Faulkner Capital Inc.

Disclosure Document

A New York Corporation registered with the Commodity Futures Trading Commission as a Commodity Trading Advisor and a member of National Futures Association.

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THE COMMODITY FUTURES TRADING COMMISSION HAS NOT PASSED UPON THE MERITS OF PARTICIPATING IN THIS TRADING PROGRAM NOR HAS THE COMMISSION PASSED ON THE ADEQUACY OR ACCURACY OF THIS DISCLOSURE DOCUMENT.

THE INFORMATION OF THIS DISCLOSURE DOCUMENT AT ANY TIME DOES NOT IMPLY THAT THE INFORMATION CONTAINED HEREIN IS CORRECT AS OF ANY TIME SUBSEQUENT TO THE DATE SHOWN BELOW.

No person is authorized by Faulkner Capital Inc. to give any information or to make any representations that are not contained in this Disclosure Document.

The date of this disclosure is
September 20, 2011.

RISK DISCLOSURE STATEMENT

THE RISK OF LOSS IN TRADING COMMODITY INTERESTS CAN BE SUBSTANTIAL. YOU SHOULD THEREFORE CAREFULLY CONSIDER WHETHER SUCH TRADING IS SUITABLE FOR YOU IN LIGHT OF YOUR FINANCIAL CONDITION. IN CONSIDERING WHETHER TO TRADE OR TO AUTHORIZE SOMEONE ELSE TO TRADE FOR YOU, YOU SHOULD BE AWARE OF THE FOLLOWING:

IF YOU PURCHASE A COMMODITY OPTION, YOU MAY SUSTAIN A TOTAL LOSS OF THE PREMIUM AND OF ALL TRANSACTION COSTS.

IF YOU PURCHASE OR SELL A COMMODITY FUTURES CONTRACT OR SELL A COMMODITY OPTION OR ENGAGE IN OFF-EXCHANGE FOREIGN CURRENCY TRADING, YOU MAY SUSTAIN A TOTAL LOSS OF THE INITIAL MARGIN FUNDS OR SECURITY DEPOSIT AND ANY ADDITIONAL FUNDS THAT YOU DEPOSIT WITH YOUR BROKER TO ESTABLISH OR MAINTAIN YOUR POSITION. 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.

UNDER CERTAIN MARKET CONDITIONS, YOU MAY FIND IT DIFFICULT OR IMPOSSIBLE TO LIQUIDATE A POSITION. THIS CAN OCCUR, FOR EXAMPLE, WHEN THE MARKET MAKES A “LIMIT MOVE.”

THE PLACEMENT OF CONTINGENT ORDERS BY YOU OR YOUR TRADING ADVISOR, SUCH AS A “STOP LOSS” OR “STOP LIMIT” ORDER, WILL NOT NECESSARILY LIMIT YOUR LOSSES TO THE INTENDED AMOUNTS, SINCE MARKET CONDITIONS MAY MAKE IT IMPOSSIBLE TO EXECUTE SUCH ORDERS.

A “SPREAD” POSITION MAY NOT BE LESS RISKY THAN A SIMPLE “LONG” OR “SHORT” POSITION.

THE HIGH DEGREE OF LEVERAGE THAT IS OFTEN OBTAINABLE IN COMMODITY INTEREST TRADING CAN WORK AGAINST YOU AS WELL AS FOR YOU. THE USE OF LEVERAGE CAN LEAD TO LARGE LOSSES AS WELL AS GAINS.

IN SOME CASES, MANAGED COMMODITY ACCOUNTS ARE SUBJECT TO SUBSTANTIAL CHARGES FOR MANAGEMENT AND ADVISORY FEES. IT MAY BE NECESSARY FOR THOSE ACCOUNTS THAT ARE SUBJECT TO

THESE CHARGES TO MAKE SUBSTANTIAL TRADING PROFITS TO AVOID DEPLETION OR EXHAUSTION OF THEIR ASSETS. THIS DISCLOSURE DOCUMENT CONTAINS, AT PAGE FIVE, A COMPLETE DESCRIPTION OF EACH FEE TO BE CHARGED TO YOUR ACCOUNT BY THE COMMODITY TRADING ADVISOR.

