

Lancer Funds

Found out - specialty firm in NERO
Bernie ~~Bummy~~ Madoff
run

buy basket of ^{opt} stocks w/ hedge on strategy

- Strangles on strategy
- w/ very liquid stocks (i.e., S+P 500)
- trade 1-2 x per month.
- 8-10 yr. perf. history
- disc. brokerage acct.

DIVISION
EXHIBIT

2

doubts abt. how can replicate strategy
articles about this

MAR Hedge

Key is. - If have volume may have feel for float.
to have basket w/ options + ability to get
in + out

Never able to understand nature of return
hard to replicate unless one of the biggest
brokers on wall street.

Leveraged Feeders (1) Fairfield century fund.
(2) Kinggate

Madoff Securities
Manages \$7-12 billion

For volume must
see options on stock
yet never see
them