

GAA Global 'Q' FUND

How it provides a REAL solution...

1. How can any Portfolio Manager REALLY make a stock selection decision without analyzing ALL the relevant data available?

GAA believes that in order to pick a given stock for its Global 'Q' Fund stock portfolio, two things must first be in place:

- a. A structured, repeatable process for analyzing the fundamentals of ANY stock under consideration which will result in a clear signal as to whether the stock should be purchased or not; and
- b. The ability to analyse data on ALL stocks which could be considered for purchase.

In the case of the GAA Global 'Q' Fund, a system was developed over a 7 year period which is capable of analyzing ALL the data available on mid to large cap stocks from 52 global markets. In this regard, the integrity of the system can be demonstrated in as much as the same variables are applied to ALL stocks considered, thus removing human bias and emotion, whilst ensuring that stock purchase decisions are not made on just SOME of the information available. The system itself depends on significant computing power to analyse large volumes of data on a daily basis – complete data which is provided by stock data feeds with real time information from all over the world.

2. How often should a portfolio be rebalanced?

Applying a structured process to the analysis of stock data removes the subjective view point adopted by many fund managers. GAA's stock selection system is built around a short term forecasting model which looks forward ONE MONTH only. In other words, the sole aim of our stock selection model is to attempt to forecast those stocks which are most likely to perform next month, and next month alone. The model is run continuously on a daily basis which culminates in the GAA Global 'Q' Fund's stock portfolio being rebalanced EACH & EVERY MONTH. No stock is automatically carried forward to the following month unless it is actually reselected by the stock selection model. Typically, of the more than 38,000 stocks which could be considered for purchase each month across 52 global markets, just 100 - 120 stocks are selected and purchased. These stocks are the stocks that the model identifies as having the best chance of performing next month, irrespective of whether markets subsequently rise or fall.

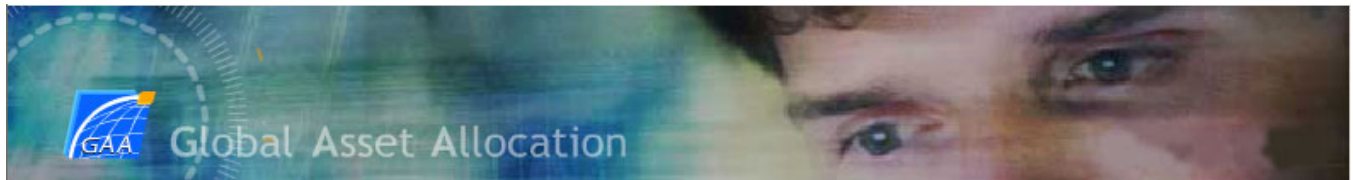
3. Don't most investors want real, 'hands on' discretionary management of their investments?

The truth is that many investors, if looking for global stock investment, would love their portfolios to benefit from discretionary management, but in reality cannot get it. The reasons for this are many and varied and include:

- a. Size of portfolio is too small.

Problem: How many markets can be considered with a portfolio, say, of USD 25,000?

Solution: Not many! The GAA Global 'Q' Fund analyses data from 52 markets around the clock whilst allowing investors of ALL sizes to participate.



- b. Cost of real time, hands on portfolio management.

Problem: Even for larger investors, how much would it cost to gain access to real time stock information on 52 markets? Which advisor actually has this information at his finger tips? Even if a stock broker is considered on a global scale, how can you be sure he really considering ALL the information available in order to make his stock selection decisions?

Solution: Due to the size of funds under management, the GAA Global 'Q' Fund stock selection process can afford to subscribe to data feeds which capture ALL relevant data on more than 38,000 stocks in order to determine which stocks should be purchased each month irrespective of market or market sector.

- c. Lacking 'on the ground' representation by an advisory organization.

Problem: How many brokers have either i) market knowledge of lesser known markets - Finland, Mexico, Greece and Belgium, for example, have all figured in the GAA Global 'Q' Fund since inception - or ii) the ability to execute trades in these markets?

Solution: The GAA Global 'Q' Fund has both the knowledge and the global representation through international banks to purchase and dispose of stocks in ANY market at fully institutionally discounted rates.

By investing in the GAA Global 'Q' Fund, investors receive the same attention to detail and access to international markets irrespective of whether they are large or small which results in the closest thing to discretionary management the investor could get WITHOUT hiring his own 'quant' management and execution team.

4. What about falling markets? How many global equities funds take into account that markets DO fall from time to time?

The GAA Global 'Q' Fund has been built with two investment aims in mind:

- a. To identify and purchase stocks which are likely to perform next month irrespective of market movements; and
- b. To protect the portfolio in the event of market downturn

To achieve protection against market downturn, the Fund employs a unique 'insurance mechanism' each month. Broadly speaking, the Fund buys contracts each month which make money if markets fall. Using the MSCI World Index as a barometer to whether markets are rising or falling, the Fund purchases approximately 100 - 120 stocks each month in anticipation of them rising, whilst 'shorting' a series of market index contracts which pay out if the components of the MSCI World Index fall.

Very few other global equity funds employ such an insurance policy. GAA believes that the reduction of volatility and risk wherever possible is as important as choosing performing stocks each month.

For further information, please contact your advisor directly, or visit: www.gaafunds.com