to FINRA review
- Independent board of directors required

Operations

- Available to most investors, subject to investment suitability
- Automated subscription process (NSCC)

Private Funds

Liquidity

- Typically monthly liquidity
- Typically monthly final NAV pricing

Taxes

- Form K-1 reporting

Oversight

- Subject to CFTC regulation
- Disclosure documents filed with NFA
- No board of director requirements

Operations

- Available to accredited and higher, subject to investment suitability
- Manual subscription process

There is no guarantee that any investment will achieve its objectives, generate profits, or avoid losses.

Index Descriptions

US Stocks: The S&P 500 Total Return Index is the total return version of S&P 500 index. The S&P 500 index is unmanaged and is generally representative of certain portions of the U.S. equity markets. For the S&P 500 Total Return Index, dividends are reinvested on a daily basis and the base date for the index is January 4, 1988. All regular cash dividends are assumed reinvested in the S&P 500 index on the ex-date. Special cash dividends trigger a price adjustment in the price return index.

US Bonds: The Barclays Capital U.S. Aggregate Bond Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. These major sectors are subdivided into more specific indices that are calculated and reported on a regular basis. These specific indices include the Government/Credit Index, Government Index, Treasury Index, Agency Index, and Credit Index.

Int’l Stocks: The MSCI EAFE Index is a capitalization-weighted index widely accepted as a benchmark of non-US stocks compiled by Morgan Stanley. It represents an aggregate of 21 individual country indices that collectively represent many of the major markets of the world.

REITs: The FTSE NAREIT Composite Total Return Index includes both price and income returns of all publicly traded REITs (Equity, Mortgage, and Hybrid). The index began on December 31, 1971 with a base value of 100.

Managed Futures: The Altegris 40 Index® tracks the performance of the 40 leading managed futures programs, by ending monthly equity (assets) for the previous month, as reported to Altegris Investments, Inc. The Altegris 40 index represents the dollar-weighted average performance of those 40 programs. The Index started in July 2000; data is available back to 1990.

Risk Considerations

Alternative investments involve a high degree of risk and can be illiquid due to restrictions on transfer and lack of a secondary trading market. They can be highly leveraged, speculative and volatile, and an investor could lose all or a substantial amount of an investment. Alternative investments may lack transparency as to share price, valuation and portfolio holdings. Complex tax structures often result in delayed tax reporting. Alternative investment managers typically exercise broad investment discretion and may apply similar strategies across multiple investment vehicles, resulting in less diversification. Trading may occur outside the United States which may pose greater risks than trading on U.S. exchanges and in U.S. markets.

There are substantial risks and conflicts of interests associated with managed futures and commodities accounts, and you should only invest risk capital. The success of an investment is dependent upon the ability of a commodity trading advisor (CTA) to identify profitable investment opportunities and successfully trade. The identification of attractive trading opportunities is difficult, requires skill, and involves a significant degree of uncertainty. CTAs have total trading authority, and the use of a single CTA could mean a lack of diversification and higher risk. The high degree of leverage often obtainable in commodity trading can work against you as well as for you, and can lead to large losses as well as gains. Alternative investments may be subject to substantial charges for management and advisory fees. Compared to mutual funds, hedge funds and commodity pools are subject to less regulation and often charge higher fees. It may be necessary for accounts that are subject to these charges to make substantial trading profits in order to avoid depletion or exhaustion of their assets.

If you use notional funding, you may lose more than your initial cash investment. If the market moves against your position, you may be called upon by your broker to deposit a substantial amount of additional margin funds, on short notice, in order to maintain your position. If you do not provide the requested funds within the prescribed time, your position may be liquidated at a loss, and you will be liable for any resulting deficit in your account. This brief statement cannot disclose all the risks and other significant aspects of the commodity markets, and you should carefully study the disclosure document before you trade, including the description of the fees and principal risk factors of an investment.

Mutual funds involve risk including the possible loss of principal. An investment in an alternatives strategy mutual fund should only be made after careful study of the prospectus, including the description of the objectives, principal risks, charges and expenses of the fund.

PAST RESULTS ARE NOT NECESSARILY INDICATIVE OF FUTURE RESULTS.

