

ACE Investment Strategists, LLC (SIPC)

Yu-Dee Chang

April 2012

ANNUAL RETURNS					
	2008	2009	2010	2011	2012 YTD
Advisor	-61.27%	31.20%	-1.26%	-45.42%	2.88%
Barclay CTA Index	14.09%	-0.10%	7.05%	-3.09%	-0.56%
Funds Managed (Mil.)	\$ 26.20	\$ 22.20	\$ 15.60	\$ 6.30	\$ 6.50

ACCOUNT INFORMATION

Mgmt. Fee:	2.00%	M/E Ratio:	50.00
Incentive Fee:	25.00%	Options:	80%
Min. Acc:	\$ 75K	Discretion:	50
Rt/yr/\$Million:	3400	Interbank:	N/A

REWARD/RISK RATIOS

	3-Years	Cumulative
Sharpe Ratio:	-0.45	0.25
Sterling Ratio:	-0.14	-0.14
Barclay Ratio:	-0.77	0.00
Efficiency Index:	-0.45	0.31

PERFORMANCE ANALYSIS

Start Date:	October 2001
Total Return Since Inception:	170.56%
Compounded Average Annual ROR:	9.86%
Average Monthly ROR:	1.29%
Std. Deviation of Monthly ROR:	9.16%
Winning Months:	93 Average Gain: 4.66%
Losing Months:	34 Average Loss: -7.93%

PORTFOLIO COMPOSITION

Currencies:	0%	Energy:	0%
Equities:	0%	Grains:	0%
Interest Rates:	0%	Meats:	0%
Base Metals:	0%	Precious Metals:	0%
Softs:	0%	Stock Indices:	95%
SSF:	N/A	VIX:	N/A
Other:	5%		

RELATIVE VOLATILITY

Loss of 25% or more:	39.31%
Loss of 50% or more:	18.29%
Loss of 75% or more:	3.48%

CORRELATIONS

Barclay CTA Index:	0.04	S&P 500	0.43
US Treasury Bonds:	-0.16	EAFE	0.49
World Bonds:	-0.12		

DRAWDOWN REPORT

Depth	Length (Mos.)	Recovery (Mos.)	Start Date	End Date
77.22%	38	*	Aug 08	Oct 11
28.30%	7	9	Jan 07	Aug 07
7.78%	1	1	Jun 03	Jul 03
5.75%	2	1	May 02	Jul 02
2.53%	3	1	Apr 06	Jul 06
1.99%	1	3	Jan 05	Feb 05
1.62%	1	2	Nov 03	Dec 03

TIME WINDOWS

Length (Mos.)	Best	Worst	Average
1	31.98%	-54.27%	1.29%
3	102.08%	-69.54%	4.01%
6	135.28%	-67.90%	6.95%
9	137.32%	-66.77%	9.74%
12	168.07%	-61.27%	14.20%
18	306.59%	-60.28%	22.41%
24	423.60%	-64.91%	30.94%

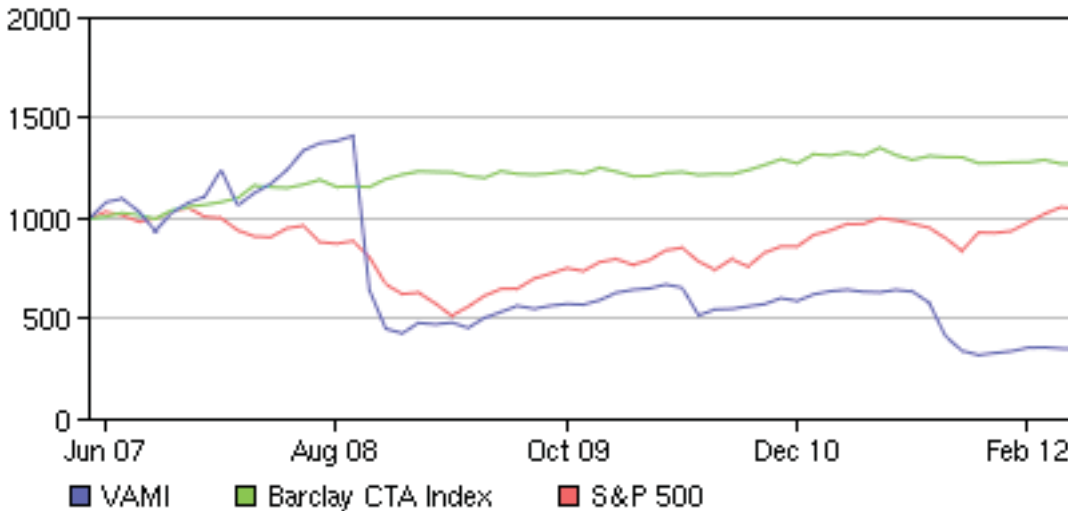
THE BARCLAY INSTITUTIONAL REPORT

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. FUTURES AND OPTIONS TRADING INVOLVES SUBSTANTIAL RISK OF LOSS. AN INVESTOR COULD POTENTIALLY LOSE MORE THAN THE INITIAL INVESTMENT. INVESTORS MUST READ THE CURRENT DISCLOSURE DOCUMENT BEFORE THEY INVEST.