THIS BRIEF STATEMENT CANNOT DISCLOSE ALL THE RISKS AND OTHER SIGNIFICANT ASPECTS OF THE COMMODITY MARKETS. YOU SHOULD THEREFORE CAREFULLY STUDY THIS DISCLOSURE DOCUMENT AND COMMODITY INTEREST TRADING BEFORE YOU TRADE, INCLUDING THE DESCRIPTION OF THE PRINCIPAL RISK FACTORS OF THIS INVESTMENT, AT PAGE SEVEN.

YOU SHOULD ALSO BE AWARE THAT THIS COMMODITY TRADING ADVISOR MAY ENGAGE IN TRADING FOREIGN FUTURES OR OPTIONS CONTRACTS. TRANSACTIONS ON MARKETS LOCATED OUTSIDE THE UNITED STATES, INCLUDING MARKETS FORMALLY LINKED TO A UNITED STATES MARKET MAY BE SUBJECT TO REGULATIONS WHICH OFFER DIFFERENT OR DIMINISHED PROTECTION. FURTHER, UNITED STATES REGULATORY AUTHORITIES MAY BE UNABLE TO COMPEL THE ENFORCEMENT OF THE RULES OF REGULATORY AUTHORITIES OR MARKETS IN NON-UNITED STATES JURISDICTIONS WHERE YOUR TRANSACTIONS MAY BE EFFECTED. BEFORE YOU TRADE YOU SHOULD INQUIRE ABOUT ANY RULES RELEVANT TO YOUR PARTICULAR CONTEMPLATED TRANSACTIONS AND ASK THE FIRM WITH WHICH YOU INTEND TO TRADE FOR DETAILS ABOUT THE TYPES OF REDRESS AVAILABLE IN BOTH YOUR LOCAL AND OTHER RELEVANT JURISDICTIONS.

THIS COMMODITY TRADING ADVISOR IS PROHIBITED BY LAW FROM ACCEPTING FUNDS IN THE TRADING ADVISOR'S NAME FROM A CLIENT FOR TRADING COMMODITY INTERESTS. YOU MUST PLACE ALL FUNDS FOR TRADING IN THIS TRADING PROGRAM DIRECTLY WITH A FUTURES COMMISSION MERCHANT OR RETAIL FOREIGN EXCHANGE DEALER, AS APPLICABLE.

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FAULKNER CAPITAL INC.

Faulkner Capital Inc. (the “Advisor”) is a New York corporation established in February 2008. Faulkner Capital Inc. is registered with the Commodities Futures Trading Commission (CFTC) as a Commodity Trading Advisor (CTA), and is a member of the National Futures Association (NFA) (NFA ID 0395350). Its registration with the CFTC became effective on March 11, 2008, and it became a member of the NFA on March 12, 2008.

There have been no material administrative, civil or criminal proceedings pending, on appeal or concluded against Faulkner Capital Inc. or its principal at any time. Faulkner Capital Inc is located at 1320 Wellford Street, Charlottesville, Virginia 22903. All records are maintained at the same location. The phone number is (646) 421-3003.

PRINCIPAL’S BACKGROUND

John Ryan Faulkner is the president and sole shareholder of Faulkner Capital Inc. He is a member of the NFA (NFA ID 0395545) and is registered with the CFTC as an Associated Person of Faulkner Capital Inc. He is also listed as a Principal of Faulkner Capital Inc. His registration as a Principal of Faulkner Capital Inc. became effective on March 11, 2008. His registration as an Associated Person of Faulkner Capital Inc. and his membership with the NFA became effective on March 12, 2008. From February 2008 to February 2010, Mr. Faulkner managed a proprietary trading account in accordance with Faulkner Capital Inc.’s Systematic Metals & Currency Trading Program (Futures and Forex). *Please see pages 9-16 for information about the past performance of all trading programs.*

Prior to forming Faulkner Capital Inc., Mr. Faulkner was a proprietary trader at Lehman Brothers Incorporated, an investment banking and securities firm, until January 2008. He traded G10 and emerging market currencies, and relied on systematic trading strategies he developed to make all investment decisions. He held this position from March 2005 to January 2008. Lehman Brothers hired Mr. Faulkner in June 2003 to be the G10 currency strategist based in London, a position he held until February 2005.

