

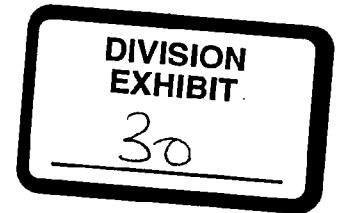
FW: Fairfield and Yeshaya.xls

3/24/2004 5:02:48 PM

From: Walker, Genevieve**To:** Donohue, Mark J. Personal Privacy**Cc:** Wood, Jacqueline [WOODJ@sec.gov]

It appears that Madoff does execute the strategy "equally" among the accounts, treating the sub-accounts of each fund as a separate account for purposes of executing the strategy. According to the strategy, he needs to sell an index call, buy an index put and buy components of the underlying index. However, I'm unclear about how the "collar" works with his strategy because most of the option trades appear to precede the equity transactions. Based on the dates, it looks like he's frontrunning the equities by executing the option portion of the collar *prior* to the equity trades. Logically speaking, if a trader wanted to put on a "collar" position, would he execute the option portion 2-4 days prior to the equity portion of the transaction? Given the volatility factor of the trading involved, I would think not.

-----Original Message-----

From: Walker, Genevieve**Sent:** Wednesday, March 24, 2004 4:52 PM**To:** Walker, Genevieve**Subject:** Fairfield and Yeshaya.xls

	<u>Sub-Account</u>	<u>Account #</u>	<u>Settlement Date</u>	<u>Trade Date</u>
Fund Account				
<i>Fairfield</i>				
Equities	Greenwich Sentry LP	1-G0092-3-0	3-May 6-May 9-May 10-May 20-May 21-May 22-May	30-Apr 1-May 6-May 7-May 15-May 16-May 17-May
Options	Greenwich Sentry LP	1-G0092-4-0	1-May 2-May 7-May 8-May 16-May 17-May 20-May	26-Apr 29-Apr 2-May 3-May 13-May 14-May 15-May
Equities	Fairfield Sentry Ltd.	1-FN012-3-0	3-May 6-May 9-May 10-May 20-May 21-May 22-May	30-Apr 1-May 6-May 7-May 15-May 16-May 17-May
Options	Fairfield Sentry Ltd.	1-FN069-4-0	1-May 2-May 7-May	26-Apr 29-Apr 2-May

8-May
16-May
17-May
20-May

3-May
13-May
14-May
15-May

Yeshaya

Equities

Yeshaya Horowitz

Personal Privacy

3-May
6-May
9-May
10-May
20-May
21-May
22-May

30-Apr
1-May
6-May
7-May
15-May
16-May
17-May

Options

Yeshaya Horowitz

Personal Privacy

1-May
2-May
7-May
8-May
16-May
17-May
20-May

26-Apr
29-Apr
2-May
3-May
13-May
14-May
15-May