A COMPLETE DISCUSSION OF FEES AND CHARGES ARE REPORTED IN THE CTA'S DISCLOSURE DOCUMENT. SPECIFICALLY, ONE SHOULD RECOGNIZE THAT AN INTRODUCING BROKER MAY CHARGE A FRONT-END START UP FEE OF UP TO 6% OF THE INITIAL CONTRIBUTION. PLEASE NOTE THAT THIS CHARGE IS NOT REFLECTED IN THE PERFORMANCE OF THE COMMODITY TRADING ADVISOR AND COULD HAVE A SIGNIFICANT IMPACT ON THE CUSTOMERS ABILITY TO ACHIEVE SIMILAR RETURNS.

THIS MATERIAL MENTIONS SERVICES WHICH RANK THE PERFORMANCE OF COMMODITY TRADING ADVISORS. PLEASE NOTE THAT THE RANKINGS APPLY ONLY TO THOSE CTAs WHO SUBMIT THEIR TRADING RESULTS. THE RANKINGS IN NO WAY PURPORT TO BE REPRESENTATIVE OF THE ENTIRE UNIVERSE OF COMMODITY TRADING ADVISORS. THE MATERIAL IN NO WAY IMPLIES THAT THESE RESULTS ARE OFFICIALLY SANCTIONED RESULTS OF THE COMMODITY INDUSTRY. BE ADVISED THAT AN INDIVIDUAL CANNOT INVEST IN THE INDEX ITSELF AND THE ACTUAL RATE OF RETURN FOR AN INDIVIDUAL PROGRAM MAY SIGNIFICANTLY DIFFER AND BE MORE VOLATILE THAN THE INDEX.

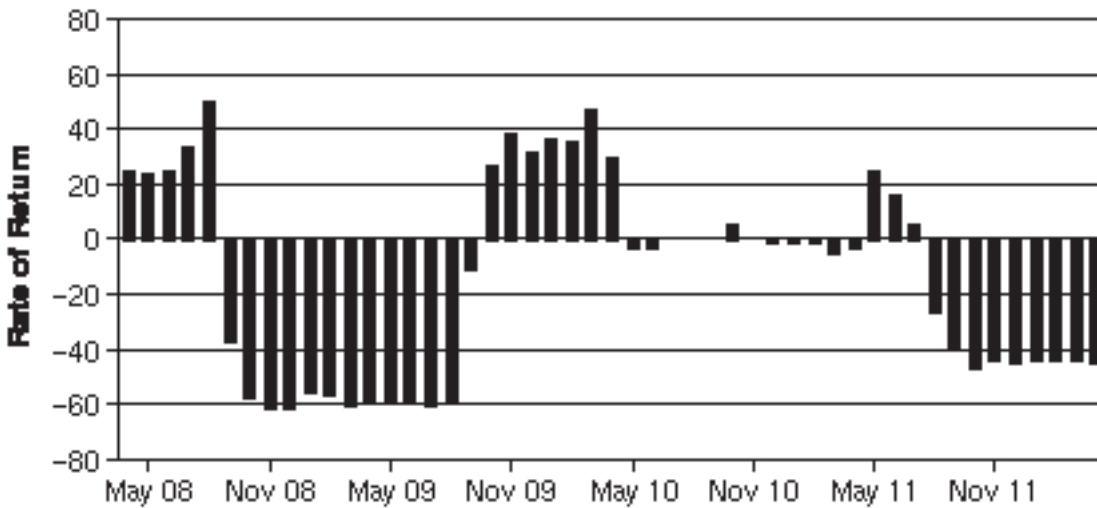
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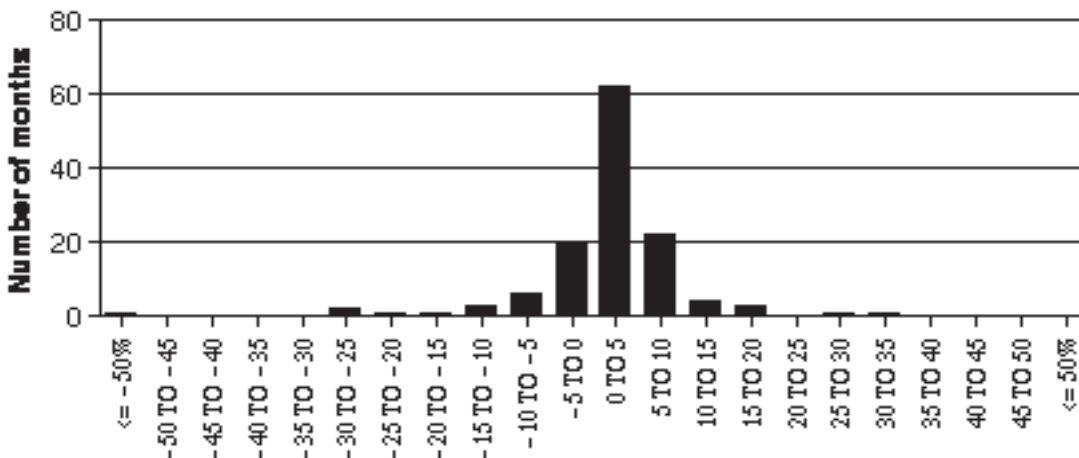
PERFORMANCE HISTORY