Mr. Faulkner began his career in July 1998 at the Federal Reserve Bank of New York. He worked there as a trader and research analyst in the Foreign Exchange and Investments division of the Markets Group until May 2002. In June 2002, the Central Bank of Chile in Santiago, Chile hired Mr. Faulkner as a consultant and portfolio manager in the International Investments division on a one-year, fixed-term contract, which ended May 2003.

Mr. Faulkner holds a Masters in International Affairs from Columbia University and a Bachelor of Arts from the University of South Carolina.

TRADING PROGRAMS AND MINIMUM ACCOUNT SIZE

Faulkner Capital Inc.'s trading program is The C&O. Its main exposure is to equity, metals short-term interest rate and currency futures contracts, traded on U.S. exchanges through Futures Commission Merchants (FCMs), as well as to short-term interest rate futures contracts, traded on foreign futures exchanges, Euronext-Liffe and the Montreal Exchange. The number and type of markets traded in this program may be increased or reduced at the discretion of Faulkner Capital Inc. The contracts traded also may be revised, deleted or increased at the discretion of Faulkner Capital Inc.

All futures market positions are traded on a leveraged basis. The amount of leverage varies, but generally Faulkner Capital Inc. uses between four and eight percent of the equity in a fully-funded account as original margin for trading. The margin requirements for futures trading, though, are generally low, with the margin on many contracts being approximately two percent of the contract's face value. Therefore, the gross value of positions held in an account may be several times greater than the account's nominal value. For example, if an account uses four percent of its equity to meet margin requirements equal to two percent of the contract's value, the gross value of positions held in that account will be approximately two times greater than the account's nominal value. This creates leverage and also a greater potential for loss. As a result, even small price movements in a highly-leveraged account can lead to sudden and substantial losses for an investor.

Because of its exposure to a wide range of markets and the required use of futures contracts to gain exposure to some markets, the minimum account size for a separately managed account in The C&O is US$100,000. The account size determines the level of trading – for example, the amount of contracts bought or sold – but does not refer to the level or type of funding for the managed account (*please see "Notional Funding of an Account" below for more information*).

The CFTC and the commodity exchanges limit the maximum net long or net short future position that can be held or controlled by any person or group of persons acting together. Commodity accounts held or managed by the Advisor or its principal, including client accounts, must be combined for position limit purposes. In order to avoid exceeding these limits, Faulkner Capital Inc. may need to reduce position sizes in certain futures contracts or not trade these contracts.

TRADING AND RISK MANAGEMENT APPROACH

Faulkner Capital Inc. relies on proprietary computerized trading models to make investment decisions for clients' accounts. These models are proprietary and confidential. Therefore, the following is a general, not an all-inclusive, description of the trading methods and risk management systems.

The C&O analyzes market statistics, not economic data releases, in order to detect and exploit short- or long-term mis-pricings in commodity markets. The trading strategies, therefore, are technical, but no single technical approach is used for all markets. Faulkner Capital Inc. believes in using different trading strategies – some for the same market – to take advantage of different market conditions and to lower the volatility of trading returns. Although historical data show that these trading strategies do not have high positive correlations, there is no assurance that the strategies will not become highly correlated in the future.

The trading systems may continue to evolve. Unearthing new trading strategies and improving existing ones is a main priority. Significant time and resources have been – and will be – devoted to market research and investing in new technology, if needed. Current trading systems, therefore, may be modified or discontinued. Clients will be notified of any material changes to the trading programs.

The goal of Faulkner Capital Inc. is to execute trading strategies mechanically. However, at times, discretion and judgment may be used in deciding at which time of the day to place a trade, in determining the size of individual positions or of the overall portfolio, or in determining whether exposure to certain markets will be allowed due to risk management considerations.

The use of different trading strategies may result in opposing trading signals – that is, both a long and short position being signaled for the same market. If those signals occur simultaneously, Faulkner Capital Inc. offsets them to reduce trading costs. But if these signals are triggered at different times, both trades are taken. All trading strategies are executed independently. This may result in seemingly unnecessary trades in hindsight. Also, there may be frequent changes in specific market exposures and in the number of contracts held in a client's managed account, as trading signals move in sync or out of step with each other.

