



**MACRO Trading Program**

*(Composite performance assumes a management fee of 2.00% and an incentive fee of 20.00% on proprietary accounts)*

**Results through January 31, 2012**

**Rates of Return - Composite**

January, 2012	Year to Date
<b>-2.03 %</b>	<b>-2.03 %</b>

January was a frustrating month. Several markets saw significant movement yet TAMI's models, overall, were unable to profit from the moves. Small profits were captured in the currency sector, particularly the Australian Dollar, the energy sector, equities, and to a lesser extent from the interest rate sectors. It was the metals that confounded our models as many of those markets rallied during the month as our systems were caught short. Although the models reversed positions throughout the month, ultimately becoming flat or long in most cases, the losses overshadowed the other sector profits.

**Periodic Performance Measures:**

	Most Recent 12 Months	Most Recent 3 Years	Since Adopting Multi-Models	CFTC Mandated Period	For Entire History of Program
<b>Returns/Risk:</b>					
Average Annual Rate of Return	-17.53	-4.76	7.62	7.42	8.21
Annualized Standard Deviation of Returns	15.75	16.04	20.00	23.22	19.83
Modified Sharpe Ratio - MACRO	-1.11	-0.30	0.38	0.32	0.41
<b>Drawdown Information:</b>					
Worst Monthly Return	-8.56	-8.56	-9.86	-8.83	-13.82
Date of Occurrence	Oct 11	Oct 11	Jul 06	May 08	Sep 03
Maximum Drawdown	-19.86	-19.86	-24.55	-24.55	-24.55
Date of Occurrence (peak - trough)	Apr 11-Jan 12	Apr 11-Jan 12	Feb 08-Sep 08	Feb 08-Sep 08	Feb 08-Sep 08
<b>Closed Account Information:</b>					
Number Closed at a Profit	0	0	1	0	4
Return Range of Accounts Closed at a Profit	n/a	n/a	42.2	n/a	2.2 - 58.9
Number Closed at a Loss	0	0	1	0	2
Return Range of Accounts Closed at a Loss	n/a	n/a	4.8	n/a	4.8 - 14.3

**Basic Program Information:**

Inception of Trading Accounts by the CTA:	September 1990
Inception of Trading Accounts in the Trading Program:	October 2000
Number of Accounts Currently Directed by the CTA in the Trading Program:	2 Client** / 6 Total
Current Nominal Assets Under Management by the CTA (rounded):	\$24 million Client / \$39 million Total
Current Nominal Assets Under Management by the CTA in the Trading Program (rounded):	\$24 million Client / \$39 million Total

\*\* The client account(s) include TAMI Macro Fund, LP currently with 12 investors.

**Managed Account Investment Terms:**

*Investor Qualification: Qualified Eligible Person ("QEP")*  
*Liquidation: Approximately 2 days, 1 days' prior written notice*  
*Minimum Investment (USD): \$5,000,000*  
*Fee Structure: 2% Management Fee, 20% Incentive Fee*  
*Subscription Frequency: Daily*  
*Reporting Frequency: Monthly*

**Contact Information:**

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**PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS.**

## JANUARY 2012 UPDATE (Continued)

Monthly Historical Percentage Rates of Return:													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2000										0.07	11.92	1.76	<b>13.98</b>
2001	0.68	1.22	2.43	-4.30	5.81	1.66	-2.65	4.44	8.41	2.35	-7.03	-1.59	<b>10.94</b>
2002	2.28	-3.07	-2.89	-7.07	1.05	6.43	6.53	4.19	6.68	-4.42	-6.27	0.61	<b>2.69</b>
2003	9.98	8.62	-5.89	-1.98	1.59	-7.11	-3.92	5.08	-13.82	9.30	-0.10	5.25	<b>3.99</b>
2004	-0.37	4.86	-4.28	-6.76	-1.67	-0.81	-2.03	6.43	1.04	4.02	6.44	1.79	<b>7.98</b>
2005	-3.12	-1.89	3.08	-3.94	0.04	2.15	1.54	4.95	2.99	2.53	4.43	-3.83	<b>8.72</b>
2006	-1.04	-0.85	2.14	5.65	0.46	-0.63	-9.86	1.18	2.95	1.15	0.21	6.52	<b>7.18</b>
2007	3.99	-0.15	-0.50	4.06	3.16	3.60	-1.04	-4.27	8.17	12.99	-0.12	2.09	<b>35.66</b>
2008	-7.39	13.91	-7.08	-6.00	-8.83	5.64	-6.97	-2.06	-1.56	32.67	9.89	4.97	<b>21.82</b>
2009	0.81	1.33	-6.89	-0.42	8.28	-3.48	0.56	1.08	6.26	-7.29	8.29	-7.26	<b>-0.43</b>
2010	-5.17	1.30	6.68	-0.75	-0.02	1.43	-2.51	3.43	-0.74	2.61	-4.62	5.62	<b>6.72</b>
2011	-0.62	-1.47	-2.38	7.00	-6.23	-3.16	2.27	4.50	0.29	-8.56	-8.12	0.02	<b>-16.35</b>
2012	-2.02												<b>-2.03</b>