Important Disclosure

Altegris and its affiliates are subsidiaries of Genworth Financial, Inc. and are affiliated with Genworth Financial Wealth Management, Inc., and include: (1) Altegris Advisors, LLC, an SEC registered investment adviser, CFTC-registered commodity pool operator, commodity trading advisor, and NFA member; (2) Altegris Investments, Inc., an SEC-registered broker-dealer and FINRA member; (3) Altegris Portfolio Management, Inc. (dba Altegris Funds), a CFTC-registered commodity pool operator, NFA member and SEC-registered investment adviser; and (4) Altegris Clearing Solutions, LLC, a CFTC-registered futures introducing broker and commodity trading advisor and NFA member. The Altegris Companies and their affiliates have a financial interest in the products they sponsor, advise and/or recommend, as applicable. Depending on the investment, the Altegris Companies and their affiliates and employees may receive sales commissions, a portion of management or incentive fees, investment advisory fees, 12b-1 fees or similar payment for distribution, a portion of commodity futures trading commissions, margin interest and other futures-related charges, fee revenue, and/or advisory consulting fees.

Altegris Investments, Inc. (Altegris), a broker-dealer and FINRA member, recommends a platform of alternative investments including hedge funds, futures funds and alternative strategy mutual funds. Through its affiliate, Altegris Clearing Solutions, a futures introducing broker, commodity trading advisor and NFA member, Altegris clients may also access a platform of managed futures trading programs.

Genworth Financial, Inc. (NYSE: GNW) is a leading Fortune 500 insurance holding company dedicated to helping people secure their financial lives, families and futures. Genworth has leadership positions in offerings that assist consumers in protecting themselves, investing for the future and planning for retirement -- including life insurance, long term care insurance, financial protection coverages, and independent advisor-based wealth management -- and mortgage insurance that helps consumers achieve home ownership while assisting lenders in managing their risk and capital.

Genworth has approximately 6,400 employees and operates through three divisions: Insurance and Wealth Management, which includes U.S. Life Insurance, Wealth Management, and International Protection segments; Mortgage Insurance, which includes U.S. and International Mortgage Insurance segments; and the Corporate and Runoff division. Its products and services are offered through financial intermediaries, advisors, independent distributors and sales specialists. Genworth Financial, Inc., which traces its roots back to 1871, became a public company in 2004 and is headquartered in Richmond, Virginia. For more information, visit genworth.com. From time to time, Genworth Financial, Inc. releases important information via postings on its corporate website.

Diversification does not ensure profit or protect against loss in a positive or declining market. All referenced indices are shown for general market comparison and are not meant to represent any particular fund. An investor cannot invest directly in an index. Moreover, indices do not reflect commissions or fees that may be charged to an investment product based on the index, which may materially affect the performance data presented.

Exposure to Diverse Asset Classes & Trading Styles

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Disclosures

- ***An investor should consider the investment objectives, risks, charges, and expenses of the Direxion Funds and ETFs carefully before investing. The prospectus and summary prospectus contains this and other information. To obtain a prospectus or summary prospectus please visit direxionshares.com (for ETFs) or direxionfunds.com or call 800.851.0511 (for mutual funds). The prospectus and summary prospectus should be read carefully before investing.***

- Investing in funds that invest in specific industries or geographic regions may be more volatile than investing in broadly diversified funds. The use of leverage by a fund means the Funds are riskier than alternatives which do not use leverage. The Funds are not designed to track the underlying index over a longer period of time. The Funds are not suitable for all investors and should be utilized only by sophisticated investors who understand leverage risk, consequences of seeking daily or monthly leveraged investment results, understand the risk of shorting and intend to actively monitor and manage their Investments.

- The risks associated with the funds are detailed in the prospectus and summary prospectus which include adverse market condition risk, adviser's investment strategy risk, aggressive investment techniques risk, concentration risk, counterparty risk, credit and lower-quality debt securities risk, equity securities risk, currency exchange risk, daily correlation risk, daily rebalancing and market volatility risk, depository receipt risk, foreign and emerging markets securities risk, sector securities risk, interest rate risk, inverse correlation risk, IPO Risk, leverage risk, market risk, non-diversification risk, shorting risk, small and mid cap company risk, tracking error risk, and special risks of exchange-traded funds, market timing activity and high portfolio turnover risk, investing in other investment companies and ETFs risk, commodities securities risk, geographic concentration risk, valuation time risk, derivatives risk, commodity-linked derivatives risk, wholly-owned subsidiary risk, tax risk, options and futures contracts risks, security selection risk, Debt Instrument Risk, Gain Limitation Risk, U.S. Government Securities Risk, Special Risks of Exchange-Traded Funds, and Real Estate Investment Risk. Intra-calendar month investment risk, monthly correlation risk, and negative implications of monthly goals in volatile markets.