FUTURES COMMISSION MERCHANTS AND INTRODUCING BROKERS

Clients are free to select the Futures Commission Merchant (FCM) that will maintain their trading account and clear all trades. In order to limit the costs of trade execution and to make order entry efficient, Faulkner Capital Inc. reserves the right to limit the number of FCMs with which it will do business. Any FCM being considered by a client, therefore, must be approved by Faulkner Capital Inc. In addition to the number of current FCM relationships it has, Faulkner Capital Inc. may also base its approval decision on a proposed FCM's trading commissions, the quality of its order execution, its customer support and/or its product offering. The fees charged by FCMs to clients vary and are negotiated between the FCM and the client.

When the same commodity is being traded for different client accounts, the Advisor may place a bulk order. In this case, trades are allocated to individual client accounts after the bulk order is executed. This allocation system aims to ensure that no account or group of accounts receives consistently favorable or unfavorable treatment.

Also, to ensure trade efficiency, Faulkner Capital Inc. may use a “give-up” arrangement in which trades are executed through a broker of the Advisor’s choice and then cleared by the client’s broker. Generally, this will create an additional cost to the client for the execution: “the give-up” of the trade tends to be less than an average of $3.00 per round turn – a cost that is deducted from the client’s account by the client’s FCM. Neither Faulkner Capital Inc. nor its principal has any arrangement or affiliation with any FCM or its principals.

There is no requirement by Faulkner Capital Inc. that clients have their accounts introduced by an introducing broker (IB). Clients, though, may select one to introduce trades for their account. Faulkner Capital Inc. does not earn any compensation from the introduction or maintenance of client accounts by IBs or FCMs.

ADVISORY FEES

Clients are required to sign a Commodity Advisory Agreement with Faulkner Capital Inc., which constitutes the full and complete understanding between the parties. Clients also must sign an authorization provided by their broker, which permits Faulkner Capital Inc. to make trades for the clients’ account and to collect fees for its management services.

Faulkner Capital Inc. charges a monthly management fee of 0.167 percent, or 2.0 percent per annum. The charge for this monthly fee is based on account equity at the beginning of each month, and is not redeemable in the event a client decides to withdraw funds or close the account. Account equity equals cash deposited or committed to the trading account, notional funding, as well as accumulated trading profits (plus or minus). For each month, these trading profits equal i) the net realized gain/loss from closed and completed commodity transactions (after brokerage and exchange fees) during the month plus ii) the increase or decrease of any open positions in the account as of the last business day of the prior month (without accounting for brokerage and exchange fees on these open positions). Trading profits does not include interest income on the client’s account, if any. Faulkner Capital Inc. does not charge a performance incentive fee.

Once the initial nominal account size has been established by the client in writing, it will be increased or decreased in line with cash additions or withdrawals, as well as net performance. Any other change in the nominal account size, requested by the client, should be communicated to Faulkner Capital Inc. in writing. A client also may request in writing that cash additions, cash withdrawals and net performance not change the nominal account size.

NOTIONAL FUNDING OF AN ACCOUNT

Generally, Faulkner Capital Inc. accepts client accounts with notional funds – funds that are not actually held in the account but that are committed by the client to the trading activity of the account. The amount of notional funding may equal the account's total nominal value; that is, a client account may be 100 percent notionally funded.

Notional funds plus the total net assets held in the account (actual funds) equal the account's total nominal value. If the account does not have any notional funds, then its total nominal value equals the actual funds held in the account, and it is considered "fully funded." The initial total nominal value of the account determines its trading level – that is, the number of contracts the Advisor will trade for a client account. Over time, the total nominal account value may increase in line with profits or additions to the account, or it may decrease because of losses or withdrawals from the account. The trading level of the account, though, remains relatively constant unless the Advisor is notified otherwise in writing.

All fees charged by Faulkner Capital Inc are based on the total nominal account value. For example, assume that 50 percent of a client's account is notional funding, and that the other 50 percent is actual funds. A two percent fee charged on the total nominal value of this account would be equal to four percent of actual funds. And although the dollar amount of brokerage commissions charged to an account such as this are the same as an account with no notional funding, the commissions would represent a greater percentage of actual funds. For example, a US$50 brokerage commission for a fully-funded account with a total nominal account value of $100,000 equals 0.05% of actual funds. However, if 50 percent of this account is notional funding, that same brokerage commission would equal 0.1% of actual funds.

