

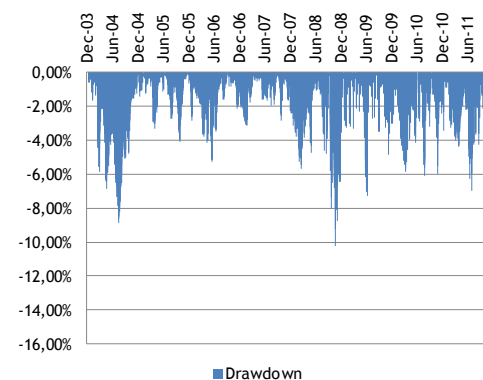
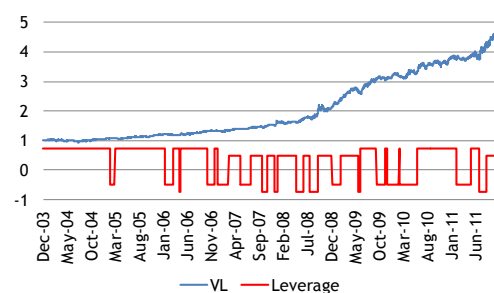
## IRMA5 Program (backtest)

### Keys figures

|                         |        |                   |        |
|-------------------------|--------|-------------------|--------|
| Annualized Net return   | 21,38% | Sharpe ratio      | 1,63   |
| Annualized Volatility   | 12,53% | Calmar Ratio      | 1,99   |
| Max Drawdown            | 10,25% | Worst month       | -4,90% |
| % positives trades      | 85,29% | Best month        | 14,93% |
| Average # trades / year | 4,36   | % positive months | 71,28% |

1 - Sharpe ratio = (Net performance - risk free return @ 1%) / volatility on a daily basis

2 - Calmar ratio = (Net performance - risk free return @ 1%) / maximum drawdown recorded



|      | 2004   | 2005   | 2006   | 2007   | 2008   | 2009   | 2010   | 2011   |
|------|--------|--------|--------|--------|--------|--------|--------|--------|
| Jan  | 1,92%  | 0,89%  | 2,24%  | -0,75% | 5,92%  | 8,40%  | 3,21%  | 4,36%  |
| Feb  | 1,17%  | 1,56%  | -0,14% | 1,20%  | -0,76% | 4,31%  | 0,76%  | 1,49%  |
| Mar  | -2,25% | 0,33%  | -0,86% | 1,07%  | -1,09% | 6,65%  | -2,90% | -1,37% |
| Apr  | 0,02%  | -2,65% | -0,79% | 2,18%  | 2,33%  | 7,08%  | 1,87%  | -1,56% |
| May  | -1,34% | 3,20%  | 3,43%  | 1,23%  | -2,70% | 1,67%  | 3,29%  | 2,47%  |
| Jun  | 1,95%  | 2,10%  | 0,22%  | 0,03%  | 7,56%  | -3,43% | 0,59%  | 4,74%  |
| Jul  | -2,31% | 2,83%  | 0,76%  | 1,66%  | 4,68%  | 8,14%  | 6,61%  | -4,43% |
| Aug  | -1,32% | -1,16% | 2,02%  | 2,62%  | -2,62% | 3,71%  | -3,09% | 5,49%  |
| Sep  | 1,57%  | 3,16%  | 1,54%  | 0,91%  | 6,66%  | 2,55%  | 3,39%  | 7,49%  |
| Oct  | 2,24%  | -1,98% | 1,76%  | -1,91% | 14,93% | 4,53%  | 2,55%  | 4,58%  |
| Nov  | 1,41%  | 2,41%  | 1,78%  | 6,25%  | -2,87% | -0,80% | -4,90% |        |
| Dec  | 1,61%  | 2,45%  | -0,42% | 0,07%  | 0,42%  | -0,78% | 3,81%  |        |
| Year | 4,60%  | 13,70% | 12,07% | 15,33% | 35,70% | 50,02% | 15,59% | 25,08% |

The performance figures shown on this page are resulted from a backtest applying the presented process on Eurostock 50. They are presented net of fees taking into account - 2% mgt fee - 20% incentive fees over EONIA-0.25% transaction fee.

