

MOORE CAPITAL MANAGEMENT, LP

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This brochure provides information about the qualifications and business practices of Moore Capital Management, LP. If you have any questions about the contents of this brochure, please contact us at 212-782-7000. The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission or by any state securities authority.

Additional information about Moore Capital Management, LP, also is available on the SEC's website at www.adviserinfo.sec.gov.

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Item 4 - Advisory Business

Moore Capital Management, LP (“Moore Capital Management”) is a Delaware limited partnership that, with its predecessor firm has been in the investment management business since 1989. Moore Capital Management is principally owned indirectly by Louis Moore Bacon. Mr. Bacon also serves as Chairman and Chief Executive Officer of Moore Capital Management.

Moore Capital Management, together with certain of its investment adviser affiliates (collectively, “Moore Group”), provides investment management services on a discretionary basis to U.S. and non-U.S. privately-offered investment funds sponsored by Moore Group. The private investment funds that are offered to investors (referred to as “Investor Funds”) generally invest their assets in other private investment funds (referred to as “investment subsidiaries”) which are also managed by Moore Group, through which we pursue our investment strategies. For convenience, we will sometimes refer to each Investor Fund, and the investment subsidiary(ies) in which it invests, as a “Fund” and collectively as the “Funds.”

Moore Group currently does not provide investment advisory services to clients apart from its management of the Funds and provision of research services to certain investment advisers. As of December 31, 2011, Moore Group had approximately \$14,723,337,831 in net assets under management, all managed on a discretionary basis.

Moore Group’s management of each Fund, and the terms of any investor’s investment in a Fund, are governed exclusively by the terms of that Fund’s organizational documents, private offering memorandum or other disclosure documents, limited partnership agreement (if any), investment management agreement, and subscription agreement (the “governing documents”).

All discussions in this brochure of the Funds, their investments, the strategies Moore Group uses in managing the Funds, and the fees associated with an investment in the Funds are qualified in their entirety by reference to the Funds’ governing documents. This brochure and the material contained herein is not meant to be, nor shall it be construed as, an offer or solicitation of an offer for the purchase or sale an interest in the Funds.

Item 5 - Fees and Compensation

Moore Group’s fees are set forth in each Fund’s governing documents and are explained in detail in each Fund’s private offering memorandum. Moore Group does not have a fee schedule and the fees that it charges to the Funds generally are not negotiable.

Each Fund pays Moore Group a management fee (“Management Fee”) equal to a percentage of the net assets in the Fund. Depending on the Fund, the Management Fee may be paid either by an Investor Fund or by one of its investment subsidiaries. With respect to these master-feeder arrangements, Moore Group does not receive a Management Fee from both the Investor Fund and its investment subsidiaries. The Management Fee is paid monthly in arrears based on the value of the Fund’s net assets at the end of the month, generally at an annualized rate of 2% to 3% of a Fund’s net assets, depending on the Fund. Generally, Moore Group sends an invoice for its Management Fee to the Fund’s administrator, which verifies the amount of the fee and causes

the Fund to pay it out of each limited partner's capital account or from the Fund's assets, depending on the Fund. Employees of Moore Group may invest in the Funds and pay reduced fees.

Certain Funds offer classes of shares denominated in different currencies (e.g., a class denominated in U.S. dollars and another in Euros). In these cases, the Management Fee will be calculated separately for each class.

In addition to the Management Fee, and the Profit Share Allocation discussed in Item 6, each Investor Fund pays its ordinary and any extraordinary expenses incurred by it. Each Fund indirectly pays its pro rata share of the ordinary and extraordinary expenses of any investment subsidiary in which it invests. Certain Investor Funds also pay for the costs associated with the offering of their shares or other interests.

Each Fund pays all expenses incurred in connection with its trading and investment activities, including, but not limited to, all execution, give-up, brokerage, floor, exchange, clearing and regulatory fees, option premiums, other investment banking and transaction costs and expenses, delivery and custody expenses, interest and borrowing charges on margin accounts, borrowed money and property, and other indebtedness and related expenses and costs, bank, broker and dealer service fees and background check, valuation or appraisal fees and expenses. Each Investor Fund indirectly pays its pro rata share of the transaction costs of the investment subsidiary(ies) in which it invests. Please see Item 12, for more information about Moore Group's brokerage practices.

Each Fund's investment management agreement may be terminated by the Fund or by Moore Group without penalty upon written notice. An investment management agreement may not be assigned by a party without the prior written consent of the other party or parties.

The Investor Funds generally limit the ability of investors to withdraw capital or redeem or transfer their shares for a period of time after investment, and may charge a fee on early redemptions or withdrawals, which is retained by the applicable Fund, not Moore Group. These withdrawals, redemption or transfer provisions may differ among the Investor Funds and also may differ among classes of interests in the same Investor Fund. A Fund may waive or alter these requirements.

Moore Group also provides middle office/back office, administrative support, operations, treasury, risk management and research services to third party investment managers. Such services may include the following, among others: PNL (profit and loss) & position reporting, financial reporting, pricing, processing transactional trade data, roll FX and metal positions, ISDA confirmation review, treasury, collateral management, credit exposure reporting, cash management, margin and payments, repo financing, creditor relationship facilitation and research. Moore Group's compensation for these services generally is negotiable, and may take the form of a percentage of the client's net assets under management or a fixed fee.

Item 6 - Performance-Based Fees and Side-By-Side Management

Moore Guernsey, an affiliate of Moore Capital Management, receives a quarterly profit share allocation ("Profit Share Allocation") equal to a percentage of the excess, if any, of the net assets

of a Fund as of a Profit Share Allocation date (as defined in the Fund's governing documents) over the net assets in the Fund at the last Profit Share Allocation date at which a Profit Share Allocation was earned, as adjusted to eliminate the effect on net assets resulting from new subscriptions, redemptions or distributions, if any, made during the period. For this purpose, net assets are determined without deduction for Management Fees or Profit Share Allocations paid or accrued during the period. Profit Share Allocations generally are paid by investment subsidiaries, and not by the Investor Funds. In the case of Funds organized as limited partnerships, the Profit Share Allocation is calculated based on changes in the net asset value of each limited partner's capital account. If a Fund offers multiple classes of shares, the Profit Share Allocation will be calculated separately for each class.

If a Profit Share Allocation is made and the Fund thereafter incurs a net loss for any subsequent period, Moore Group will retain the allocation previously made. The Fund's net loss, however, must be recouped before Moore Group is entitled to any additional Profit Share Allocations, creating a "loss carryforward amount." If the Fund's net assets are reduced due to net withdrawals during a period, there will be a proportional reduction in any related loss carryforward amount that must be recouped before Moore Group is eligible to receive additional Profit Share Allocations. If an investor redeems his or her interest in a Fund in whole or in part on a date other than a Profit Share Allocation date, the net asset value of such interest will be reduced by the accrued Profit Share Allocation applicable to such interest as of the redemption date.

Profit Share Allocations may give us an incentive to engage in more speculative investment strategies in an effort to maximize a Fund's gross profits and receive greater compensation. Such fee arrangements also may create an incentive to favor higher fee paying accounts over other accounts when we advise them. We follow procedures that we believe are reasonably designed to ensure that all clients are treated fairly over time, and to prevent this conflict from influencing our investment advice to clients.

Moore Group does not currently manage any Funds or other accounts that pay only a Management Fee. However, Moore Group may, in its discretion, manage other funds or accounts with higher or lower fees, and different fee structures, than the Funds. In addition, as described in Item 5, Moore Group provides other investment related services, including research, to clients.

Moore Group may engage outside independent and/or related investment managers to manage a portion of a Fund's assets. The management fees, incentive fees and/or profit share allocations charged to a Fund by independent investment managers ("Outside Manager Fees") will reduce the profit share otherwise allocable to Moore Guernsey (but not the management fee payable to the Moore Group). If Outside Manager Fees exceed the amount of the profit share allocable to Moore Guernsey for a period (or if there is no profit share allocable to Moore Guernsey for a period), a Fund will still pay such Outside Manager Fees. In such case, neither Moore Guernsey nor the Moore Group will be required to repay the amount of the excess to a Fund and any excess will not be carried forward to subsequent periods. The management fees, incentive fees and/or profit share allocations charged by investment managers related to the Moore Group ("Related Manager Fees") or to the Moore Group itself as a result of a Fund investing in another fund managed by the Moore Group ("Moore Fees") will reduce the profit share otherwise

allocable to Moore Guernsey as well as the management fee otherwise payable to the Moore Group. If Related Manager Fees and/or Moore Fees exceed the amount of the profit share allocable to Moore Guernsey and management fees payable to Moore, the amount of the excess will be carried forward to subsequent periods and will reduce the profit shares allocable to Moore Guernsey and management fees payable to the Moore Group, respectively, until such excess amount has been fully absorbed. It should be noted that certain instruments in which the Fund may invest contain embedded fees that could be considered management or incentive fees but which are inseparable from the cost of the instrument and therefore impractical to identify and net against the Moore Group's and/or Moore Guernsey's compensation.