The use of notional funding also creates additional leverage and, in turn, a proportionally greater risk of loss. For an account with 50 percent notional funding, a loss of 10 percent in the account's total nominal value – actual funds plus notional funds – equals a loss of 20 percent in the cash value of the account. The table below has more information on how lower levels of funding or a greater reliance on leverage increase the loss percentage, as well as the percentage gains, on a client's account.

Level of Funding (%)	***Rates of Return (%)***					
	-30.0	**-20.0**	**-10.0**	**+10.0**	**+20.0**	**+30.0**
100	-30.0	-20.0	-10.0	+10.0	+20.0	+30.0
80	-37.5	-25.0	-12.5	+12.5	+25.0	+37.5
60	-50.0	-33.3	-16.7	+16.7	+33.3	+50.0
50	-60.0	-40.0	-20.0	+20.0	+40.0	+60.0

Faulkner Capital Inc. presents this information for informational purposes only. It is not recommending the use of notional funding. Any such funding must be agreed to by the client's FCM, and the use of notional funding may not be suitable for all clients.

PRINCIPAL RISK FACTORS

Listed below are some of the risks of opening a trading account. Clients should carefully consider these and other potential risks before participating in Faulkner Capital Inc. trading programs.

General. The markets in which Faulkner Capital Inc. transacts are risky. They evolve, and the speed and magnitude of change often fluctuates. There is also growing competition to take advantage of the trading opportunities in these markets. Therefore, there is no assurance that clients will realize a profit or that they will not lose some, all or more than the value of their initial account equity. Clients also may need to meet margin calls in the event that the assets held on deposit at a FCM do not satisfy margin requirements. The performance of Faulkner Capital Inc. trading programs will also vary, with the performance of one period not being indicative of the next.

Futures Trading is Highly Leveraged and Volatile. There are a wide range of factors that may influence the behavior of prices in the futures, forward and spot markets. Trading in these markets is speculative, and prices can be volatile at times, causing large, sudden and complete losses of capital.

Margin requirements in futures markets are low, between two and 10 percent of the total value of the contract on average. Therefore, Faulkner Capital Inc. is able to hold positions with face values that are greater than the nominal value of a client's account. Faulkner Capital Inc. generally limits the ratio of margin to equity to between four and eight percent. Nevertheless, small movements in the price of a contract can cause major losses.

Your Investment could be Illiquid. Positions held in the futures markets cannot always be liquidated because of a lack of market liquidity or due to "daily price limit fluctuation limits" established by the U.S. futures exchanges. These "daily limits" allow futures prices to only fluctuate by a certain amount each day. Once the daily limit is touched, positions in the futures contract cannot be liquidated unless the agreed price is at or within the daily price limit. The CFTC or the exchanges could also suspend trading due to market disruptions. It is possible in these situations that a client may continue to hold a position that it would have exited otherwise.

Failure of Client's FCM. The Commodity Exchange Act states that customer or client funds cannot be commingled with the funds of the FCM. However, if the FCM does not comply with this, a client's assets may not be fully protected in the event of the FCM's bankruptcy. The client also may be subject to a risk of loss of funds on deposit with the FCM in the event another customer of the FCM or the FCM itself fails to satisfy deficiencies in such other customer's account. A client may suffer a partial or a complete loss of the investment.

Potential Inability to Trade due to Computer System Failure or to Untimely or Inaccurate Market Data from Third Party Vendors. Faulkner Capital Inc. depends on the delivery of timely and accurate market data to execute its trading strategies. A failure to deliver this data, due to problems related to third party vendors or to the computer hardware or software of Faulkner Capital Inc., may result in an inability to trade or a trade to be taken that was not recommended by the trading systems of Faulkner Capital Inc. A suspension in trading or trading errors may result in missed profit opportunities or losses in a client's trading account.