### Notes, Disclaimers and Additional Information:

**THE READER OF THIS UPDATE MUST FIRST HAVE READ THE MOST RECENT DISCLOSURE BROCHURE OF TUCSON ASSET MANAGEMENT, INC. THE DISCLOSURE BROCHURE IS AVAILABLE ONLINE AT <http://www.tami.com>.**

The information contained herein is based on information received from various sources and believed to be reliable; however, TAMI cannot guarantee their accuracy or completeness. Past performance is not necessarily indicative of future results.

The TAMI Macro trading program can be best described as a fully systematic, intermediate- to long-term, diversified, trend-following program. Initially, diversification was derived solely from the portfolio of markets selected with a single trend following model being uniformly applied to all markets traded. In an effort to produce additional diversification, TAMI implemented complementary trading models alongside the initial macro model during the first quarter of 2004. Most, if not all, of the additional models will likely be trend following in nature but attempt to capture trends under multiple time frames. In cases where the portfolio constructed for two different models is identical, the resulting trading system will appear to be "legging into" or "legging out of" trades.

TAMI will continue to utilize computer analyses to assist with both the market and model selections. While TAMI anticipates maintaining a diversified portfolio of 20-50 markets and 3-10 trading models, the markets traded and the models utilized will change from time to time at the discretion of TAMI's Principals. On occasion, TAMI may also elect to modify positions in order to manage program risk.

Position size in the markets traded is derived from return and drawdown targets. The Macro program will target an average annual return of 15-25% with annual expected drawdowns of 10-15% and an occasional drawdown of 20-25%. The program modifications implemented during the first quarter of 2004 represented a significant change in the TAMI Macro trading program and the performance results should be viewed accordingly.

TAMI Macro began trading proprietary funds in October of 2000 and non-proprietary funds in January of 2001 and is currently active. Such accounts were charged a monthly management fee ranging from one-twelfth to one-sixth of one percent (1.0 - 2.0% annual rate) of the month-end Account Equity, a quarterly incentive fee or an incentive allocation of twenty percent (20%) of New Net Profits, and round-turn commissions for most contracts ranging from approximately USD\$7.00 - \$12.00 inclusive of NFA, give-up and exchange fees. The round-turn commission rates for contracts on the Tokyo Stock Exchange range from USD\$20-\$35. The historical performance information for this program is a composite of both proprietary (adjusted to reflect a 2/20 fee structure) and client accounts. Prior to May of 2004, the monthly percentage rates of return are based on certain TAMI accounts comprising the "Fully-Funded Accounts". The Fully-Funded Accounts are those accounts that, for all periods in the performance table, contain an amount of actual funds equal to their respective nominal account size. Accounts were also excluded during their termination month. In response to a change in CFTC reporting rules, as of May 1, 2004 the performance composite includes all accounts traded in the particular program.

Although the performance results are consistent with that of TAMI Macro Fund, LP, a commodity pool managed by TAMI, this performance update is not intended to be for the purposes of soliciting an interest in TAMI Macro Fund, LP. Such investment can only be made pursuant to a private placement memorandum, the delivery of which has been authorized by TAMI.

Percentage Rate of Return on a monthly basis is defined as the net performance for the month divided by beginning equity as adjusted by time-weighted additions and withdrawals. On an annual basis, Percentage Rate of Return is calculated by multiplying, on a compounded basis, each of the monthly rates of return for the year beginning with the first month of the year and ending with the last month of the year. Draw-down means losses experienced by a trading program over a specified period. Worst Peak-to-Valley Draw-down is calculated as the greatest cumulative percentage decline in month-end net asset value due to losses sustained by the trading program during any period in which the initial month-end net asset value is not equaled or exceeded by a subsequent month-end net asset value. The valley for a specific period will be the deepest valley within the period; however, the peak may be prior to the beginning of the performance measurement period. Modified Sharpe Ratio is the average annual rate of return divided by the annualized standard deviation of monthly returns. The CFTC Mandated Period includes the current and five preceding years.

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