

PERFORMANCE ANALYSIS (All Accounts)

Extended Markets Alpha Programme (April 2004 to November 2007)

Return Summary

Latest Month	1.58%
Year to Date	9.84%
Last 12 Months	10.90%
Sharpe Ratio	1.94
Return to Date	81.62%
% Trading Days Up	56%
% Trading Days Down	44%
Maximum Daily Drawdown	(1.30%)
Maximum Monthly Drawdown	(0.46%)

Return Statistics for October 2007

Latest Month	1.58%
Maximum Daily Drawdown	(1.30%)
Days to Recovery	13
% Trading Days Up	50%
% Trading Days Down	50%
Average Up Day	0.75%
Average Down Day	(0.60%)

Extended Markets Alpha Programme Monthly Report

November 2007

Continuing stress within the credit markets and elevated volatility in both the equity and foreign exchange markets saw risk aversion stay high. The carry trade which is a beneficiary of high risk appetite continued to be unwound with the low yielding Japanese Yen and Swiss Franc outperforming their higher risk counterparts their in November. The US Dollar remained under pressure in the early stages, suffering under firm commodity prices and indications that the US consumer is starting to feel the pinch of the financial market turbulence. However, the Dollar staged a dramatic recovery towards the end of the month of the month benefiting from a , the price of crude oil failed its assault on US\$100/ barrel, tumbling US\$10/barrel into the months close and from the flight to quality inherent in uncertain times.

Both the Euro and the Swiss Franc printed record highs against the US Dollar as their Central Banks retained their hawkish rhetoric's, casting doubt over any possible rate cuts. Eurozone inflation rose for the second consecutive month, however it is unlikely this will prompt any immediate action by the European Central Bank given the excessive volatility and credit issues which are threatening the financial markets. Our Trend continuation model produced solid returns in the early stages of the month tracking the Euro higher. The rapid rally in the US Dollars fortunes however saw us not reach our take profit objectives and give up a substantial part of our gains.

The Bank of England's dovish tone was reiterated in the UK Quarterly Inflation Report, signalling ever increasing prospects of rate cuts as the UK housing market continued to slow. The Pound underperformed both its closest counterparts, the Euro and the US Dollar as investors fear worse news to come in the UK. We have in fact already seen a quarter point cut by the Bank of England in December.

The Strategy started the month well as elevated market volatility saw numerous signals triggered particularly targeting the weak US Dollar. Volatility continued to rise throughout the month to excessive levels which saw the model triggered into positions, many of which proved to be false break outs. The strategy returned 0.33% after suffering under difficult conditions into the close of the month.

Cambridge Strategy Extended Markets Alpha Programme Monthly Returns

Year	YTD	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2004	37.83%				0.69%	4.24%	0.06%	1.36%	1.72%	7.39%	8.39%	7.61%	1.61%
2005	13.46%	1.15%	2.55%	0.81%	0.01%	2.17%	0.54%	2.46%	0.53%	1.07%	0.97%	-0.01%	0.49%
2006	5.73%	0.54%	1.39%	0.51%	0.98%	-0.46%	0.00%	0.67%	-0.03%	-0.03%	0.81%	0.26%	0.97%
2007	9.84%	-0.07%	-0.14%	0.65%	1.11%	0.15%	0.45%	0.25%	0.03%	5.90%	-0.32%	1.58%	

Eurohedge Monthly Returns

Year	YTD	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2004	1.90%				-1.30%	-0.62%	-0.29%	0.28%	-0.26%	-0.05%	0.38%	2.39%	1.04%
2005	2.73%	-0.42%	0.09%	-0.23%	0.12%	0.64%	0.44%	0.33%	-0.88%	1.12%	0.36%	1.12%	0.03%
2006	1.84%	-0.09%	0.68%	-0.08%	0.14%	-0.05%	-0.17%	-0.10%	-0.09%	0.42%	0.48%	1.28%	0.26%
2007	1.06%	0.75%	-0.59%	0.40%	0.53%	-0.10%	0.97%	0.08%	-0.97%				

Performance figures calculated include only margin interest received and are net of fees.

The returns are representative of an average of the managed accounts traded.

Risk Warning:

This brief statement does not disclose all of the risks and other significant aspects of trading in currencies and options. The Cambridge Strategy (Asset Management) Limited manages for and advises to professional investors only. Investors must bear in mind that this type of investment can be volatile, values can decrease as well as increase and that past performance is no guarantee of future performance.