Electronic Trading. The Advisor places trades through electronic trading platforms. If these platforms fail or are disrupted, the Advisor may be unable to execute its trading strategy. Existing positions held by clients may not be liquidated, and/or new positions may not be established. Under these conditions, the Advisor may be unable to limit risk, and clients may incur substantial losses.

Risks of Trading on Non-U.S. Exchanges. Exchanges outside the United States are not regulated by U.S. governmental agencies. Therefore, there may be risks in addition to those associated with trading on U.S. exchanges. For example, some non-U.S. exchanges, in contrast to U.S. exchanges, are "principal's markets" in which performance is the responsibility of the individual member with whom the trader has entered into a futures contract and not of an exchange or clearing corporation. There also may be the additional risks of expropriation, burdensome or confiscatory taxation, moratoriums, and investment controls or political or diplomatic events which might adversely affect the Advisor's trading activities. Trading on non-U.S. exchanges also presents exchange rate risk – that is, potential losses stemming from changes in the exchange rate value of the U.S. dollar against currencies in which contracts on such exchanges are settled.

Reliance on Principal. Faulkner Capital Inc. depends on the services of its sole principal, Ryan Faulkner. If his services become unavailable, all trading operations for clients would cease and may be adversely affected.

Concentration of Positions. Faulkner Capital Inc. uses different trading strategies to trade a range of commodity interests. Nevertheless, there may be times when a client's account has a relatively small number of positions, concentrated in a few markets. This may increase the volatility of returns and the raise the possibility of a significant loss.

CONFLICTS OF INTEREST

Trading Own Account. Faulkner Capital Inc. reserves the right to manage additional accounts, including accounts for itself and its principal. These accounts may compete with a client's account for the same position; may have positions that are the opposite of a client's; or may be used to test new trading systems. The records of such accounts will not be made available to clients.

From February 2008 to February 2010, Mr. Faulkner traded a proprietary account, based on the trading signals generated by the Systematic Metals and Currency Trading Program (Futures and Forex), which is no longer offered to clients. From May to August 2010, Mr. Faulkner traded a proprietary account in accordance with the signals generated by another discontinued program, Money & Metals. Because of different degrees of leverage and the timing of trades, the performance of Mr. Faulkner's proprietary account may differ significantly from the performance of a client's account. Neither Faulkner Capital Inc. nor its principal will knowingly favor a proprietary account over a client account, or place proprietary trades ahead of client trades. The proprietary trading records of Mr. Faulkner and Faulkner Capital Inc. will not be available to clients for review.

PRIVACY NOTICE

Faulkner Capital Inc. recognizes the importance of safeguarding the privacy of its clients. In the normal course of business, Faulkner Capital Inc. may collect information such as the client's name, address, social security number, transactional and other financial information.

Faulkner Capital Inc. does not provide any nonpublic personal information to nonaffiliated third parties, without a client's prior approval. Information will only be provided to service providers for the client's account or if required by law.

PERFORMANCE DISCLOSURE

The tables below show the past performance of accounts managed by Faulkner Capital Inc. and its Principal Ryan Faulkner. Performance Capsule A shows the past performance of a client account in the offered program, The C&O. Performance Capsule B shows the past performance of a client account in the Systematic Metals and Currency Trading Program (Futures Only). Capsule C shows the past performance of a client account in the Systematic Metals and Currency Trading Program (Futures and Forex). Performance Capsule D details the performance of Mr. Faulkner's proprietary account, which was managed in accordance with the trading signals of The C&O from February 1, 2011 to June 30, 2011. Performance Capsule E presents the performance of Mr. Faulkner's proprietary account, managed in accordance with the Systematic Metals and Currency Trading Program (Futures and Forex). Performance Capsule F presents the performance of a proprietary account managed in accordance with the trading signals from the Money & Metals Trading Program from May to August 2010. The programs outlined in Capsules B-F are not offered to potential clients. The performance results of Mr. Faulkner's proprietary account are not necessarily indicative of future returns of The C&O. Please see "Notes to Performance Capsules" on page 16 for definitions of the terms used in the performance disclosure.

