

G10 Fund 36-Month Operating Proforma - \$110 Million Offering

Fund Pre-Capitalized with \$100 Million AUM

				Total	Per oz.	%	
Forward Contract Purchases							
Oz. of gold purchased				91,667	1		
Purchase price *				110,000,000	1,200	100.0%	
Due at purchase (total cash at-risk) **				18,333,333	200	16.7%	
Due at delivery				91,666,667	1,000	83.3%	
Built-in leverage ratio				83.3%	83.3%		
Discount from delivery fixed price of gold at \$1,800/oz.					33.3%		
* An 8% transaction fee is paid by gold forward contract seller to hedge fund as purchaser. Hedge fund is assumed to pay 8% marketing fee to third-party marketers, brokers, finders, etc. for investment capital. Both fees are assumed to offset each other in this analysis.							
* Assumes election of automatic pre-hedged resale at \$1,800/oz. in 36-months, with \$1,000/oz. deducted from proceeds.							
Overall Collateralization Ratio				Total	Per oz.	oz.	
Collateral held in trust				1,100,000,000	12,000	916,667	
Purchase price (price/oz.)				110,000,000	1,200	91,667	
Overall collateralization ratio (times)				10	10	10	
At-Risk Cash collateralization Ratio				Total	Per oz.	oz.	
Collateral held in trust				1,100,000,000	12,000	916,667	
At-risk cash investment (at-risk cash/oz.)				18,333,333	200	15,278	
At-risk cash collateralization ratio (times)				60	60	60	
Unleveraged Return Analysis				Total	Per oz.		
Future delivery date				36-months			
Oz. of gold purchased				91,667	1		
Pre-hedged fixed delivery price of gold (oz.)				1,800	1,800		
Gold value at delivery				165,000,000	1,800		
Less: payment due at delivery				91,666,667	1,000		
Resale proceeds				73,333,333	800		
Less: total at-risk cash investment				18,333,333	200		
Gross profit				55,000,000	600		
Less: AUM management fee*	165,000,000	2.0%		3,300,000	36		
Net profit before performance fee				51,700,000	564		
Less: Performance fee	51,700,000	20.0%		10,340,000	113		
Net profit to limited partners				41,360,000	451		
Total cash investment**				18,333,333	200		
ROI to limited partners				226%	226%		
IRR to limited partners				48.2%	48.2%		
* AUM is based on pre-hedged delivery value of \$165,000,000 (\$1,800/oz. * 916,667 oz.), on which is paid a 2.0% AUM management fee.							
** Assumes automatic cash resale at pre-hedged fixed price of \$1,800/oz. in 36-months, with \$1,000/oz. deducted from sale proceeds.							
Leveraged Return Analysis							
Unleveraged at-risk cash investment				18,333,333	18,333,333	18,333,333	18,333,333
Leverage Ratio				25%	50%	75%	90%
Debt financing				4,583,333	9,166,667	13,750,000	16,500,000
Net leveraged at-risk cash investment				13,750,000	9,166,667	4,583,333	1,833,333
Annual interest-only payment (interest rate)		5.0%		229,167	458,333	687,500	825,000
Yrs. of financing (paid annually)				3	3	3	3
Total cost of debt (interest paid)				687,500	1,375,000	2,062,500	2,475,000
Total at-risk cash investment (including interest paid)				14,437,500	10,541,667	6,645,833	4,308,333
Gold resale proceeds				73,333,333	73,333,333	73,333,333	73,333,333
Less: debt financing				4,583,333	9,166,667	13,750,000	16,500,000
Net resale proceeds				68,750,000	64,166,667	59,583,333	56,833,333
Less: net leveraged at-risk investment				14,437,500	10,541,667	6,645,833	4,308,333
Net gold resale proceeds				54,312,500	53,625,000	52,937,500	52,525,000
Less: AUM management fee	165,000,000	2.0%		3,300,000	3,300,000	3,300,000	3,300,000
Net profit before performance fee				51,012,500	50,325,000	49,637,500	49,225,000
Less: performance fee		20.0%		10,202,500	10,065,000	9,927,500	9,845,000
Net profit to limited partners				40,810,000	40,260,000	39,710,000	39,380,000
Total at-risk cash investment (including interest paid)				14,437,500	10,541,667	6,645,833	4,308,333
ROI to limited partners				283%	382%	598%	914%
IRR to limited partners				55.5%	66.1%	85.0%	106.0%
Overall collateralization ratio (times)				10.0	10.0	10.0	10.0
At-risk cash investment collateralization ratio (times)				76.2	104.3	165.5	255.3