GSURC Proposal

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Abstract: Can alpha be delivered through a fund-of-funds approach?

Strategy: Fund of Funds.

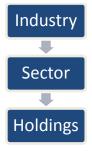
DELIVERABLES	STATUS
Analysis of chosen Hedge Funds.	Complete
Perform analysis of the past eight quarters.	
Take the holdings above the mean performance of each fund and stack	
them based on performance into the supra-fund.	
NEXT STEPS	
Control Analysis	Inactive
Track performance of supra-fund vs. chosen Hedge Funds.	
Track performance of supra-fund vs. relative Hedge Fund ETF (ALFA).	
Due Diligence	Inactive
Execution/window of profitability? Portfolio turnover?	

ALFA = Alphaclone Alternative Alpha ETF

The investment seeks to track the price and yield, before fees and expenses, of the AlphaClone Hedge Fund Long/Short Index. The fund uses a passive or indexing investment approach to track the AlphaClone Hedge Fund Long/Short Index. The index is composed of U.S. equity securities selected based on a proprietary hedge fund position replication methodology developed by AlphaClone, LLC. The fund is non-diversified.

Scope:

- Analysis on length of holding by Hedge Funds.
 - Quarterly
 - % of portfolio
 - Directional Strategy (Long/Short)
- Industry analysis
 - o Perform same due diligence as above for industry
 - Give forward looking guidance
 - Assess street sentiment (analyst guidance)
- Fundamentals of invested firms
 - SWOT
 - Why? (M&A?; R&D prospects?; etc.)
 - Identify the gains/losses through the three layers
- AVG change vs. the top performers



^{*}ALFA used due to non-transparency in actual Hedge Fund reporting.