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About Direxion

- Leading provider of Liquid Alternative Strategies for the Retail and Institutional Investor

- Two Distinct Lines of Business
  - Trading Vehicles
  - Buy and Hold

- Expertise in Benchmark Replication

- 14 years of Expertise in the Use of Derivatives within Liquid Investments

- Recognized Leader in the Use of Leverage and Shorting with ETFs and Mutual Funds

Managed Futures Exposure

Exposure to multiple futures markets including commodities, currencies, fixed income, and equities

Managed Futures

Financials

Commodities

Currencies

For example:
- US Dollar
- Euro
- Yen
- British Pound

Interest Rates

For example:
- 10-Year Treasury
- Euro-Dollar
- German Bund

Equity Indexes

For example:
- S&P 500
- Nasdaq 100
- Nikkei
- Eruo Stoxx 50

Agriculture

For example:
- Corn
- Wheat
- Soybeans

Metals

For example:
- Gold
- Silver
- Copper

Energy

For example:
- Crude Oil
- Gasoline
- Heating Oil
- Natural Gas

Softs

For example:
- Cotton
- Cocoa
- Coffee

FOR ILLUSTRATIVE PURPOSES ONLY

Relationship of Managed Futures to Commodities

Historically, managed futures has had a low correlation to broad commodity markets and single commodities

(Correlation of 0.40 or less)

10-year Historical Correlations

5/31/2002-5/31/2012	Barclays CTA	DBC	DJ UBS	S&P GSCI	Gold	Crude Oil
Barclays CTA	1.00	0.31	0.40	0.30	0.37	0.24
DBC	0.31	1.00	0.91	0.93	0.42	0.88
DJ UBS	0.40	0.91	1.00	0.89	0.48	0.80
S&P GSCI	0.30	0.93	0.89	1.00	0.32	0.95
Gold	0.37	0.42	0.48	0.32	1.00	0.32
Crude Oil	0.24	0.88	0.80	0.95	0.32	1.00

Source: Bloomberg. One cannot invest directly in an index. Diversification does not necessarily prevent a loss or ensure a gain.

The Barclay CTA Index seeks to replicate the overall composition of the managed futures industry with regard to trading style and overall market exposure.

The S&P GSCI® is a composite index of commodity sector returns representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities.

The DBC Commodity Index (DBC), an index composed of futures contracts on 14 of the most heavily-traded and important physical commodities in the world,

The Dow Jones-UBS Commodity Index (DJUBS), a broadly diversified index that allows investors to track 19 commodity futures through a single, simple measure.

Gold: London Gold Market Fixing Ltd-LBMA PM Fixing Price/USD (GOLDLNPM)
Crude Oil: Dow Jones UBS Crude Oil Total Return Index (DJUBCLTR)

Performance and Risk vs. Commodities

Managed Futures has shown to have smaller declines and lower volatility than long only Commodities markets over time

May 2002 to May 2012	Barclays CTA	S&P GSCI TR	DJ-UBS TR	DBC
Max Drawdown (%)	-7.74	-71.40	-56.89	-60.39
Annualized Standard Deviation	8.74	25.77	18.82	21.35
Sortino Ratio	0.40	0.26	0.35	0.70
Annualized Return (%)	5.67	3.63	4.60	10.67

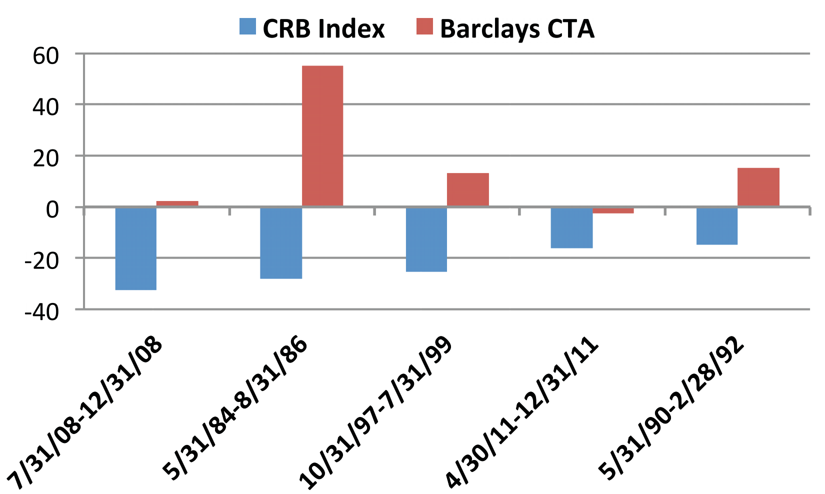
Max Drawdown - the greatest percent decline from a previous high.
Standard Deviation - a measure of the dispersion of a set of data from its mean.
Sortino Ratio - a ratio developed by Frank A. Sortino to differentiate between upside and downside volatility in the Sharpe ratio.
Past performance does not guarantee future results. Index returns are historical and are not representative of any fund performance.

