

Madoff

questions:

→ What is provided to hedge fund re: Commission & pd?

→ No email communications?

→ How does he determine the time to execute orders?

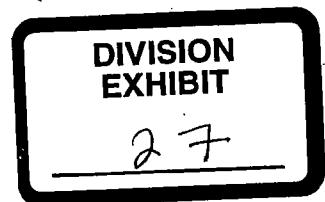
2/18/04 Conference call w/ Bernard Madoff

→ Comm. w/ client → fund allocate certain amt of \$ to trade  
→ goes into program  
\$ amt

w/ (invest) manager/ advisor

→ Authorized agent of client calls Madoff re: amt of \$ to invest

→ acct statement → sent to the fund et seq  
→ only communication b/c  
would in trading directive, Madoff  
fills the criteria & enters into the  
box



(2.)

no profit / loss  $\rightarrow$  ~~only should~~ let acct  
calculated by Madoff

settlement date on acct statements  
 $\rightarrow$  prices  $\rightarrow$  average price stock trades  
 $\rightarrow$  average price at the end of the day

~~AP~~ ~~50~~ div

Attacker

$\rightarrow$  Commission  $\rightarrow$  ap - \$50  
comm  $\rightarrow$  50.04  $\rightarrow$  billed at \$50.04

when he's in & out (date)  
to BP map