PERFORMANCE CAPSULE A:

Name of CTA:	Faulkner Capital Inc.
Trading Program Used:	C&O
Inception of Trading by CTA:	September 16, 2008
Inception of Trading Pursuant to Trading Program:	July 1, 2011
Number of Open Accounts:	1
Total Nominal Assets Under Management as of August 31, 2011:	$98,569
Total Nominal Assets Traded Pursuant to this Program as of August 31, 2011:	$98,569
Largest Monthly Drawdown:	-2.34% (07/11)
Largest Peak-to-Valley Drawdown:	-2.34% (07/11)
Closed Accounts: Profitable =	0
Unprofitable=	0

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

	Rate of Return
	2011
January	
February	
March	
April	
May	
June	
July	-2.34%
August	0.79%
September	
October	
November	
December	
Year	-1.59%

PERFORMANCE CAPSULE B:

Name of CTA:	Faulkner Capital Inc.
Trading Program Used:	Systematic Metals and Currency (Futures Only)
Inception of Trading by CTA:	September 16, 2008
Inception of Trading Pursuant to Trading Program:	November 5, 2008
Trading Program Closed:	February 28, 2010
Number of Open Accounts:	0
Total Nominal Assets Under Management as of August 31, 2011:	$98,569
Total Nominal Assets Traded Pursuant to this Program as of August 31, 2011:	$0
Largest Monthly Drawdown:	-9.47% (04/09)
Largest Peak-to-Valley Drawdown:	-18.02% (02/09 - 02/10)

Closed Accounts:	Profitable =	0	
	Unprofitable=	3	(-18.0% - -4.8%)

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

	Rate of Return		
	2010	2009	2008
January	1.58%	3.98%	
February	-4.28%	-1.95%	
March		-5.74%	
April		-9.47%	
May		3.62%	
June		-3.09%	
July		5.10%	
August		-1.97%	
September		-1.04%	
October		2.26%	
November		-3.59%	6.63%
December		-0.16	-0.23%
Year	-2.77%	-12.32%	6.38%

The Largest Monthly Drawdown is the largest loss registered in the composite in the Trading Program in any calendar month expressed as a percentage of total equity in the trading account.

PERFORMANCE CAPSULE C:

Name of CTA:	Faulkner Capital Inc.
Trading Program Used:	Systematic Metals and Currency (Futures and Forex)
Inception of Trading by CTA:	September 16, 2008
Inception of Trading Pursuant to Trading Program:	September 16, 2008
Trading Program Closed:	March 31, 2009
Number of Open Accounts:	0
Total Nominal Assets Under Management as of August 31, 2011:	$98,569
Total Nominal Assets Traded Pursuant to this Program as of August 31, 2011:	$0
Largest Monthly Drawdown:	-6.02% (09/08)
Largest Peak-to-Valley Drawdown:	-12.082% (09/08 - 03/09)

Closed Accounts:	Profitable =	0	
	Unprofitable=	2	(-6.0% - -2.1%)

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

	Rate of Return		
	2010	2009	2008
January		-1.32%	
February		-0.62%	
March		-5.41%	
April			
May			
June			
July			
August			
September			-6.02%
October			Not Trading (NT)
November			NT
December			NT
Year		-7.24%	-6.02%

The Largest Monthly Drawdown is the largest loss registered in the composite in the Trading Program in any calendar month expressed as a percentage of total equity in the trading account.

PERFORMANCE CAPSULE D:

PAST PROPRIETARY TRADING PERFORMANCE OF RYAN FAULKNER – SUPPLEMENTAL, UNAUDITED INFORMATION

(PRO-FORMA) RATE OF RETURN – RETURNS AFTER DEDUCTING INTEREST EXPENSES (IF ANY), COMMISSIONS AND ADVISORY FEES

Name of Person Trading the Account:	Ryan Faulkner
Trading Program Used:	C&O
Inception of Trading by Ryan Faulkner:	February 19, 2008
Inception of Trading Pursuant to Trading Program:	February 1, 2011
Number of Open Accounts:	0
Trading Program Closed	June 30, 2011
Total Nominal Assets Under Management as of August 31, 2011:	0
Total Nominal Assets Traded Pursuant to this Program as of August 31, 2011:	0
Largest Monthly Drawdown:	-0.87% (06/11)
Largest Peak-to-Valley Drawdown:	-1.04% (05/11 – 06/11)