Source: Bloomberg. One cannot invest directly in an index. Diversification does not necessarily prevent a loss or ensure a gain.

Commodity vs. Managed Futures Drawdowns

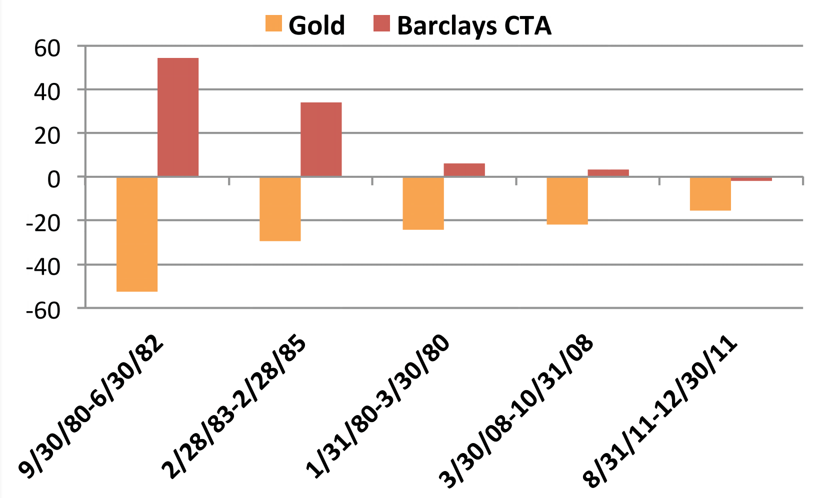
Managed Futures vs. Broad Commodities

During the worst performing periods of broader Commodities markets over the past 30 years, Managed Futures have seen positive or nearly flat performance



Managed Futures vs. Gold

Gold, a commodity considered a safe haven during periods of high volatility in the markets, historically has still shown large draw downs, up to -50%



Different Investment Style Options For Managed Futures

Index Based

Single Manager

Multi Manager

Direxion Indexed Managed Futures Fund (DXMIX)

- Rules based index approach
- Low cost (DXMIX: 1.20%) and transparent way to invest in Managed Futures
- Looking at shorter term price trends allow the Fund to be more dynamic
- More balanced portfolio between commodities and financials than most peers
- No allocation to stock indices
- Daily liquidity

Long-Term Benefits of Managed Futures

MODERATOR

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Managing Director, Research & Product Development
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PANELISTS