Item 7 - Types of Clients

Moore Group provides investment advice to the Funds based on each Fund's particular investment objectives and policies as described in the Fund's private offering documents. Investors in the Investor Funds include high net worth individuals, trusts, pension and profit sharing plans, charitable organizations, and corporations and other institutional investors.

Certain Investor Funds may not be available to U.S. investors, may limit the number of U.S. investors they will accept, or may require that any U.S. investors certify that they are "qualified purchasers" as defined in Section 2(a)(51) of the Investment Company Act of 1940. The Investor Funds also may impose qualification requirements with respect to non-U.S. investors. Investors in the Investor Funds generally are required to meet certain conditions, including a minimum initial investment (starting at \$1 million, but higher for certain Funds and share classes), minimum subsequent investments (typically \$100,000), and other qualifications, such as net worth, investment sophistication, and country of residence. The Investor Funds may waive the minimum investment requirements in their discretion. Investors must submit a completed subscription agreement and subscription funds must be credited to the Investor Fund's account prior to a closing in order for a subscription to be accepted for the applicable closing date. Shares in certain Investor Funds may not be available to investors in certain markets.

In addition, Moore Group provides investment research services to third party investment managers. The provision of investment research services is generally limited to investment managers that previously were affiliated with Moore Group.

Item 8 - Methods of Analysis, Investment Strategies and Risk of Loss

Each Fund is managed in accordance with the investment objectives and strategies disclosed in the Fund's private offering documents. Investors and prospective investors in a Fund should consult the relevant private offering documents to see which methods of analysis, investment strategies and risks are most relevant to that Fund.

Moore Group's Investment Process.

Moore Group's investment process is defined by the depth of its research into markets, geographical regions, instruments and strategies and the integrated nature of its risk management techniques. We generally base our investment decisions on a combination of our analysis of fundamental economic, financial and political events and other external factors that affect market prices, our analysis of the markets themselves, and our analysis of the potential risk and reward

of a market position. We principally use fundamental and, depending on various circumstances, price and market analysis. For example, in some cases we may determine to purchase certain instruments in anticipation of increasing prices as a result of our analysis of fundamental factors, and will use price and market analysis only to determine the optimal time or price at which to enter a market or to determine which market or instrument would most efficiently express our fundamental view. In other cases, we may increase our reliance on price and market analysis such that we may determine to increase, decrease or not assume a position otherwise indicated by our fundamental analysis. In weighing the various factors which make up an investment decision, we pay close attention to each investment's risk-reward potential, how it fits into the risk profile of the entire portfolio, and whether it is consistent with our global macro view.

Investment Strategies.

Following is a description of the significant strategies Moore Capital Management employs in managing the Funds.

Global Macro Strategy. In our global macro strategy, we attempt to achieve the highest return on capital consistent with principles designed to manage the risk of capital loss through investments and transactions, both long and short, across global markets, including, but not limited to, foreign exchange, government and corporate debt securities, interest rate instruments, equity securities, stock indices, precious metals and traditional and base industrial commodities and other investment funds through investment in the spot, forward, futures, options and swap markets, as well as in hybrid securities and other derivative instruments or any other similar agreement. Our current strategy emphasizes directional positioning and also, to a lesser extent, relative value and credit strategies. Because of the diversified nature of our global macro strategy, we also have developed and implemented various other strategies including fixed income, emerging markets, private equity and distressed securities. We may employ these strategies and others for certain Funds, and a Fund's assets and liabilities may be concentrated in one or more industries, asset classes, instruments, geographic areas or strategies at any time.

Macro Managers Strategy. In our macro managers strategy, we seek to achieve the highest return on capital consistent with principles designed to manage the risk of capital loss through investments and transactions, both long and short, across global markets, including, but not limited to, foreign exchange, government and corporate debt securities, interest rate instruments, equity securities, stock indices, precious metals and traditional and base industrial commodities through investment in the spot, forward, futures, options and swap markets, as well as in hybrid securities and other derivative instruments or any other similar agreement.

Emerging Markets Strategy. In our emerging markets strategy, we seek to achieve long-term capital appreciation with a diversification of risk. We seek to accomplish this objective by investing principally in "emerging markets," i.e., securities markets that have relatively recently become available to outside investment and securities markets in developing countries believed to have the potential for substantial economic growth. Emerging markets investments may also include the securities of an issuer organized or doing substantial business in a country identified as an emerging market or other investments designed to provide access to an emerging market. We also enter into transactions in foreign exchange and interest rate sensitive instruments for hedging and investment purposes. In addition, a significant portion of the assets in this strategy

may be invested in developed markets for hedging or risk management purposes and in reaction to or anticipation of events in emerging markets. We may enter into a wide range of other investments and transactions across global markets, including, but not limited to, equity securities, stock indices, precious metals and traditional and base industrial commodities through investment in the spot, forward, futures, options and swap markets, as well as in hybrid securities and other derivative instruments or any other similar agreement, if we believe such investments or transactions to be an appropriate part of the strategy's overall investment program. As part of this strategy, the Fund may invest in private equity, structured transactions and illiquid investments.

Macro Relative Value Strategy. In our relative value strategy, we try to achieve the highest return on capital consistent with principles designed to manage the risk of capital loss. We seek to accomplish the strategy's objective by investing across asset classes, currencies, risk dimensions, geographical regions and time horizons using a macro driven relative value approach. As part of our relative value approach, we engage in various transactions, including but not limited to, yield curve trades, cross market spreads, correlation trades, volatility arbitrage trades, basis trades, asset swaps and bond specific value trades. We may also take directional positions in any asset class and along any risk dimensions. We may enter into a wide range of investments and transactions across global markets, including but not limited to, equity instruments, fixed income, foreign exchange, precious metals, traditional and base industrial commodities as well as agricultural and other commodities through investment in the spot, forward, futures, options and swap markets, as well as in hybrid securities and other derivative instruments or any other similar agreement, if we believe such investments or transactions to be an appropriate part of the strategy's overall investment program.

Emerging Markets Equity Long/Short Strategy. This strategy seeks to achieve long term capital appreciation with a diversification of risk. We seek to capitalize on the inherent value and relative value in the emerging markets world with an emphasis on risk adjusted returns. This strategy involves investing principally in "emerging markets," i.e., securities markets that have relatively recently become available to outside investment and securities markets in developing countries believed to have the potential for substantial economic growth. Emerging markets investments may also include the securities of an issuer organized or doing substantial business in a country identified as an emerging market or other investments designed to provide access to an emerging market. A Fund using this strategy will primarily invest, through long and short positions, in equity securities, equity indexes and equity swaps in emerging markets. In addition, we may invest in developed markets for hedging or risk management purposes and in reaction to or anticipation of events in emerging markets. We may also enter into a wide range of other investments and transactions across global markets, including but not limited to, fixed income, foreign exchange, precious metals and traditional and base industrial commodities through investment in the spot, forward, futures, options and swap markets, as well as in hybrid securities and other derivative instruments or any other similar agreement, if we believe such investments or transactions to be an appropriate part of a Fund's overall investment program.

Emerging Macro Strategy. In this strategy we attempt to achieve the highest return on capital consistent with principles designed to manage the risk of capital loss through investments and transactions, both long and short, investing principally in emerging markets. We employ a multi-asset class approach including, but not limited to, foreign exchange, government and

corporate debt securities, interest rate instruments, equity securities, stock indices, precious metals and traditional and base industrial commodities through investment in the spot, forward, futures, options and swap markets, as well as in hybrid securities and other derivative instruments or any other similar agreement. Our principal investments are in “emerging markets,” i.e., securities markets that have relatively recently become available to outside investment and securities markets in developing countries believed to have the potential for substantial economic growth. Emerging markets investments may also include the securities of an issuer organized or doing substantial business in a country identified as an emerging market or other investments designed to provide access to an emerging market. We intend to enter into transactions in foreign exchange and interest rate sensitive instruments for hedging and investment purposes. In addition, a significant portion of a Fund’s assets may be invested in developed markets for hedging or risk management purposes and in reaction to or anticipation of events in emerging markets. We do not intend to invest in long-term illiquid instruments in this strategy.

Emerging Markets Fixed Income and Currency Strategy. In this strategy, we attempt to achieve long term capital appreciation with a diversification of risk. We seek to capitalize on the inherent value and relative value in the emerging world with an emphasis on risk adjusted returns. We invest principally in “emerging markets,” i.e., securities markets that have relatively recently become available to outside investment and securities markets in developing countries believed to have the potential for substantial economic growth. Emerging markets investments may also include the securities of an issuer organized or doing substantial business in a country identified as an emerging market or other investments designed to provide access to an emerging market. We primarily invest in foreign exchange and fixed income instruments in emerging markets. In addition, we also may invest in developed markets for hedging or risk management purposes and in reaction to or anticipation of events in emerging markets. We also may enter into a wide range of other investments and transactions across global markets, including but not limited to, equity securities, stock indices, precious metals and traditional and base industrial commodities through investment in the spot, forward, futures, options and swap markets, as well as in hybrid securities and other derivative instruments or any other similar agreement, if we believe such investments or transactions to be an appropriate part of a Fund’s overall investment program.