Closed Accounts:	Profitable =	1 (+0.15%)
	Unprofitable=	0

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

	Rate of Return
	2011
January	
February	-0.30%
March	1.12%
April	0.38%
May	-0.17%
June	-0.87%
July	
August	
September	
October	
November	
December	
Year	0.15%

PERFORMANCE CAPSULE E:

PAST PROPRIETARY TRADING PERFORMANCE OF RYAN FAULKNER – SUPPLEMENTAL, UNAUDITED INFORMATION

(PRO-FORMA) RATE OF RETURN – RETURNS AFTER DEDUCTING INTEREST EXPENSES (IF ANY), COMMISSIONS AND ADVISORY FEES

Name of Person Trading the Account:	Ryan Faulkner
Trading Program Used:	Systematic Metals and Currency (Futures and Forex)
Inception of Trading by Ryan Faulkner:	February 19, 2008
Period Traded Pursuant to Trading Program (Now Closed):	Feb. 19, 2008-Feb. 20, 2010
Number of Open Accounts:	0
Total Nominal Assets Under Management as of August 31, 2011:	$0
Total Nominal Assets Traded Pursuant to this Program as of August 31, 2011:	$0
Largest Monthly Drawdown:	-9.02% (04/09)
Largest Peak-to-Valley Drawdown:	-11.97% (02/09—04/09)
Closed Accounts: Profitable =	1 (+23.9%)
Unprofitable=	0
Commission Rate:	$7.42 per $100,000 traded

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

	Rate of Return		
	2010	2009	2008
January	0.74%	2.29%	
February	-1.66%	-0.26%	1.85%
March		-2.99%	2.28%
April		-9.02%	4.99%
May		1.28%	0.97%
June		-1.06%	3.63%
July		2.02%	-1.94%
August		-0.56%	-5.38%
September		-0.08%	10.40%
October		1.63%	4.61%
November		-1.92%	11.38%
December		0.21%	0.25%
Year	-0.93%	-8.64%	36.92%

PERFORMANCE CAPSULE F:

PAST PROPRIETARY TRADING PERFORMANCE OF RYAN FAULKNER – SUPPLEMENTAL, UNAUDITED INFORMATION

(PRO-FORMA) RATE OF RETURN – RETURNS AFTER DEDUCTING INTEREST EXPENSES (IF ANY), COMMISSIONS AND ADVISORY FEES

Name of Person Trading the Account:	Ryan Faulkner
Trading Program Used:	Money & Metals
Inception of Trading by Ryan Faulkner:	February 19, 2008
Inception of Trading Pursuant to Trading Program:	May 1, 2010
Number of Open Accounts:	0
Trading Program Closed:	August 31, 2010
Total Nominal Assets Under Management as of August 31, 2011:	$0
Total Nominal Assets Traded Pursuant to this Program as of August 31, 2011:	$0
Largest Monthly Drawdown:	-2.68% (07/10)
Largest Peak-to-Valley Drawdown:	-4.44% (06/10 - 08/10)

Closed Accounts:	Profitable =	0
	Unprofitable=	1 (-1.30%)
Commission Rate:		$7.42 per $100,000 traded

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

	Rate of Return	
	2010	
January		
February		
March		
April		
May	3.29%	
June	-1.32%	
July	-2.68%	
August	-0.50%	
September		
October		
November		
December		
Year	-1.30%	

NOTES TO PERFORMANCE CAPSULES

Total Nominal Assets under Management: The aggregate sum of total equity under management, which is equal to cash deposited or committed to the trading account plus notional funds. Total account equity determines the level of trading – that is, the number of commodity positions bought or sold for an account – but not the level or type of funding for the account.

Drawdown: A decline in the net assets of accounts managed under the trading program. This calculation is based on month-end figures, not intra-month values.

Largest Monthly Drawdown: The largest loss registered in any calendar month expressed as a percentage of total equity under management.

Largest Peak-to-Valley Drawdown: The greatest cumulative percentage decline in month-end asset value due to losses sustained during any period in which the initial month-end net asset value is not equaled or exceeded by a subsequent month-end asset value.

The Monthly Rate of Return: The net income divided by the total equity value of the account at the beginning of the month (plus or minus the weighted average of additions and withdrawals over the course of that month).