Dick Pfister
Executive Vice President & Managing Director
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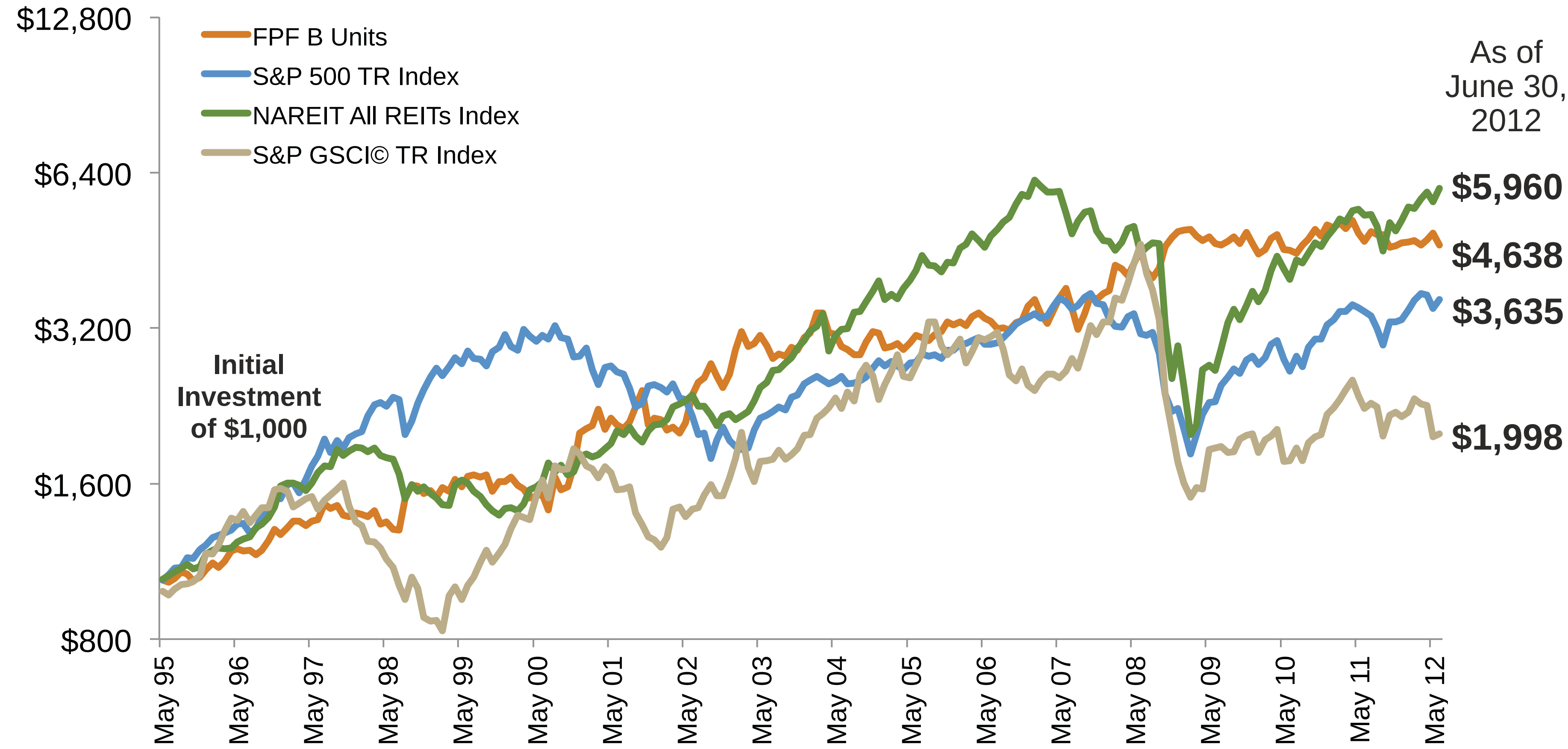
Edward Egilinsky
Managing Director, Head of Alternatives
Direxion Funds

Ken Steben
President & Chief Executive Officer
Steben & Company

Performance Comparison: FPF vs. Indices

May 1995 – June 2012



PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. Fund performance results above are net of applicable fees and reflect reinvestment of profits. Futures and forward contract trading is speculative, volatile, involves substantial risk and is not suitable for all investors. The Indices shown are as reported by NAREIT (www.reit.com); and BarclayHedge. Calculated using month-end data.

Annualized Fund Performance

Through June 30, 2012

Return Period	FPF B	S&P 500 Total Return
1 Year	-1.49%	5.45%
5 Year	3.97%	0.22%
Since Inception of FPF B | May 1995	9.35%	7.81%