Significant Risks

Investing in securities and derivatives involves risk of loss that investors in the Funds should be prepared to bear. Following is a description of the most significant risks involved in our investment strategies. Not all of these risks will be equally relevant to each Fund that we manage at any given time.

Use of Margin. We may use margin (i.e., borrow money) to buy securities for the Funds. There are no limitations on certain Fund’s ability to borrow, other than those imposed by law. Borrowing money to purchase securities provides a Fund with the advantages of leverage, but exposes it to capital risk and higher current expenses. Any gain in the value of securities purchased with borrowed money or income earned from these securities that exceeds interest paid on the amount borrowed would cause a Fund’s net asset value to increase faster than would

otherwise be the case. Conversely, any decline in the value of the securities purchased would cause a Fund's net asset value to decrease faster than would otherwise be the case.

Short Sales. Funds may engage in "short sales" (i.e., the sale of a security that a Fund does not own in the hope of purchasing the same security at a later date at a lower price) in which there is no limit to the amount of potential loss. A Fund will incur a loss as a result of a short sale if the price of the security increases between the date of the short sale and the date on which the Fund covers its short position (i.e., purchases the security in the open market). The Fund will realize a gain if the security declines in price between these dates by an amount sufficient to offset net expenses of the short sale. A short sale involves the theoretically unlimited risk of loss occasioned by an increase in the market price of the security that is the subject of the short sale.

Recent Market Events; Restrictions on Short Sales. Market movements with respect to securities and other investments may significantly affect the value of a Fund's investments. In addition, legislative bodies globally have introduced forms of legislation that could potentially negatively impact a Fund's operations, investing activities, and risk profiles by placing restrictions, barriers to entry and undue burdens on the Moore Group. Legislative risk is the risk that potential legislation could have an adverse impact on the operations of a Fund and the markets in which it operates. For example, regulators, self-regulatory organizations and exchanges are authorized to intervene, directly and by regulation, in certain markets, and may restrict or prohibit market practices, such as the short-selling of certain stocks. The length of such prohibitions and types of securities prohibited vary from country to country and may significantly affect the value of a Fund's holdings. Certain restrictions and reporting requirements could prevent a Fund from successfully implementing its investment strategy and provide transparency to the Fund's competitors as to its positions, thereby having a detrimental impact on the Fund's returns. Certain regulatory and legislative initiatives could result in material changes to the terms and conditions of financial instruments that could significantly impact their valuation. The Funds are also subject to the risk of the failure of any exchanges on which their positions trade or of the exchanges' clearinghouses. Due to recent market events, there is a greater likelihood that financial regulators will increase regulation in the near future. The effect of any regulatory change on the Funds could be substantial and adverse, and such regulation may impair the Funds' ability to successfully execute their investment strategies and may increase the costs of its operations.

On July 21, 2010, the President signed into law major financial services reform legislation in the form of the Dodd-Frank Wall Street Reform and Consumer Protection Act (the "Reform Act"). Among other things, the Reform Act includes additional regulation of investment funds and their managers, including registration requirements as well as additional compliance, reporting and disclosure requirements. In addition, the Reform Act grants the Commodity Futures Trading Commission ("CFTC") and SEC broad rulemaking authority to implement various provisions of the Reform Act, including comprehensive regulation of the over-the-counter ("OTC") derivatives market. These regulations include derivative exchange trading and clearing requirements, as well as requiring OTC derivatives dealers and major OTC derivatives market participants to register with the SEC and/or CFTC. The implementation of the Reform Act could adversely affect the Funds by increasing transaction costs and imposing restrictions on the investment or other operations of the Funds and Moore Group.

In addition, over the past several years, declines in the market value of asset-backed securities, especially securities backed by subprime mortgages, have been concomitant with significant market events. Increasing credit and valuation problems in the asset-backed securities market generated extreme volatility and illiquidity in the markets for securities directly or indirectly exposed to subprime mortgage loans and other types of asset-backed securities. This volatility and illiquidity extended to the global credit and equity markets generally, and, in particular, to the high-yield bond and loan markets, exacerbated by, among other things, growing uncertainty regarding the extent of the problems in the mortgage industry and the degree of exposure of financial institutions and others, decreased risk tolerance by investors and significantly tightened availability of credit. The duration and ultimate effect of such market conditions cannot be predicted, nor is it known whether or the degree to which such conditions may worsen. Prolonged uncertainty or further deterioration of market conditions could result in further declines in the market values of investments. Such declines could lead to diminished investment opportunities for the Funds, prevent the Funds from successfully executing their investment strategies or require the Funds to dispose of investments at a loss while such adverse market conditions prevail. The markets continue to experience periods of extreme volatility.

Derivatives. Derivative financial instruments (“derivatives”) include, without limitation, futures, options, interest rate swaps, forward currency contracts and credit derivatives such as credit default swaps. Engaging in over-the-counter derivatives transactions subjects a Fund to a variety of risks including: (1) counterparty risk; (2) interest rate risk; (3) basis risk; (4) settlement risk; (5) legal risk; (6) operational risk; and (7) market risk. Counterparty risk is the risk that one of the Fund’s counterparties might default on its obligation to pay or perform generally on its obligations. Interest rate risk is the general risk associated with movements in interest rates. Basis risk is the risk associated with the relative movements in two (related) rates or prices. Settlement risk is the risk that a settlement in a transfer system does not take place as expected. Legal risk is the risk that a transaction proves unenforceable in law or because it has been inadequately documented. Operational risk is the risk of unexpected losses arising from deficiencies in a firm’s management information, support and control systems and procedures. Market risk is the risk of potential adverse changes in the value of financial instruments resulting from changes in market prices, such as interest, commodity and currency rate movements. In addition, the Funds maintain trading relationships with counterparties that include domestic and foreign broker-dealers and financial institutions; these relationships could result in concentration of counterparty risk.

Futures. Futures markets are highly volatile and a high degree of leverage is typical of a futures trading account. As a result, a relatively small price movement in a futures contract may result in substantial losses to the investor. The CFTC and futures exchanges have established limits referred to as “speculative position limits” on the maximum net long or net short position which any person may hold or control in particular futures and options on futures. In addition, the CFTC imposes speculative position limits on certain contracts that it determines are “significant price discovery contracts.” Most commodity exchanges also limit fluctuations in futures contract prices during a single day by regulations referred to as “daily price fluctuation limits” or “daily limits.” Such regulations could prevent a Fund from promptly liquidating unfavorable positions and thus subject the Fund to substantial losses. In addition, the Reform Act authorized the CFTC to impose aggregate position limits across all futures contracts and swaps contracts on the same underlying commodity that perform significant price discovery functions. In October 2011, the

CFTC adopted new rules imposing position limits on certain futures contracts and economically equivalent futures, options and swaps. This rule could have an adverse effect on trading for the Fund.

We aggregate all of the positions held by all accounts that we and our affiliates own or control for the purpose of determining compliance with position limits. It is possible that the trading instructions for a Fund may have to be modified and that positions held by the Fund may have to be liquidated in order to avoid exceeding such limits. Such modification or liquidation, if required, could adversely affect a Fund's operations and profitability.

Contracts for Differences. Certain Funds may engage in contracts for differences (a "CFD") with respect to equity securities or securities indexes. A CFD is a contract between a buyer and a seller to pay, in cash, when the contract is terminated, the difference between the value of the security or index on which the contract is based on the date the contract is entered into and the date at which it terminates. Parties to CFDs may require a deposit of 10% to 20% of the contract value as security. CFDs, like futures contracts, involve a high degree of leverage due to the modest upfront investment relative to the overall contract value. A relatively small movement in value in the underlying security or index will therefore disproportionately affect the value of the trade. If the CFD moves against a party, such party can incur losses substantially in excess of its initial deposit. In addition, because CFDs involve contracting with a counterparty, a Fund will be subject to the risk that the counterparty will be unable to, or will refuse to, perform with respect to the underlying contract.

Options. The Funds may engage in the trading of fixed income options, foreign exchange options, equity options, options on volatility and commodity options, including options on physical commodities. Such trading may involve risks substantially similar to those in trading margined securities or commodity futures contracts, in that options may be used for speculative purposes and may be highly leveraged. Specific market movements of the securities, commodities or futures contracts underlying an option cannot accurately be predicted. The purchaser of an option is subject to the risk of capital loss equal to the entire purchase price of the option. The writer of an option is subject to the risk of capital loss equal to the difference between the premium received for the option and the price of the security, commodity or futures contract underlying the option which the writer must purchase or deliver upon the contingent exercise of the option.