DATE	VAMI	ROR
May 08	1079	7.87
Jun 08	1108	2.67
Jul 08	1117	0.82
Aug 08	1137	1.81
Sep 08	520	-54.27
Oct 08	364	-30.00
Nov 08	346	-4.86
Dec 08	388	11.96
Jan 09	382	-1.48
Feb 09	389	1.80
Mar 09	368	-5.34
Apr 09	408	10.83
May 09	432	5.83
Jun 09	456	5.61
Jul 09	444	-2.53
Aug 09	456	2.65
Sep 09	464	1.64
Oct 09	461	-0.58
Nov 09	479	3.91
Dec 09	509	6.19
Jan 10	520	2.29
Feb 10	526	1.06
Mar 10	541	2.91
Apr 10	529	-2.18
May 10	418	-21.08
Jun 10	442	5.77
Jul 10	444	0.43
Aug 10	454	2.25
Sep 10	463	2.04
Oct 10	487	5.13
Nov 10	476	-2.21
Dec 10	502	5.52
Jan 11	515	2.47
Feb 11	520	1.14
Mar 11	512	-1.56
Apr 11	510	-0.38
May 11	520	1.86
Jun 11	513	-1.32
Jul 11	469	-8.58
Aug 11	333	-28.90
Sep 11	276	-17.19
Oct 11	259	-6.20
Nov 11	267	3.05
Dec 11	274	2.69
Jan 12	288	5.10
Feb 12	289	0.47
Mar 12	285	-1.52
Apr 12	282	-1.07

RETURNS FOR PRECEDING 12-MO. PERIODS



DISTRIBUTION OF MONTHLY RETURNS



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TRADING METHOD

The STOCK INDEX PREMIUM COLLECTION (SIPC) strategy writes call and put options on the S&P 500 index futures. The key to success is to balance option positions, where price changes and volatility are constantly changing, and, while exploiting the time decay aspect of option premiums. There are twelve cycles per year, ending on options expiration each month. Profitable outcomes can occur whether the S&P is up, down, or sideways as long as its price stays within a predetermined range. It works best when the market is somewhat, but not excessively volatile. Many investors are focused on a single strategy that is successful only when the market is trending higher. In reality, we know that quite often the market is not trending at all, neither up nor down. Most of the time it is in more of a zig-zag mode called a "consolidation." Therefore, when the market is in this condition, ACE uses a strategy to take advantage of the chopiness and non-direction. A basic tenet of this strategy is that, at times, it is best to determine where the market will not go versus where the market will go.

KEY PRINCIPALS - BIO

ACE's chief trader and sole principal, YU-DEE CHANG began his financial career as a currency-hedging consultant for an import/export firm in 1987. It was here that Mr. Chang learned about the market as well as himself, and eventually developed his unique trading style and innovative strategies. Five years later, he entered the commodity brokerage business, and quickly rose to the position of head trader. He soon became a principal and part owner of the firm, and in succession he opened several investment firms on his own. In 1997, he launched Chesapeake Investment Services, Inc., a multi-faceted commodity futures company offering a wide range of brokerage services. Mr. Chang is an unremittingly generous sharer of his knowledge. Just ask any employee, friend or almost any investor in the general Washington, D.C. area. His favorite motto "Always invest your time, before you invest your money," highlights the importance he places on financial education. For years, Mr. Chang has remained a popular host of several investment oriented radio talk shows where he discusses his investment philosophy and technical and fundamental view of the market. He is also frequently invited to conduct keynote speeches, presentations, and workshops for industry peers and the investment public at large, academic organizations, clubs and associations. Recently, he has been very active in conducting investment seminars and speaking at trade shows across the country.

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