

CFTC Risk Disclosure Statement

THE RISK OF LOSS IN TRADING COMMODITIES CAN BE SUBSTANTIAL. YOU SHOULD THEREFORE CAREFULLY CONSIDER WHETHER SUCH TRADING IS SUITABLE FOR YOU IN LIGHT OF YOUR FINANCIAL CONDITION. THE HIGH DEGREE OF LEVERAGE THAT IS OFTEN OBTAINABLE IN COMMODITY 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. THE DISCLOSURE DOCUMENT CONTAINS A COMPLETE DESCRIPTION OF THE PRINCIPAL RISK FACTORS AND EACH FEE TO BE CHARGED TO YOUR ACCOUNT BY THE COMMODITY TRADING ADVISOR ("CTA").

THE REGULATIONS OF THE COMMODITY FUTURES TRADING COMMISSION ("CFTC") REQUIRE THAT PROSPECTIVE CUSTOMERS OF A CTA RECEIVE A DISCLOSURE DOCUMENT WHEN THEY ARE SOLICITED TO ENTER INTO AN AGREEMENT WHEREBY THE CTA WILL DIRECT OR GUIDE THE CLIENT'S COMMODITY INTEREST TRADING AND THAT CERTAIN RISK FACTORS BE HIGHLIGHTED. THIS DOCUMENT IS READILY ACCESSIBLE AT THIS SITE. THIS BRIEF STATEMENT CANNOT DISCLOSE ALL OF THE RISKS AND OTHER SIGNIFICANT ASPECTS OF THE COMMODITY MARKETS. THEREFORE, YOU SHOULD PROCEED DIRECTLY TO THE DISCLOSURE DOCUMENT AND STUDY IT CAREFULLY TO DETERMINE WHETHER SUCH TRADING IS APPROPRIATE FOR YOU IN LIGHT OF YOUR FINANCIAL CONDITION. YOU ARE ENCOURAGED TO ACCESS THE DISCLOSURE DOCUMENT BY CLICKING THE LINKS PROVIDED AT [FORMS.ALTAVRA.COM](https://forms.altavra.com). YOU WILL NOT INCUR ANY ADDITIONAL CHARGES BY ACCESSING THE DISCLOSURE DOCUMENT. YOU MAY ALSO REQUEST DELIVERY OF A HARD COPY OF THE DISCLOSURE DOCUMENT AT [FORMSBYMAIL.ALTAVRA.COM](https://formsbymail.altavra.com), WHICH WILL ALSO BE PROVIDED TO YOU AT NO ADDITIONAL COST. THE CFTC HAS NOT PASSED UPON THE MERITS OF PARTICIPATING IN ANY OF THESE TRADING PROGRAMS NOR ON THE ADEQUACY OR ACCURACY OF ANY OF THESE DISCLOSURE DOCUMENTS.

QUESTIONS OR COMMENTS: PLEASE EMAIL CLIENTSERVICES@ALTAVRA.COM OR CALL 1-800-998-7870.

For up-to-date performance information on 90+ managed accounts, please access the alternative investment database*.

To access the database:

1. Request a pin number at altavra.com.
2. After you receive your pin number, you can access the database at portfolio.altavra.com.
3. In the database, click on "List of Programs" at the top of the page to view all of the programs in the database.

*PLEASE NOTE: There is no fee to access the database. This is not a trial access. The pin number does not expire.

THE RISK OF LOSS IN TRADING FUTURES, OPTIONS AND OFF-EXCHANGE FOREX CAN BE SUBSTANTIAL.
PAST RESULTS ARE NOT NECESSARILY INDICATIVE OF FUTURE RESULTS.

Pere Trading Group

Program Description: Objective

Pere Trading Group's primary objective is the capital appreciation of its client's assets through speculation in commodity futures contracts. No assurance can be given that this objective will be met, and an investment in an account to be traded by Pere Trading Group should only be considered by investors that can assume the significant risk of commodity futures trading, including losses in excess of their initial investment. Pere Trading Group will attempt to meet the objective of capital appreciation by making trading decisions based upon proprietary methods.

Program Description: Methodology

Pere Trading Group has developed a trading model that analyzes intra-day E-mini S&P 500 futures price changes in conjunction with daily price changes over a recent span of days to compute daily trading signals. From this analysis, the Pere Trading Group model calculates a desired position in the E-mini S&P 500 futures contract and trades this market accordingly. The model is short term in nature. The average trade duration lasts approximately four days. The system is always in the market (either long or short) therefore each trade executed is a reversal of position from long to short or short to long. Pere trading has developed a fully automated trading system which determines, at multiple times during the trading day, the price at which to execute a trade along with how many contracts to trade for each account. There can be no assurance that Pere Trading Group's approach to trading will yield the same results as it has in the past.

Management Information

David Pere, born in 1963, is the sole Principal and President of Pere Trading Group. David registered with the NFA as an Associated Person (AP) on August 17, 2006 and as a Principal of Pere Trading Group on August 16, 2006. David is responsible for all aspects of the firm's operation, which include system development, research, trading, operations and management. David received a BS from Creighton University in 1985 and has over 20 years of experience trading futures markets and developing trading systems. From July 1988 to January 2005 David worked for Dunn Capital Management, Inc. (DUNN). In September 1988 he registered as an AP and in September 1991 he registered as a Principal of DUNN. DUNN is a Commodity Trading Advisor and Commodity Pool Operator who has managed client funds since 1974 and is highly regarded as a pioneer in the field. David joined DUNN as Assistant Office Manager in July 1988 and was promoted to Office Manager in October 1990, to Research Associate in April 1994, to Vice President, Research and Operations in August 1997 and to Senior Vice President in 1998. While at DUNN, David became a computer programmer and used these skills by writing many operational and research programs for DUNN. He was involved in continual research of existing trading systems and development of new trading systems. Along with those responsibilities he was also in charge of all trading and back office operations. Since leaving DUNN, David has developed a proprietary E-mini S&P 500 futures trading program. In June 2005 he commenced trading the program as power of attorney as an exempt CTA for clients and in August 2006 David formed Pere Trading Group, LLC, a Commodity Trading Advisor. He is registered as an AP and Principal with this firm. The Pere Trading Program composite performance is presented on page 9 of this document.

The descriptions above are from the manager's disclosure document.

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