Illiquid Investments. There are generally no limitations on the Funds' ability to invest in illiquid instruments, other than those imposed by law. Such investments have represented and may continue to represent a material portion of certain Funds' assets. A Fund may incur significant fees and expenses in connection with these investments, including without limitation, background check, valuation or appraisal fees and expenses and investment banking fees and expenses. A Fund may invest in illiquid instruments, including privately offered, restricted illiquid securities, concentrated, long-term or structured investments and investment funds, for which no secondary market exists. Restricted securities may not be transferable for a specified period of time, if at all. Most investment funds provide for redemption of interests only at specified intervals. Consequently, a Fund would be unable to liquidate those interests other than at the specified date. If a Fund experiences material losses, it is possible that its ability to post variation margin with respect to its liquid investments could be affected to the extent that it has

illiquid investments and that it might be compelled to liquidate certain investments at a loss that it otherwise might have maintained through posting additional margin. Similarly, if a Fund experiences substantial redemptions of interests or withdrawals of capital at a time when a material portion of the Fund's portfolio was invested in illiquid instruments, the Fund's investors could be adversely affected. Redeeming or withdrawing investors could receive cash redemptions leaving a Fund with an increasingly illiquid portfolio. Alternatively, a Fund could effect redemptions in whole or in part by transferring illiquid securities to the redeeming or withdrawing investors or to all investors. Moreover, valuation of illiquid securities requires that valuation assumptions be made that may prove incorrect. Such valuations will affect a Fund's net asset value and therefore the price at which investors may purchase or redeem interests. If valuation assumptions on illiquid investments turn out to have been incorrect, interests in the Fund could be purchased or redeemed by investors at lower or higher net asset values per share than they otherwise would have been. A Fund will not make any retroactive adjustment to the net asset value at which interests are purchased or redeemed or capital was withdrawn based on subsequent adjustments to the Fund's net asset value. Finally, redemptions or withdrawals could be suspended, in whole or in part, in the event that the price or value of the Fund's investments, including its illiquid instruments, could not be ascertained or in the event that disposition of investments by a Fund is not reasonably practicable or would be seriously prejudicial to the Fund. Instead of suspending redemptions to accommodate such events, a Fund could impose limits on the amount of redemptions or withdrawals that may occur on a particular redemption date.

Currency Contracts. The Funds may invest in principal contracts, including swaps and other derivative instruments. Although we do not believe that the foreign currency market is necessarily more volatile than the markets in other commodities, currently there is less protection against defaults in the spot and forward trading of currencies since such contracts are not exchange-traded or cleared by a clearinghouse. The Reform Act includes foreign exchange forwards in the definition of "swap" and therefore contemplates that certain of these contracts may be exchange-traded, cleared by a clearinghouse and regulated by the CFTC in the future. Although the CFTC has been granted authority to regulate forward foreign currency transactions, until the CFTC establishes rules with respect to these transactions or if the Treasury Department exempts these transactions, trading by a Fund in forward foreign currencies is not regulated by the CFTC. In April 2011, the Treasury Department proposed to exclude "FX Swaps", and "FX Forwards" from the definition of "swap" in the Commodity Exchange Act. Therefore, with respect to such trading, the Funds are not afforded the protections provided by CFTC regulation, including segregation of funds. Similarly, the Reform Act grants the CFTC authority to regulate over-the-counter options and swaps contracts but, until the CFTC enacts rules with respect to these instruments, the Funds' investments in over-the-counter options, swaps or other principal contracts will not be regulated by the CFTC and any protections provided under CFTC regulations do not apply to them. With respect to principal contracts, a Fund is at risk to the creditworthiness of its counterparties.

Speculative Trading in Currencies. Currency spot, futures and forward markets are highly volatile. Profitability of our trading in these instruments will depend on our ability to analyze the currency markets. The value of any currency relative to the U.S. dollar may be affected by complex political and economic factors. The exchange rate of each currency in terms of the U.S. dollar is at any moment a result of the supply and demand for the two currencies, and changes in

the exchange rates result over time from the interaction of many factors directly or indirectly affecting economic and political conditions in the originating country of each currency and the United States, including economic and political developments in other countries. Currency exchange rates may be particularly affected by the relative rates of inflation, interest rate levels, the balance of payments and the extent of governmental surpluses or deficits in such foreign countries and in the United States, all of which are in turn sensitive to the monetary, fiscal and trade policies pursued by the governments of such foreign countries, the United States and other countries important to international trade and finance.

In addition, governments, including those issuing currencies, may use a variety of techniques, such as intervention by their central bank or imposition of regulatory controls or taxes, to affect the exchange rates of their respective currencies. They may also issue a new currency to replace an existing currency or alter the exchange rate or relative exchange characteristics by devaluation or revaluation of a currency. The liquidity and trading value of a currency portfolio could be affected by (i) the actions of sovereign governments, which could change or interfere with the theretofore freely determined currency valuation, (ii) fluctuations in response to other market forces and (iii) the movement of currencies across borders.

It would be possible for substantially all of a Fund's open positions to move against it at or about the same time. In light of such volatility, investors should consider their investments in any Fund that pursues this strategy to be long-term.

Leveraged Transactions in Currencies. Because of the low margin deposits normally required in futures trading and the fact that currency forward trading often requires no margin deposit, a high degree of leverage is typical of a currency trading strategy, in particular. As a result, a relatively small price movement in a currency contract may result in substantial losses to the investor. Thus, like other leveraged investments, any purchase or sale of a currency contract may result in losses in excess of the amount initially deposited as margin with respect to that contract. A Fund may be required to deposit and maintain margin with respect to its forward currency trading. Certain Funds have not imposed any exposure limits on their forward and futures trading.

Foreign Exchanges and Trading in Physical Currencies. A Fund may invest in currency contracts on exchanges located outside the United States. Trading on such exchanges is not regulated by any U.S. regulator and may, therefore, be subject to more risks than trading on U.S. exchanges. Other considerations include exchange control regulations, reduced and less reliable information about issuers and markets, different accounting standards, illiquidity of securities and markets, higher brokerage commissions and custody fees, local economic or political instability and greater market risk in general. A Fund may engage in spot currency transactions. Some of such transactions may be entered into in conjunction with exchange for physical transactions.

Foreign Exchanges and Currency Conversions. The Funds may invest in securities and commodity contracts on exchanges located outside the United States. Trading on such exchanges is not regulated by any U.S. regulator and may, therefore, be subject to more risks than trading on U.S. exchanges. Other considerations include exchange control regulations, reduced and less reliable information about issuers and markets, different accounting standards, illiquidity of securities and markets, higher brokerage commissions and custody fees, local

economic or political instability and greater market risk in general. In addition, dividends paid by non-U.S. issuers may be subject to withholding and other non-U.S. taxes that may decrease the net return on these investments. Moreover, unless a Fund hedges itself against fluctuations in the exchange rates between the U.S. dollar, the euro, the Swiss franc and the Australian dollar and the currencies in which trading is done on such exchanges, any potential profits could be eliminated and losses could be incurred as a result of adverse changes in exchange rates. Finally, a Fund may have to convert assets in its accounts into other currencies in order to meet margin requirements. In such cases, a Fund will attempt to hedge itself against fluctuations in the exchange rates. Such hedging may or may not be successful. As a result of fluctuations in exchange rates and hedging transactions, the performance of interests in a Fund may vary. In addition, in the case of a Fund that has issued multiple classes of interests, investors in one or more classes may be compelled to bear the liabilities incurred in respect of other classes if there are insufficient assets in those other classes to satisfy those liabilities. Accordingly, there is a risk that liabilities of one class may not be limited to that particular class and may be required to be paid out of one or more other classes.

High Yield Securities. Funds may purchase “high yield” bonds and preferred securities which are rated in the lower rating categories by the various credit rating agencies (or in comparable non-rated securities). Securities in the lower rating categories are subject to greater risk of loss of principal and interest than higher-rated securities and are generally considered to be predominately speculative with respect to the issuers’ capacity to pay interest and repay principal. They are also generally considered to be subject to greater risk than securities with higher ratings in the case of deterioration of general economic conditions. Because investors generally perceive that there are greater risks associated with the lower-rated securities, the yields and prices of such securities may tend to fluctuate more than those of higher-rated securities. The market for lower-rated securities is thinner and less active than that for higher-rated securities, which can adversely affect the prices at which these securities can be sold. In addition, adverse publicity and investor perceptions about lower-rated securities, whether or not based on fundamental analysis, may contribute to a decrease in the value and liquidity of such lower-rated securities.

