HCN Fixed Income Index

HCN Fixed Income Index -March 2012 Report

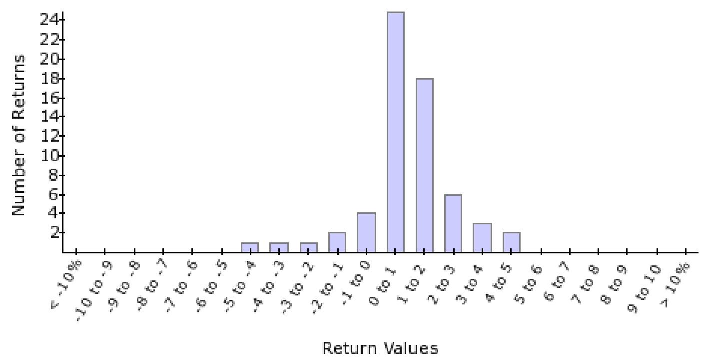
HedgeCo.Net

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	S&P 500
2012	2.12%	1.28%	0.73%	-	-	-	-	-	-	-	-	-	4.18%	12.58%
2011	1.33%	2.47%	0.61%	1.20%	0.79%	(0.08%)	1.01%	(0.44%)	0.02%	0.52%	1.10%	0.82%	9.74%	2.11%
2010	2.57%	0.98%	1.82%	1.97%	(0.61%)	1.23%	1.46%	1.67%	1.29%	0.76%	0.36%	0.73%	15.14%	15.07%
2009	2.29%	0.08%	(0.08%)	3.58%	4.84%	2.15%	3.72%	3.11%	4.35%	1.99%	0.97%	1.85%	32.81%	26.46%
2008	1.65%	0.27%	0.97%	1.12%	1.07%	0.77%	0.04%	0.77%	(2.57%)	(4.18%)	(1.53%)	(1.54%)	(3.29%)	(37.00%)
2007	0.69%	0.98%	0.85%	1.31%	0.83%	(3.24%)	0.74%	0.31%	1.22%	2.03%	0.27%	0.69%	6.79%	5.49%

Performance Statistics

	HCN-FI	S&P500
Average Annual Return	12.45%	3.77%
Average Monthly Return	0.95%	0.31%
Average Monthly Gain	1.38%	3.87%
Highest Monthly Return	4.84%	10.93%
Lowest Monthly Return	(4.18%)	(16.79%)
Previous 12 Months	9.44%	8.53%
Previous 36 Months	70.92%	87.99%
Annualized Standard Deviation	5.25%	18.65%
Compounded Rate of Return	0.94%	0.17%
Annualized Compounded Rate of Return	11.91%	2.04%
Cumulative Return	80.56%	11.19%
Profitable Percentage	85.71%	58.73%
Max Drawdown	(9.49%)	(50.95%)

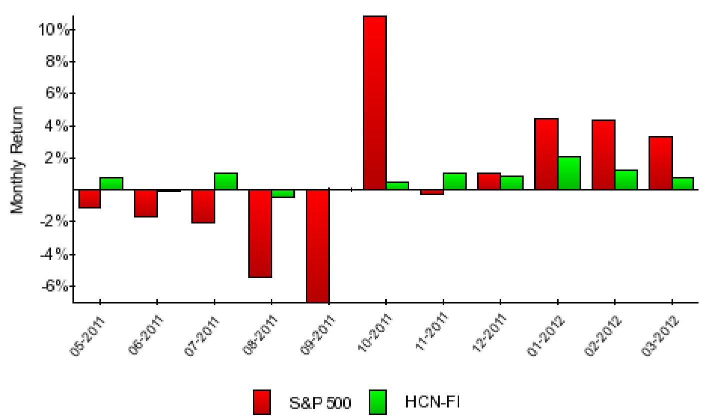
Distribution of Returns



Quantitative Statistics

	HCN-FI	S&P500
Annualized Return	11.91%	2.04%
Annualized Standard Deviation	5.25%	18.65%
Annualized Sharpe Ratio (0%)	2.18	0.20
Annualized Sharpe Ratio (5%)	1.25	(0.06)
Annualized Sharpe Ratio (10%)	0.36	(0.31)
Annualized Sortino Ratio (0%)	4.10	0.15
Annualized Sortino Ratio (5%)	2.01	(0.20)
Annualized Sortino Ratio (10%)	0.47	(0.50)
Ann. Downside Deviation (10%)	1.06%	4.33%

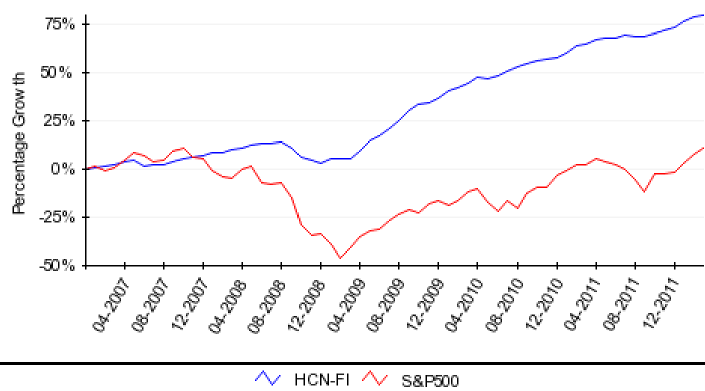
Rolling 12 Month Performance



Correlation to Benchmarks

	S&P500
Alpha (annualized)	0.91
Beta	0.15
R^2	0.27

NAV Growth Since Index Inception



Drawdown Analysis

Depth	Length of Drawdown	Months to Recover	Start	End
(9.49%)	4 months	5 months	09-2008	05-2009
(3.24%)	1 months	4 months	06-2007	10-2007
(0.08%)	1 months	1 months	06-2011	07-2011

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