Hypothetical performance results have many inherent limitations. One of the limitations of hypothetical performance results is that they are generally prepared with the benefit of hindsight.

No representation is being made that you will or are likely to achieve profits or losses similar to those shown. In fact, there are frequently sharp differences between hypothetical performance results and actual results subsequently achieved by any particular trading program.



Cobalt Alternative Investment is an advisory company gathering all the necessary skills and network\* to qualify, design, develop, implement and distribute a new type of innovative and performing investment approaches.

Based on our first quantitative strategy, using the new concept of self-reference hypothesis exhibited by André Orlean, IRMA5, an initial investment program is now promoted with a full transparency policy.



IRMA5 modelizes market consensus through in-depth analysis of the volume of derivatives markets

- buying a CALL can be analyzed as an anticipation of a rising market
- buying a PUT can be analyzed as an anticipation of a falling market

Based on this analysis, which is run daily, IRMA5 detects :

- the probable direction of the market
  - Either in a reversal mode
  - Or in a Trend following mode
- on a middle to long term horizons
- without any prices anticipations

Unlike technical TF\* models which react to prices levels changes with no anticipating ability, IRMA5 predicts the next probable direction of the market

Robust & efficient quantitative behavioral models

- Fully back-tested - No parameters
- Very high level of accuracy :
  - 80 % winning trades ( compared to 35% winning trade for TF models)
  - No trading signal responsible of more than 10 % open losing position

Unlike TF\* models , irma5 does not need leverage to build outstanding returns

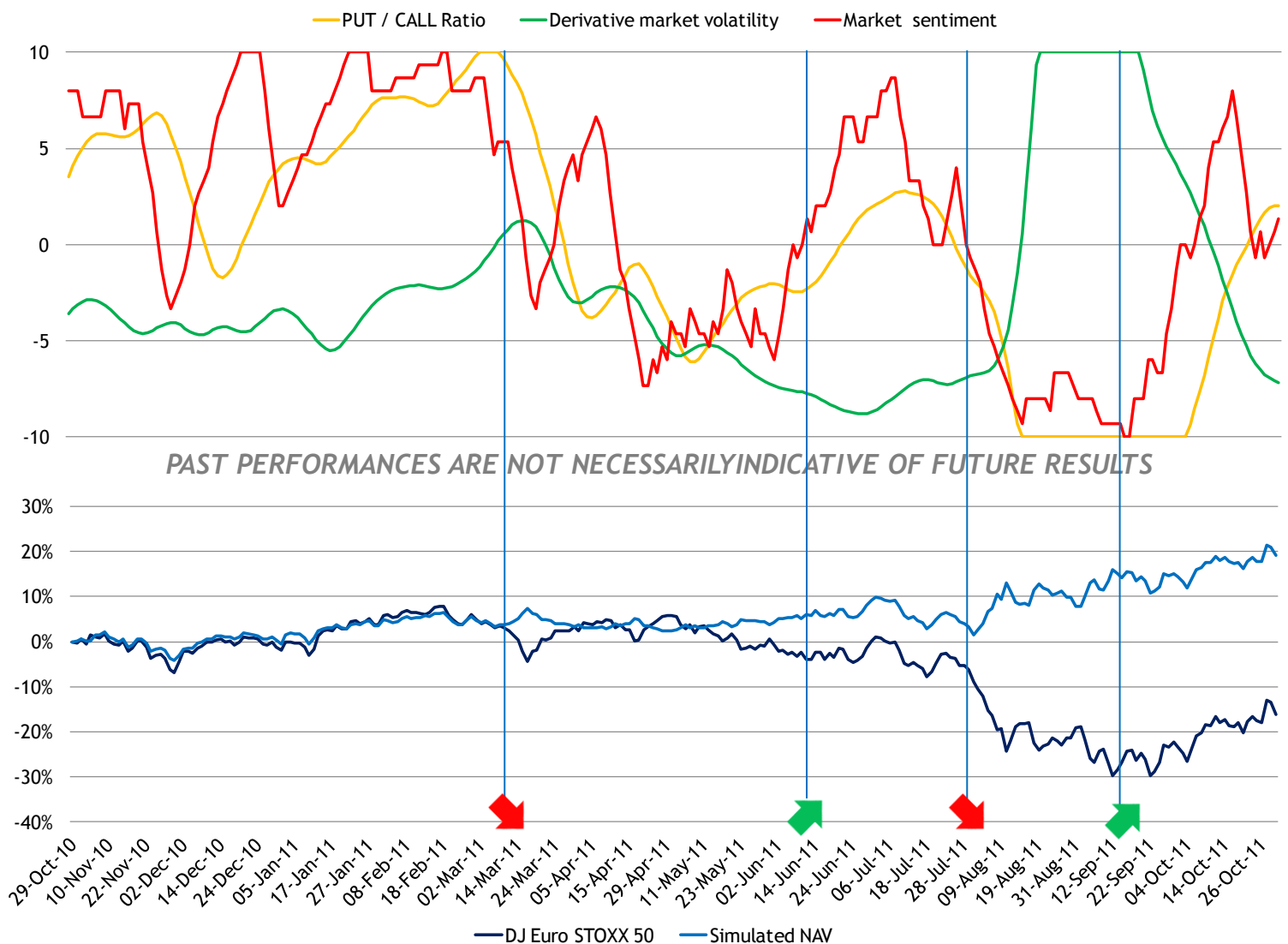
\*COBALT AM advisory Services can be offered only to Professional investors that may - open an account through a prime broker such & use COBALT ALTERNATIVE as advisory services