Distressed Securities and Special Opportunities Investments. Funds may purchase securities of issuers in weak financial condition, experiencing poor operating results, having substantial financial or capital needs or negative net worth (including start-up companies), facing special competitive or product obsolescence problems, or that are involved in bankruptcy or reorganization proceedings. Investments of this type involve substantial financial business risks that can result in substantial or total losses. Among the problems involved in assessing and making investments in troubled issuers is that it frequently may be difficult to obtain information as to the condition of such issuers. Such investments also may be adversely affected by state and federal laws relating to, among other things, fraudulent transfers and other voidable transfers or payments, lender liability and the bankruptcy court’s power to disallow, reduce, subordinate or disenfranchise particular claims. The market prices of the securities of such issuers are also subject to abrupt and erratic market movements and above average price volatility, and the spread between the bid and asked prices of such securities may be greater than normally expected. It may take a number of years for the market prices of such securities to reflect their intrinsic values. A Fund may invest in some of such securities that may not be widely traded, and the Fund’s position in such securities may be substantial in relation to the market for such

securities. These types of securities require active monitoring and may, at times, require Moore Group to participate in bankruptcy or reorganization proceedings. To the extent that we become involved in such proceedings, we may have a more active participation in the affairs of the issuer than that assumed generally by an investor. In addition, our participation in such proceedings may restrict or limit the Funds' ability to trade securities of that company.

Prime Brokers. Securities and cash held in customers' accounts at prime brokers that are U.S. registered broker-dealers will not be available to the non-customer creditors of the prime broker. Nonetheless, if the prime broker becomes insolvent and there were not sufficient customer assets to pay all customers in full, then the securities and cash held in customers' accounts at the prime broker would be distributed pro rata among customers. Different results may occur in the event that a U.S. prime broker sub-custodies its assets with a foreign sub-custodian outside the United States. Different results, including loss of U.S. regulatory protections, also may occur in the event that the customer of a U.S. prime broker permitted the prime broker to (i) rehypothecate or lend its assets, or (ii) transfer its assets to a prime broker or other entity that is not a U.S. registered broker-dealer. If assets are held by a prime broker that is not a U.S. registered broker-dealer, the U.S. regulatory protections do not apply. In certain jurisdictions, with authority from the customer, such assets may be borrowed, lent or otherwise used by the prime broker for its own purposes. In the event of the insolvency of the prime broker, customers may rank as unsecured creditors and may not be able to recover equivalent assets in full.

Investment in Emerging Countries and Markets. Investment in non U.S. securities and markets, particularly those of companies in emerging countries and markets, may be subject to different and greater risks than purely U.S. investment because of a variety of factors, including currency controls and the fluctuation of currency exchange rates, changes in governmental administration or economic or monetary policy (in the United States and abroad) or changed circumstances in dealings between nations. Other factors may include high rates of inflation and the potential for substantial depreciation in the value of local currencies. In fact, substantial short-term volatility in these markets and significant declines are not uncommon. Restrictions on currency trading that may be imposed by emerging countries will have an adverse effect on the value of the securities of companies that trade or operate in such countries.

In many cases, the economies of emerging countries are heavily dependent upon international trade and, accordingly, have been and may continue to be adversely affected by trade barriers, exchange controls, managed adjustments in relative currency values and other protectionist measures imposed or negotiated by the countries with which emerging countries trade. These economies also may have been and may continue to be adversely affected by economic conditions in the countries with which they trade.

There may be less publicly available information about non-U.S. issuers than about U.S. issuers, and certain non-U.S. issuers are not subject to uniform accounting, auditing and financial reporting standards and requirements comparable to those for U.S. issuers. Securities of some non-U.S. issuers are less liquid and more volatile than securities of comparable U.S. issuers and non-U.S. brokerage commissions are generally higher than in the United States. Non-U.S. securities markets may also be less liquid and more volatile than those in the United States. In addition, currencies of some non-U.S. countries are also less liquid and more volatile than

currencies of larger nations. There also is generally less governmental supervision and regulation of non-U.S. securities markets, brokers and securities issuers than in the United States.

Gold-Related Securities. Investments in gold-related instruments, such as spot and forward futures contracts, may be volatile. The value of gold-related instruments may fluctuate due to overall market movements and other factors affecting the price of gold-related instruments, such as inflation or inflation expectations, interest rates, currency fluctuations, gold supply and demand, or political and regulatory developments. A fluctuation in the price of gold underlying a derivative security may cause a Fund to lose money.

Illiquidity of Securities and Markets in Emerging Countries. A Fund may invest in securities that are either listed on one or more stock exchanges or traded over the counter, as well as those that are not publicly traded. In the case of securities that are listed or traded on organized exchanges or other markets, there may be less market liquidity than would typically be available for companies of comparable size that are traded in the securities markets of developed countries. This reduced liquidity may diminish the Fund's ability to act on investment information and research in both buying and selling securities. In addition, it may limit the size of investments and increase the cost of transacting in such markets.

Securities that are not publicly traded may be resold in privately negotiated transactions, but they may be less liquid than publicly traded securities and the prices realized upon their resale may be less than those that could be realized if the securities were publicly traded. Furthermore, companies whose securities are not publicly traded may be in early stages of development, which may involve substantial business and financial risks. Such companies may not be subject to the disclosure and other investor protection requirements that may apply in the case of publicly traded securities. If such securities are required to be registered under the securities laws of one or more jurisdictions before being sold, the expenses of such registration may be chargeable against the proceeds of the sale.

Political and Legal Factors. A Fund may invest in emerging countries where there is a high potential return on invested capital but also a high degree of either political or economic risk, or both, or where existing regulations may impede repatriation of investment capital or earnings. In such cases, the potential return may be offset, or more than offset, as a result of adverse political or other developments. In that regard, it is generally the case that investments in any emerging country could be affected by factors not present in the United States, including nationalization, expropriation without just compensation, exchange controls, confiscatory taxation, political changes, governmental regulation, social, political or diplomatic instability (including military or other internal political coups, insurrections and wars) and potential difficulties in enforcing contractual obligations.

In addition, the legal systems in emerging countries are often not as sophisticated as those in the United States or other developed nations and it may be difficult to predict with any degree of assurance the resolution of legal questions presented in adjudications or other governmental proceedings. In addition, the availability of judicial and other remedies may, as a practical matter as well as a legal matter, be far more restricted than in the United States or other developed countries. These factors may adversely affect the companies in which the Fund

invests as well as the enforceability of the rights of the Fund as a securityholder in such companies.

Investment and Repatriation Restrictions. Some emerging countries have laws and regulations that preclude direct foreign investment in the securities of their companies. In certain emerging countries, however, indirect foreign investment in the securities of companies listed and traded on the stock exchanges in those countries is permitted through investment funds that have been specifically authorized. A Fund may invest in these investment funds and, in such a case, the Fund will bear its proportionate share of the expenses of the investment fund.

In addition, in some emerging countries prior governmental approval for foreign investments may be required under certain circumstances. Moreover, the extent of foreign investment in domestic companies may be limited. Foreign ownership limitations also may be imposed by the charters of individual companies in emerging countries to prevent, among other concerns, violation of foreign investment limitations.

Repatriation of investment income, capital and the proceeds of sales by foreign investors may require governmental registration and/or approval in some emerging countries. The Fund could be adversely affected by delays in or a refusal to grant any required governmental registration or approval for such repatriation or by withholding taxes imposed by emerging countries on interest or dividends paid on securities purchased by the Fund or gains from the disposition of such securities.

Other Investment Managers. As part of our investment strategy, we may allocate portions of the Funds' assets to (i) other investment funds that we manage, and (ii) independent investment managers. The other independent managers have total investment discretion over the assets allocated to them, including discretion to make illiquid investments. Some of these independent managers may be former employees of Moore Group or other persons with whom we may establish contractual relationships that, among other things, require the manager to provide us with reports permitting us to monitor the manager's risk profile and allow a Fund to liquidate its allocation to the manager in a timely manner under certain circumstances. There is no assurance, however, that these contractual provisions will permit a Fund to avoid losses. Allocations to other investment funds that we manage and to independent managers may constitute a substantial portion of a Fund's investment portfolio. We conduct due diligence and monitor the performance on an ongoing basis of all investment vehicles managed by other managers ("Portfolio Funds"). Nonetheless, Portfolio Funds may conduct business with different custodians, banks, brokers, dealers and counterparties than those utilized by the Fund. Finally, the Fund will rely on net asset values of the Portfolio Funds provided by the Portfolio Funds in calculating the Fund's net asset value.

These arrangements also may involve potential conflicts of interest. For example, the reports we receive from an independent manager could provide certain insights into such manager's trading strategies, and such information could be susceptible to misuse. Further, if we have a financial interest in the manager, we could have a conflict between our duty to allocate a Fund's assets in the best interests of the Fund's investors and our interest in the manager's financial success. To address these issues, we have adopted procedures that we believe are reasonably designed to

ensure that we place the interests of the Funds first and that we comply with applicable laws with regard to the information and reports we receive.

