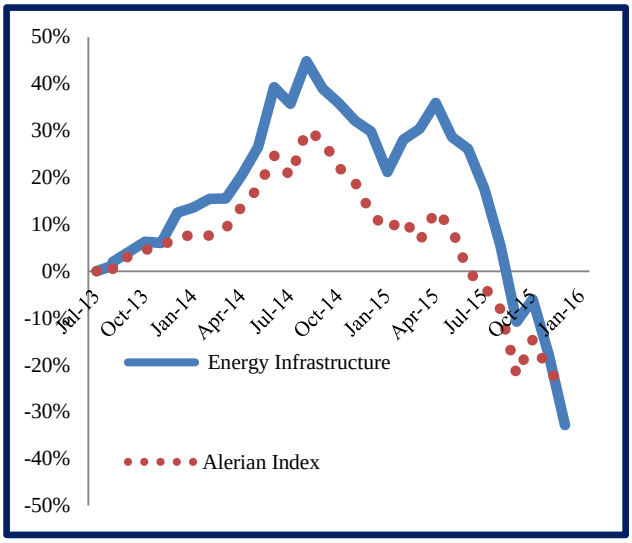
Equity Exposure to North American Energy Infrastructure

Energy Infrastructure Strategy

This portfolio consists of approximately 10 investments in North American Energy Infrastructure companies. These companies own energy assets involved in the gathering, processing, storing & transporting of generally energy referred to as the Midstream. While structured as C-Corporations, most own the GP and Incentive Distribution Rights (IDRs) to underlying MLPs that own Midstream assets. . Historically they have paid regular dividends which have steadily grown, and as such they can be suitable for investors seeking MLP like returns without receiving K-1s.



The objective is to provide similar risk/return to the Alerian MLP Index without generating K-1s. The strategy is appropriate for many investors prohibited from direct investments in MLPs such as tax exempt institutions and international investors as well as individual investors that prefer to avoid K-1s.

The strategy invests in companies owning high quality assets with stable fee based revenues. We pay particular attention to corporate governance given the prevalent GP/LP structure and incentive arrangements common to this asset class. The strategy overwhelming invests in corporations owning general partners which receive IDRs from underlying MLPs.

Energy Infrastructure Strategy		
	Strategy (Net of Fees)	**Alerian Index**
Since Inception: Total Cumulative Return	-32.8%	-24.3%
Since Inception: Annualized Return	-15.2%	-10.9%
Standard Deviation	23.5%	18.5%
Alpha	-4.3%	N/A
Largest Drawdown	-53.6%	-41.8%
Worst 12 Month Period	-48.2%	-39.2%
Current Yield	7.2%	8.5%

Energy Infrastructure Strategy
This strategy seeks to achieve its investment objective by primarily investing in the equity securities of the general partners of master limited partnerships ("MLPs") and the parent companies of general partners of MLPs (collectively, "GPs"). It holds some of the same names that are in the MLP Strategy but only invests in securities that generate 1099s for tax-reporting. As such, it may be appropriate for tax-deferred, tax-exempt and non-U.S. investors.

Disclosure:
The Energy Infrastructure Strategy seeks to invest in the General Partners (GPs) of Master Limited Partnerships (MLPs) and other energy infrastructure businesses solely through C-corps rather than partnerships. Consequently, the tax reporting consists of 1099s rather than the K-1s common with MLPs. Returns for the Energy Infrastructure Strategy reflect the performance of a composite comprised of all fee-paying discretionary accounts invested in this strategy. The returns shown reflect the deduction of an annual advisory fee, as well as other charges incurred by the accounts, including brokerage and custodian fees. The returns shown also include reinvestment of dividends and other earnings. The performance of the Alerian MLP Index is shown for comparison purposes only. The Alerian MLP Index is a float-adjusted, market-capitalization weighted index of publicly traded MLPs. This index best reflects the universe of stocks from which the Energy Infrastructure Strategy seeks to invest. You cannot invest directly in an index. Past performance is no guarantee of future results.