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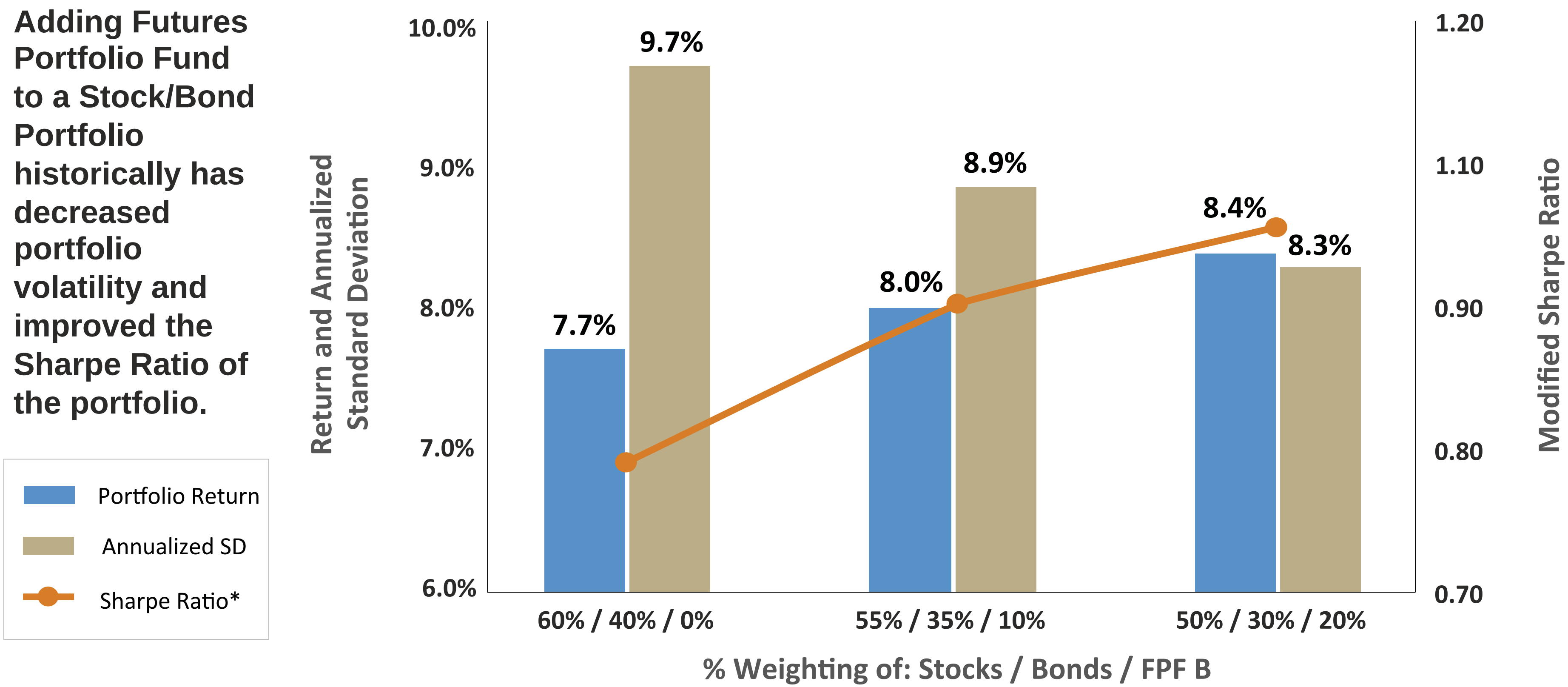
Adding FPF to a Portfolio

May 1995 – June 2012

Adding Futures Portfolio Fund to a Stock/Bond Portfolio historically has decreased portfolio volatility and improved the Sharpe Ratio of the portfolio.



* Modified to reflect a risk free return rate of zero.

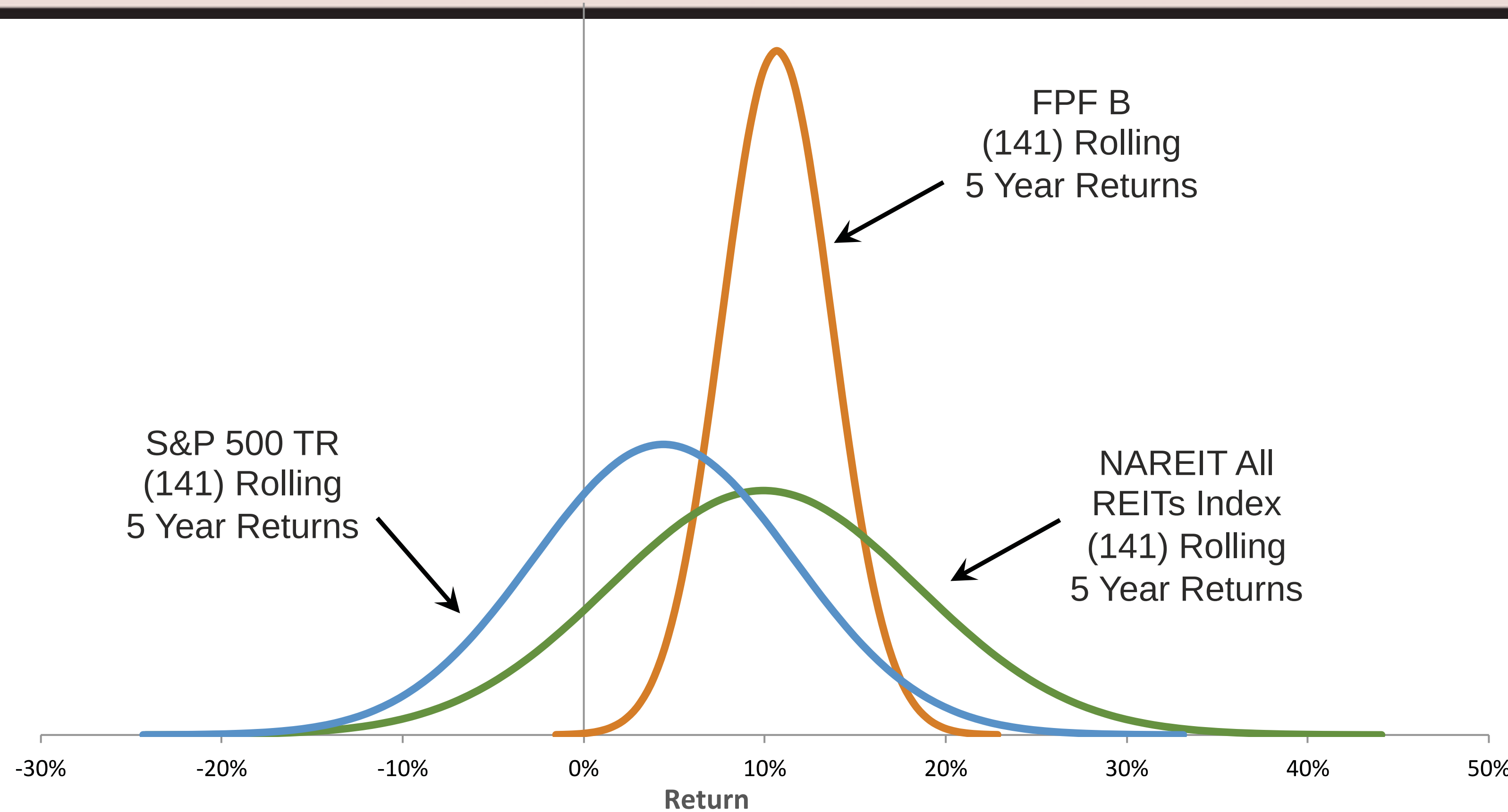
PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. Please see important disclosure on the following pages regarding hypothetical performance. Unlike an index, FPF B Units are subject to fees and expenses, as discussed in the Fund's confidential offering memorandum. Stocks = S&P 500 Total Return, Bonds = Barclays Aggregate Bond Index. Calculated using month-end data, with monthly re-balancing.