In addition, we may provide middle office/back office, administrative support, operations, treasury, risk management as well as research services (together, the “Services”) to outside investment managers that manage a portion of a Fund’s assets as well as to outside investment managers that do not manage a portion of the Fund’s assets. A Fund’s allocation to any outside investment manager is through an investment in a fund or managed account managed by the outside investment manager (collectively, an “Outside Fund/Account”). In compensation for Services, we may receive a fee based upon a percentage of the net assets in Outside Fund/Account and/or a flat fee (the “Service Fee”). As an investor in an Outside Fund/Account, a Fund will pay its pro rata share of such Service Fee. The Service Fee we receive will be in addition to Moore Group’s management fee and Moore Guernsey’s profit share allocation. Furthermore, since a portion of the Service Fee is based on the net assets of the Outside Fund/Account, we may have an incentive to invest the Fund’s assets in such Outside Fund/Account in order to increase the Service Fee.

Frequent Trading and Execution Risk. In pursuit of each Fund’s investment objectives, we may often engage in strategies involving the rapid execution of trades, a high volume of trades, complex trades, difficult to execute trades, use of negotiated terms with counterparties such as in the use of derivatives and the execution of trades involving less common or novel instruments. In each case, we seek best execution and have trained our execution and operational staff devoted to executing, settling and clearing such trades. However, in light of the high volumes, complexity and global diversity involved, some slippage, errors and miscommunications with brokers and counterparties are inevitable and may result in losses to a Fund. Such losses may be caused by the Fund’s brokers and counterparties or by Moore Group or by that of a combination of the broker or counterparty and Moore Group. We may, but are not required to, attempt to recover losses from brokers or counterparties. Moore Group is not liable to a Fund for losses caused by brokers or counterparties, by its own negligence or by that of a combination of the broker or counterparty and itself. Moore Group will be liable to the Fund for acts that constitute willful malfeasance or gross negligence, in the event that Moore Group failed to act in good faith in the reasonable belief that such actions were in, or not opposed to, the best interests of the Fund or if Moore Group is liable to the Fund for damages under the securities laws of the United States. Interests in the Fund are only available for subscription by investors who understand that they and the Fund are waiving potential claims for damages arising from the operation of the Fund, including damages resulting from Moore Group’s own negligence, and who expect some execution losses to the Fund.

Limitation on Liability/Indemnification. Under the exculpatory provisions of the investment management agreements, Moore Group, its principals and affiliates, and their partners, directors, officers and employees are not liable to a Fund or any of its shareholders, members or limited partners except by reason of acts or omissions constituting willful malfeasance, gross negligence, and for not having acted in good faith in the reasonable belief that such actions were in, or not opposed to, the best interests of the Fund.

Each Fund has agreed to indemnify Moore Group, its principals and affiliates, and their partners directors, officers and employees against any loss, liability, damage, cost or expense resulting

from any claim, action or proceeding relating to the business or activities undertaken by them on behalf of the Fund or actions taken or omitted to be taken by Moore Group in its capacity as investment manager, provided that the conduct of such person did not constitute willful malfeasance or gross negligence and that the person acted in good faith and in a manner reasonably believed to be in, or not opposed to, the best interests of the Fund.

Relative Value. A Fund may invest using a relative value strategy that seeks to identify instruments that are mispriced relative to related instruments, groups of instruments, or the overall market or to their financial and/or operational prospects. Relative value positions may then be generally hedged to isolate this discrepancy in value and minimize market risk. Investments may represent short-term trading opportunities or a longer-term fundamental judgment on the relative performance of an instrument. There is no guarantee that we will correctly identify mispriced instruments or that our efforts to hedge positions will succeed.

Management of Proprietary and Other Customer Accounts by Moore Group and Its Affiliates. Please see Item 11 of this brochure for a discussion of certain conflicts of interest associated with our management of proprietary accounts. Our customer accounts consist of several Funds. The investment methods and strategies that we use in managing various customer accounts as well as our proprietary accounts may be the same or different. When we use the same strategy for multiple customer accounts, such accounts may nonetheless yield different results based on factors including the timing of trades and size of accounts, as well as hedging and/or portfolio adjustment trading undertaken in one account and not the other.

Substantial Fees and Expenses. Each Fund's operating expenses, which include, among other items, trading and investment expenses, costs related to principal transactions, interest expense, dividend expense and dividend withholding, as well as administrative, legal and accounting expenses, are expected to equal a substantial percentage of the Fund's net assets each year. These expenses are in addition to the Management Fees and Profit Share Allocations charged to a Fund, and the amounts of each expense are reflected in the Fund's annual report available from the Fund's administrator. Profit Share Allocations are based on realized and unrealized gains and losses as of each Profit Share Allocation Date. As a result, Profit Share Allocations could be made on unrealized gains that may never be realized. Further, making Profit Share Allocations based on trading profits may create an incentive for Moore Group to select riskier or more speculative investments than would be the case in the absence of such allocations.

Subsidiary Investment Fund Funding. The Investor Funds often allocate capital, both individually and alongside other Funds that we manage, to Investment Subsidiaries which are trading entities that we manage through the use of capital funding agreements along with cash subscriptions. Decisions with respect to the use of capital funding agreements by a Fund are based on our assessment of appropriate cash allocations necessary to best support trading in the Fund and the trading entities receiving the capital funding agreements. These allocation decisions may be made on a daily basis. If a Fund invests in the trading entities alongside other Funds, the Fund may employ a larger or smaller proportion of capital funding agreements to cash than such other funds. If all or a portion of a Fund's subscription commitments to trading entities that were funded with capital funding agreements were called by such trading entities in the same timeframe, the Fund could be faced with a drain on its liquidity. In order to fund such capital funding agreements under these circumstances, a Fund might be forced to liquidate its

investments at inopportune times in the market and might suffer trading losses as a result. In addition, the Fund will be subject to the credit risk of the other Funds alongside which the Fund allocates capital to the trading entities, to the extent that one or more of such other Funds were to default on their respective capital funding agreements. In such event, the trading entities in which the Fund invests, and therefore the Fund, could suffer trading losses, and the trading entities might be forced to liquidate all or part of the trading entities' portfolio at inopportune times and prices.

Our Other Activities. We currently manage and intend to manage other Funds in the future. Orders for various accounts may occur contemporaneously. We are not subject to any specific limit as to the number of accounts which we may manage. The performance of a Fund's investments could be adversely affected by the manner in which particular orders are entered for all such accounts. Additionally, please see our response to Item 5 for a description of other services we provide.

Taxes. Each Investor Fund's private offering document contains disclosure of various tax considerations associated with an investment in that Fund. These disclosures are for the purpose of providing general information only, are not intended to be a substitute for the advice of an investor's own tax and legal advisors, and should not be interpreted as legal or tax advice. Investors are advised to consult their own tax advisors and counsel with respect to their particular tax position before investing in a Fund. No advance tax ruling has been sought in connection with the operations of the Funds or the investment in interests in the Funds and there is no assurance that United States, Bahamian or other tax authorities will agree with the statements described in the Funds' private offering documents.

Risk Management

Risk measurement, reporting and analysis within Moore Group are the responsibility of the Risk Management Group. The Risk Management Group reports to the Chief Operating Officer. The Chief Operating Officer, General Counsel and Chief Financial Officer constitute the Moore Capital Management Risk Policy Oversight Committee, which assesses the adequacy of counterparty, operational, funding, liquidity, legal, risk information and trading risk controls. Monitoring of trading risk controls is the responsibility of the Risk Management Group.

The portfolio managers and Moore Capital Management, through the Risk Management hierarchy, attempt to control exposure to risk through various tools and methods. These may include, among others, analysis of the relative risk of alternative instruments that could be used to express a particular market view and consideration of the impact of various market and portfolio factors on the sizing of positions. In addition, Moore Capital Management may also, from time to time, choose to use specific quantitative portfolio risk controls related to drawdown, concentration or other measures. Each portfolio manager's trading mandate is limited by the markets, financial products and geography within which views can be expressed. A drawdown protocol is put in place in an attempt to limit potential losses to predefined levels.

Risk Measurement. Risk is measured and monitored using a variety of methods, including among others:

- **STATISTICAL RISK MEASURES.** Moore Group employs several statistical measures to estimate the potential losses within the portfolio, including variations of Value-at-Risk.
- **SENSITIVITY-BASED RISK MEASURES.** This method identifies changes in valuation resulting from changing individual market risk factors. This type of measure is also useful in identification of appropriate hedging instruments.
- **SCENARIO-BASED STRESS TESTING.** This is a method for determining the potential portfolio losses that can be ascribed to specific (sometimes very large) simultaneous changes in market prices and rates. Scenarios may represent hypothetical economic events or may mimic actual historical market events.
- **BACK-TESTING.** This is a method for comparing the realized returns from risk-taking to the forecast estimates of portfolio risk generated by the statistical risk model.

Risk Reporting. Risk reports are produced at various frequencies, including daily. These reports have different circulations, depending on the content. Recipients of risk reports include Risk Management, the Risk Policy Oversight Committee and the portfolio managers.

Because different investment strategies have different risk characteristics, not all of the processes described above may be suitable for all Funds.