## IRMA5 Last 12 months, from October, 29 2010 till October, 28 2011

This month, derivative market activity has drop sharply under -5. In the mean time, the market sentiment has bounced above 5. Now it seems to fade and may cause a strong reversal.

| Date                              | Market situation | Main characteristics  | Signal | Leverage | Gross performance | NAV performance |
|-----------------------------------|------------------|---|--------|----------|-------------------|-----------------|
| 2 July 2010                       | Sleep            | Medium derivative market volatility, Falling PUT/CALL ratio, Falling Market Sentiment | BUY    | 0.75     |                   |                 |
| 29 October 2010                   |                  |   |        |          | +16.77%           | +11.80%         |
| 8 March 2011                      | Contrarian sell  | Derivative market volatility > 0, PUT/CALL ratio = 10, Market Sentiment = 10          | SELL   | 0.5      | +7.23%            | +3.16%          |
| 10 June 2011                      | Momentum buy     | Derivative market volatility < -5, Market Sentiment > 0                               | BUY    | 0.75     | -5.09%            | -3.83%          |
| 1 August 2011                     | Momentum sell    | Derivative market volatility < -5, Market Sentiment < 0                               | SELL   | 0.75     | +19.66%           | +13.57%         |
| 14 September 2011                 | Contrarian buy   | Derivative market volatility > 0, PUT/CALL ratio = -10, Market Sentiment = -10        | BUY    | 0.5      | +14.49%           | +6.56%          |
| 29 October 2010 - 28 October 2011 |                  |   |        |          | Unclosed          | Unclosed        |
|                                   |                  |   |        |          |                   | +19.11 %        |



The computation of the NAV takes into account COBALT ALTERNATIVE advisory fees: a 2 % annual rate fee paid monthly & a 20% Incentive fee over EONIA with a high water mark paid quarterly  
 IRMA5 program does not include any leverage : 50% of the assets are invested on money market instrument / 50% are invested on Eurostock 50 market with a long or short position with a leverage ranging from 0 to 1.5 / Stops losses are put in place to prevent any possible loss on trade higher than 5% of the equity / CURRENT implementation is offered using ETF contracts