Important Information Regarding

The foregoing presentation does not represent any actual portfolio but only the possible results which might have occurred had a managed futures allocation been included in traditional portfolios of stocks and bonds during the periods shown. The risk of managed futures incurring sudden, major losses is not reflected in the presentations, which are based on benchmark indices reflecting statistical averages over time. In order for a portfolio consisting of stocks, bonds and managed futures to outperform a portfolio consisting of stocks and bonds only, the managed futures component must generally outperform stocks or bonds over the period measured. There can be no assurance that that will, in fact, occur.

Return Distribution Comparison Study

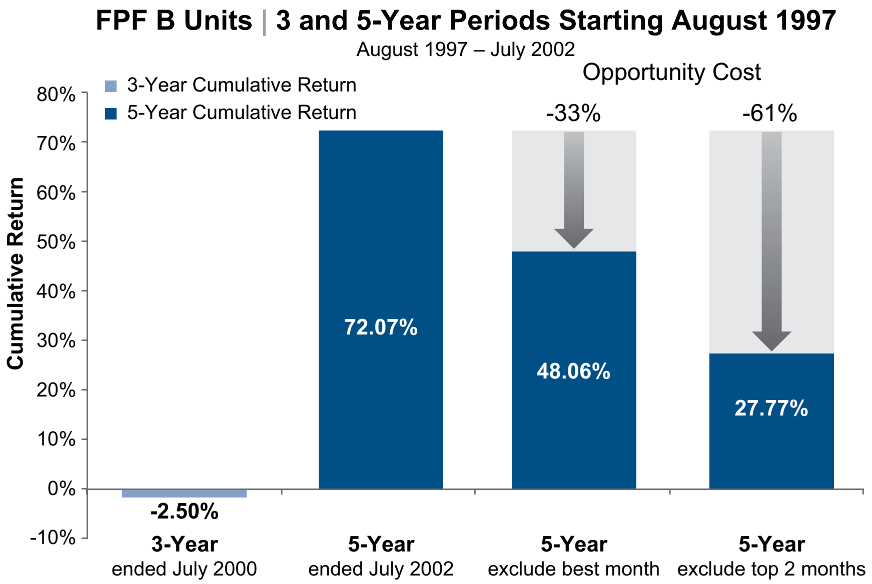
FPF B vs. REITs vs. S&P 500 | May 1995 – Dec 2011