Item 9 - Disciplinary Information

On April 29, 2010, Moore Capital Management, MCA and MAL (collectively, for purposes of this paragraph, “Moore”) entered into a settlement with the CFTC in its investigation into trading in the platinum and palladium futures markets by a former portfolio manager at Moore. The CFTC determined that the former portfolio manager attempted to manipulate settlement prices in these markets and that Moore was responsible for the acts of its former employee and for failure to diligently supervise the employee’s trading. The order requires that Moore cease and desist from further violations of the commodities statute and regulations, pay a \$25 million civil monetary penalty, and continue to cooperate with the CFTC. The order prohibits Moore from trading in platinum and palladium futures during the last fifteen minutes prior to the close of trading for a period of two years. In addition, the order restricts the registrations of Moore entities with the CFTC for a three-year period insofar as those entities are required to comply with undertakings relating to various compliance policies and procedures and to report to the CFTC on compliance with those undertakings.

Item 10 - Other Financial Industry Activities and Affiliations

In addition to serving as the Funds’ investment adviser, Moore Capital Management is commodity trading advisor for the Funds. In addition, Mr. Bacon is a registered commodity trading advisor, and certain of our management persons are registered as associated persons or principals of Moore Capital Management and/or one or more of the affiliated commodity trading advisors or commodity pool operators listed below.

Certain of Moore Group’s related persons are registered commodity pool operators and/or commodity trading advisors for the Funds. These entities are the following:

- Moore Advisors, Ltd. (“MAL”), a related person of Moore Group, is a registered commodity pool operator for certain Funds.
- Moore Capital Advisors L.L.C. (“MCA”), the general partner of Moore Group, is a registered commodity pool operator for certain Funds.
- Moore Capital Guernsey, Unlimited (“Moore Guernsey”), which is wholly owned by Moore Group, is a registered commodity pool operator for certain Funds.
- Moore Financial Services, Inc. (“MFS”), a related person of Moore Group, is a registered commodity pool operator for certain Funds.
- Moore Holdings (Bahamas), Ltd., which is wholly owned by Moore Group, is a registered commodity trading advisor.

MCA, MAL and Moore Guernsey, each serves as a co-general partner of certain Funds, and Moore Guernsey receives any Profit Share Allocations by the relevant Funds.

Moore Capital Management uses the services of its London based affiliates, Moore Europe Capital Management, LLP (“Moore Europe”) and MECM, Limited (“MECM”), in managing the Funds. Moore Europe provides portfolio management, trade execution, macro economic, political and policy research and market analysis with respect to global markets. Moore Europe is authorized and regulated by the Financial Services Authority. MECM provides operational support services to Moore Europe. The Funds do not incur any additional fees with respect to the services of Moore Europe or MECM.

Moore Capital Management also uses the services of its Swiss affiliate, Moore Cap Switzerland GmbH (“Moore Switzerland”), and Hong Kong based affiliate, Moore Capital Asia Limited (“Moore Asia”). Moore Switzerland is currently dormant, but has in the past provided, and may in the future provide, portfolio management, research and market analysis to Moore Capital Management. Moore Switzerland is regulated by the Financial Services Standards Association (VQF), a self-regulatory organization officially recognized by the Swiss Federal Capital Market Supervisory Authority, with respect to anti-money laundering. Moore Asia provides portfolio management, research and market analysis to Moore Capital Management. Moore Asia is regulated by the Securities and Futures Commission in Hong Kong. The Funds do not incur any additional fees with respect to the services of Moore Switzerland or Moore Asia.

Use of Other Managers. Please see the discussion of *Other Managers* in Item 8, above.

Item 11 - Code of Ethics, Participation in Client Transactions and Personal Trading

General. Moore Group seeks to provide fair and equitable treatment to all of its Funds and, as described below, has personal account dealing policies and procedures in place as well as other policies and procedures designed to minimize potential conflicts of interest. Nonetheless, Moore Group and its affiliates and their principals and employees (collectively, the “Moore Group Parties”) may invest for their own accounts. When any of the Moore Group Parties invests for their proprietary accounts, they may or may not invest in parallel with the Funds. Any of the

Moore Group Parties at times may invest their proprietary accounts by employing different investment strategies, effecting a different number of contracts, utilizing a different degree of leverage, testing new markets, conducting experimental investments to test new methods or variations of basic investment methods and strategies, and by using markets which any of the Moore Group Parties judge to be too illiquid or volatile for investment by the Funds. Moreover, any of the Moore Group Parties at times may take positions in their proprietary accounts that are the same as or the opposite of those taken by the Moore Group on behalf of the Funds. In some cases, conflicts of interest may arise as a result of Moore Group Parties' investments. For example, if one of the Moore Group Parties makes investments in an investment fund before a Fund invests in the same investment fund, there may be less capacity remaining in the investment fund for the Fund to invest. The timing of purchases and sales of various investments by the Moore Group Parties may be determined without reference to the investment strategy of any Fund that is invested in the same investments, and therefore may be different from the timing of purchases or sales by the Funds. Thus, for example, any of the Moore Group Parties could redeem or sell investments and achieve profits at a time when a Fund does not. Moreover, since investments in funds made by the Moore Group Parties, directly or indirectly, may bear reduced advisory fees, Moore Group Parties could achieve profits when a customer account does not.

When any of the Moore Group Parties place the same or similar orders at or about the same time for Fund and proprietary accounts, Fund orders generally will be filled first. The difference in timing of orders, however, may result in some accounts, including proprietary accounts, receiving better prices than other accounts. Although the Moore Group Parties do not seek preferential brokerage commission rates for proprietary investments, it is possible that proprietary investments may be charged brokerage commission rates that are lower than the rates that the Funds normally will be charged by their brokers. In light of the foregoing, proprietary accounts may produce investment results that are different from those experienced by the Funds.

Code of Ethics. Moore Group has adopted a Code of Ethics and Conflicts of Interest Policy which states that each of our employees shall place the interests of the Funds first. Employees are permitted to invest in securities and other investment products for their own accounts, but may not use their knowledge of the Funds' portfolio transactions to benefit themselves.

We do not impose a set limit on the amount of trading employees may conduct for their own accounts, but we require employees to refrain from excessive trading. Employees are required to hold personal investments for a minimum of thirty calendar days, subject to certain limited exceptions.

Our Code of Ethics requires employees to disclose all personal investments upon hire and at least annually thereafter, report all personal securities transactions at least quarterly, disclose all personal investment accounts, and maintain their personal investment accounts with designated broker-dealer firms. Exceptions may be made for accounts for which the employee does not maintain investment control or participate in the investment decisions. Employees generally must arrange for their brokers to send us duplicate trade confirmations and account statements for their transactions, and must separately report on a quarterly basis any transaction for which a duplicate confirmation was not sent, or which does not appear on an account statement.

Employees' personal securities transactions generally must be approved in advance, subject to certain limited exceptions. Employees are prohibited from acquiring any securities in an initial public offering, while securities may be acquired in a secondary public offering with prior approval. Employees must obtain prior approval before acquiring any security in a private placement or investing in a private investment fund.

Our Code of Ethics requires employees to obtain prior approval to engage in certain outside business activities (such as serving as a director of a company). The Code of Ethics also prohibits employees from accepting gifts of material value from vendors, service providers, and counterparties. Employees are allowed to participate in customary business entertainment with broker-dealers, counterparties, and other persons with whom Moore Group, its affiliates or the Funds do business. Participation in such events may be viewed as causing a conflict of interest for Moore Group in selecting broker-dealers or other service providers. However, our Code of Ethics requires employees to comply with certain requirements which are intended to protect against such conflicts.

Existing or prospective clients may obtain a copy of Moore Group's Code of Ethics upon written request directed to Director of Compliance, Moore Capital Management, LP, 1251 Avenue of the Americas, New York, NY 10020.

Item 12 - Brokerage Practices

Moore Group has complete discretion to determine, subject to each Fund's disclosed investment objectives, policies and strategies, the securities to be purchased or sold and in what amounts, the broker-dealers and other financial intermediaries to use in effecting transactions for the Funds, and the commission rates to be paid for such transactions. A more detailed discussion of how we make use of this authority follows.

Brokerage Transactions and Use of Soft Dollars. Moore Group is solely responsible for selecting the commodities and securities broker or dealer used in each transaction that we institute for a Fund and negotiating the fees to be paid by the Fund to the broker-dealer in connection with such transactions. The primary consideration in allocating a Fund's portfolio transactions to broker-dealers is to obtain favorable prices and efficient executions. Consistent with this policy, we may place orders with brokers who also provide research services and products to the Funds and us, or pay the costs of such services or products (including the payment of such costs for which the Fund, Moore Group or its affiliates otherwise would be obligated), provided such research and brokerage services are to be used in connection with the investment management process. These research and brokerage services may include, but will not be limited to, the following: written information and analyses concerning specific security or commodity interests, issuers or sectors; market, financial or economic data, studies or forecasts; financial publications that are not mass-marketed; statistics or pricing services, as well as discussions with research personnel; software; clearance, settlement and short-term custody services; communication services related to the execution, clearing and settlement of securities transactions; and consulting services utilized in connection with investment strategy. Accordingly, the Fund may be deemed to be paying for research and brokerage services with "soft" or "client commission" dollars.