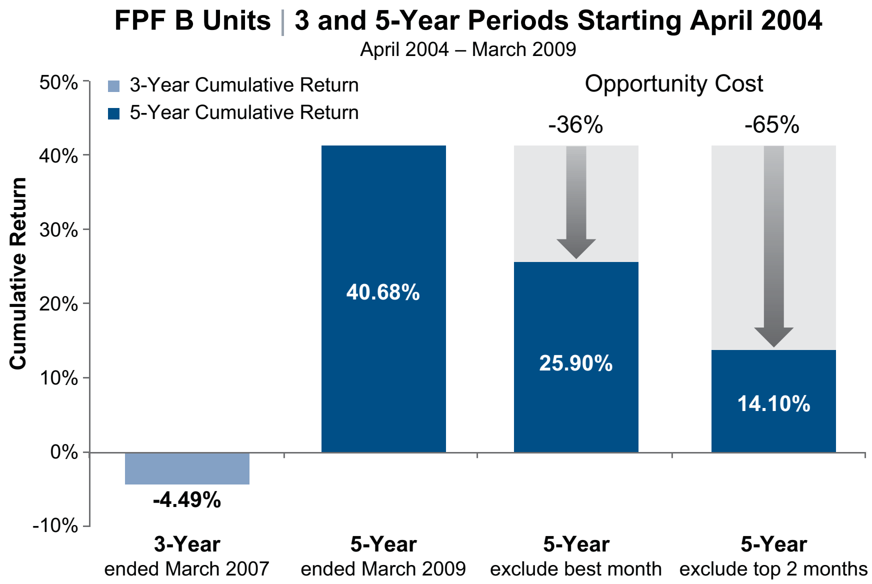


NOTE: The normal distribution curves above are calculated from the mean and standard deviation of the rolling periods within the referenced time frame using actual (or reported) historical data for the Fund (or index, as the case may be).

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. Futures and forward contract trading is leveraged, speculative, involves substantial risk and is not suitable for all investors. This data is based on a study, done by Steben & Company, which concluded in 2011.

Can You Time Managed Futures?





NOTE: In these charts, the term 'opportunity cost' refers to the percentage of the Fund's 5-year return that would have been missed by an investor if they been out of the Fund for the best one or two months in the final two years of that 5-year period. The charts reveal the challenges associated with timing a managed futures investment, but do not necessarily depict the investment experience of any particular investor. There can be no guarantee that an investment in a managed futures fund will generate profits over any specific period.

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. Futures and forward contract trading is speculative, volatile, involves substantial risk and is not suitable for all investors.

Glossary of Terms

The indices described below are used in the graphs of this presentation. There are limitations in using financial indices for comparison purposes because the Funds may have different volatility, credit and other material characteristics. Generally, indices are unmanaged and are not available for direct investment.

ALTERNATIVE ASSETS

National Association of Real Estate Investment Trusts All REITs Index: The NAREIT All REITs Index is an unmanaged total return index designed to measure the growth and performance of the real estate investment trust (REIT) industry. The index includes all REITs currently trading on the New York Stock Exchange, the NASDAQ National Market System and the American Stock Exchange. *Performance Source: National Association of Real Estate Trusts*

S&P GSCI® Total Return Index is a composite index of commodity sector returns representing an unleveraged, long-only investment in commodity futures that is broadly diversified across the spectrum of commodities. The returns are calculated on a fully collateralized basis with full reinvestment. The combination of these attributes provides investors with a representative and realistic picture of realizable returns attainable in the commodities markets. *Performance Source: BarclayHedge*

BONDS

Barclays Aggregate Bond Index provides a measure of the performance of the US investment grade bonds market, which includes investment grade US Government bonds, investment grade corporate bonds, mortgage pass-through securities and asset-backed securities that are publicly offered for sale in the United States. The securities in the Index must have at least 1 year remaining to maturity. In addition, the securities must be denominated in US dollars and must be fixed rate, nonconvertible and taxable. *Performance Source: Barclays Capital*

STOCKS

S&P 500 Total Return Index (with dividends reinvested): The 500 stocks in the S&P 500 are chosen by Standard and Poor's based on industry representation, liquidity and stability. The stocks in the S&P 500 are not the 500 largest companies, rather the Index is designed to capture the returns of many different sectors of the US economy. *Performance Source: Standard & Poor's*

Steben & COMPANY

For additional information,
contact us at 800 726 3400
or visit www.steben.com

Managed Futures: A Popular Diversifier

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