We intend that our brokerage allocation practices and policies (including arrangements whereby brokers provide research and brokerage services to us for soft dollars) will satisfy the conditions and requirements necessary to fall within the safe harbor created by Section 28(e) of the Securities Exchange Act of 1934, as amended, which confers certain protections on money managers who use portfolio commissions from their customers' accounts to obtain research and brokerage services. The safe harbor provides that certain conduct is not deemed a violation of law or a breach of fiduciary duty, for example, and relieves a money manager from the obligation of justifying commission payments for research and brokerage services on an account-by-account basis.

Each Fund has consented and each investor, by signing a Fund's subscription agreement, consents to our obtaining such research and brokerage services from brokers in consideration of commissions, fees, charges or other remuneration generated by the execution of the Fund's portfolio transactions. We may use such research and brokerage services in connection with the management of any or all of the accounts we manage, and in our own proprietary investment activities. However, we will not necessarily use all such research and brokerage services in connection with the management of each of the Funds. A Fund may be charged higher brokerage commissions or other charges than might be obtainable if transactions were effected through brokers which do not provide research or brokerage services. We believe that such research and brokerage services will benefit the Funds by supplementing the research and brokerage services otherwise available to us and the Funds.

Obtaining research from brokers with commissions involves a conflict of interest in that we may have an incentive to cause the Funds to trade with certain brokers in order to obtain such research so that the Funds pay for the research, rather than us. In addition, executing trades with certain brokers in order to obtain research may conflict with our duty to seek best execution. We have adopted procedures intended to ensure that we use soft dollars to obtain research and brokerage services in accordance with applicable law. These procedures set forth the standards by which we will determine whether to enter into a soft dollar arrangement, and our procedures for reviewing and approving new soft dollar arrangements and for monitoring and reviewing existing arrangements. We generally do not obligate ourselves in advance to generate a particular amount of commissions in order to obtain research. We may, however, choose to pay in hard dollars the amount by which a broker's expectation exceeded the amount of commissions actually paid during a period of time.

Other investment managers that we may select to manage a portion of a Fund's assets will select their own brokers and may receive goods and services from those brokers that are not limited to those described above. Our affiliates, Moore Europe and Moore Asia, are authorized and regulated by the Financial Services Authority and the Securities and Futures Commission, respectively, and therefore their use of goods and services from brokers may be more limited than those described above.

Aggregating Orders. If a portfolio manager deems an investment in a security, future or currency to be appropriate for more than one Fund over which he or she exercises trading authority, we may aggregate the orders into a single bulk order, provided that the aggregation of the order is consistent with seeking best execution. Each Fund participating in a bulk order will generally be allocated an average price for the order. If a bulk order is only partially filled as of

the end of a trading day, each participating Fund generally will receive a pro-rata allocation of the purchase or sale, based on the size of each Fund's original order, subject to adjustment for rounding and odd lots or other relevant factors described below. For initial public offerings and secondary offerings, we may aggregate orders for more than one portfolio manager. Securities obtained in such offerings are allocated in a manner deemed equitable, based on a number of factors, including the size of the participating Funds and the size of the market for the security, any specialized aspects to the security and the Funds (e.g., emerging markets), and the extent of any specialist work done on the offering by portfolio managers.

Item 13 - Review of Accounts

Moore Capital Management monitors and reviews each Fund continuously. Numerous groups are involved in this process. These groups, include but are not limited to: our portfolio managers who monitor and review positions and risk on a daily basis, our Daily Valuation Group, whose work supports our senior management and portfolio managers in trading and risk management decisions, our Operations Department, which is responsible for trade support (matching and validation), confirmations, settlements, and position reconciliation on a daily basis, our Treasury Group, which is responsible for daily cash and liquidity management, collateral management, and other matters, our Financial Reporting Group, which is responsible for allocating profits and losses among the Funds, and calculating and accruing the Management Fees and Profit Share Allocations, among other things and our Legal and Compliance Group, whose work supports the investment management personnel and monitors regulatory risks, among other things.

In addition, each Fund is monitored and regularly reviewed by our Risk Management Group. Risk Management is a separate group within Moore Group, and plays a significant role in implementing the Funds' investment strategies. In addition, we have appointed key members of our staff to a Risk Policy Oversight Committee that meets periodically. While our investment strategy relies on fundamental analysis and price and market analysis, a portfolio manager and/or the Risk Management Group analyze risk with respect to portfolio positions. We try to minimize exposure to risk through examining the efficiency and risk of instruments we wish to use to express a market view, determining the optimal size of a position, and analyzing the correlation of a position or market sector to other positions and sectors represented in the portfolio. We may determine the size of positions to be initiated by assessing the risk the positions represent as well as the risk of the total portfolio, with the recognition that there is no way to fully determine future risk based on past risk parameters. We use our judgment to determine the appropriate time frame in which to judge volatility and the timing and magnitude of the risk to be assumed. We may engage in separate risk management strategies with respect to any Fund share class should extraordinary events occur which we believe may influence the currency in which that class is denominated.

The risk management process incorporates (i) assessment of risk by individual portfolio managers, (ii) a risk analysis system that measures each Fund's risk relative to each portfolio manager, (iii) scenario analysis, stress testing and other measures to assess risk, and (iv) a correlation matrix of strategies to attempt to assess whether market movements will adversely affect investment strategies. In assessing risk, the Risk Management Group relies on a number of processes, intended to determine the amount of risk to which a particular Fund is exposed.

The Risk Management Group reports its analyses to Moore Capital Management's senior management on a regular basis, and more frequently as needed. Because different investment strategies have different risk characteristics, not all of the processes described above may be suitable for all Funds.

Investors in each Fund receive monthly written reports on the Fund's operations which contain information about the value of the Fund's net assets and the Fund's net asset value per share, and the Fund's annual report of financial condition, which is audited by an independent public accounting firm. Investors also receive periodic written communications from Moore Group discussing our investment views and strategies and the Funds' performance.

Item 14 - Client Referrals and Other Compensation

Our Code of Ethics and Conflicts of Interest Policy generally prohibits employees from accepting gifts, favors or other inducements from counterparties or service providers, excepting certain common business courtesies.

Moore Group does not compensate any person for referrals of clients. However, we pay cash compensation to certain financial intermediaries that, acting as placement agents for certain Funds, solicit investors on behalf of those Funds. Each arrangement is subject to a written agreement between Moore Group and the intermediary, and provides for us to pay to the intermediary a fee, which may vary on a case by case basis.

Item 15 - Custody

The Funds' funds and securities are held by qualified custodians. As noted in Item 13, above, Fund investors receive annual financial statements audited by an independent public accounting firm for the Funds in which they have invested.

Item 16 - Investment Discretion

Moore Group exercises discretion in managing the investments of each Fund, based on the Fund's particular investment objectives, policies and strategies disclosed in its private offering documents. For more information, please see Item 4, above.

Item 17 - Voting Client Securities

Moore Group has adopted written Proxy Voting Policies and Procedures intended to satisfy the requirements of Rule 206(4)-6 under the Investment Advisers Act of 1940. Following is a summary of the major provisions:

- Moore Group is responsible for voting all proxies relating to securities held by the Funds;
- In deciding how to vote a proxy, we attempt to consider all factors that could affect the value of the investment and will try to enhance the value of the affected Fund's portfolio by voting each proxy in a manner intended to maximize the company's stock price;

- We have retained Institutional Shareholder Services (“ISS”), an independent expert on proxy voting and corporate governance, in order to facilitate the proxy voting process and avoid conflicts of interest that may arise;
- We generally will vote proxies in a manner consistent with ISS’s policy guidelines and proxy voting recommendations, except as specifically provided in our Proxy Voting Policies and Procedures. If a portfolio manager wants to have a proxy voted contrary to ISS’s recommendation, Compliance approval is required;
- In cases where ISS is unable to make a voting recommendation, our Compliance Director will evaluate the proxy to determine whether we have a material conflict of interest relating to the vote. If the Compliance Director determines that there is no material conflict of interest, we will vote in the best interest of the affected Fund. In cases where we have a material conflict of interest, we follow procedures intended to provide reasonable assurance that it will vote in the best interests of the affected Fund;
- The Funds may invest in non-U.S. securities. The laws and regulations governing shareholder rights and voting procedures differ around the world, and in certain countries, the requirements, restrictions or costs involved with voting may outweigh any benefit that the Funds would receive by voting the proxies involved. In such cases, we may decide it is in the best interests of the Funds not to vote the applicable proxies.

Investors in a Fund may obtain copies of our Proxy Voting Policies and Procedures and information regarding how the Fund’s proxies were voted by submitting a written request to Moore Group.

Item 18 - Financial Information

Information required by this item is not applicable to Moore Group.