



ManyPeaks Absolute Return Strategy

Portfolio Manager Report 2007 2nd Quarter

July 27, 2007

Dear Clients,

The second quarter was extremely robust for many equity investors.

Global stock markets wasted no time to start moving. Fast growing “emerging market” countries like China and Brazil were notching new all-time highs in early April. By mid-month, the U.S. indexes reached fresh highs as well. New upside records around the world occurred almost daily (which CNBC annoyingly labeled “breaking news” every 10 minutes). The upside freight train was finally derailed after Memorial Day, as U.S. markets traded lower along with the first rumblings of subprime mortgage trouble. However, the markets’ early gains were so large that June’s softness still left them in excellent shape.

Teewinot’s ManyPeaks Absolute Return Strategy also posted solid results for our clients.

At +4.7%, we trailed the S&P 500, but beat the Russell 2000 index of small capitalization stocks. Fixed income – as measured by Ten Year Treasury Notes – had a negative total return for the quarter, as their yield rose above 5% for the first time in nearly a year.

<u>Performance Summary</u>				
	ManyPeaks	S&P 500	Russell 2k	10 Yr Tsy
2 nd Qtr	4.7%	6.3%	4.3%	-1.2%
YTD	8.0%	7.0%	6.4%	0.2%

Clients remain firmly on track to meet all three of our stated performance goals:

1. No down years
2. Double digit annual returns
3. Outperform market indexes

As the table shows, the ManyPeaks strategy has experienced no negative months thus far in 2007. Large drawdowns are the enemy of our management style, as they impede – or at least delay – the creation of “new peaks” in the value of your assets.

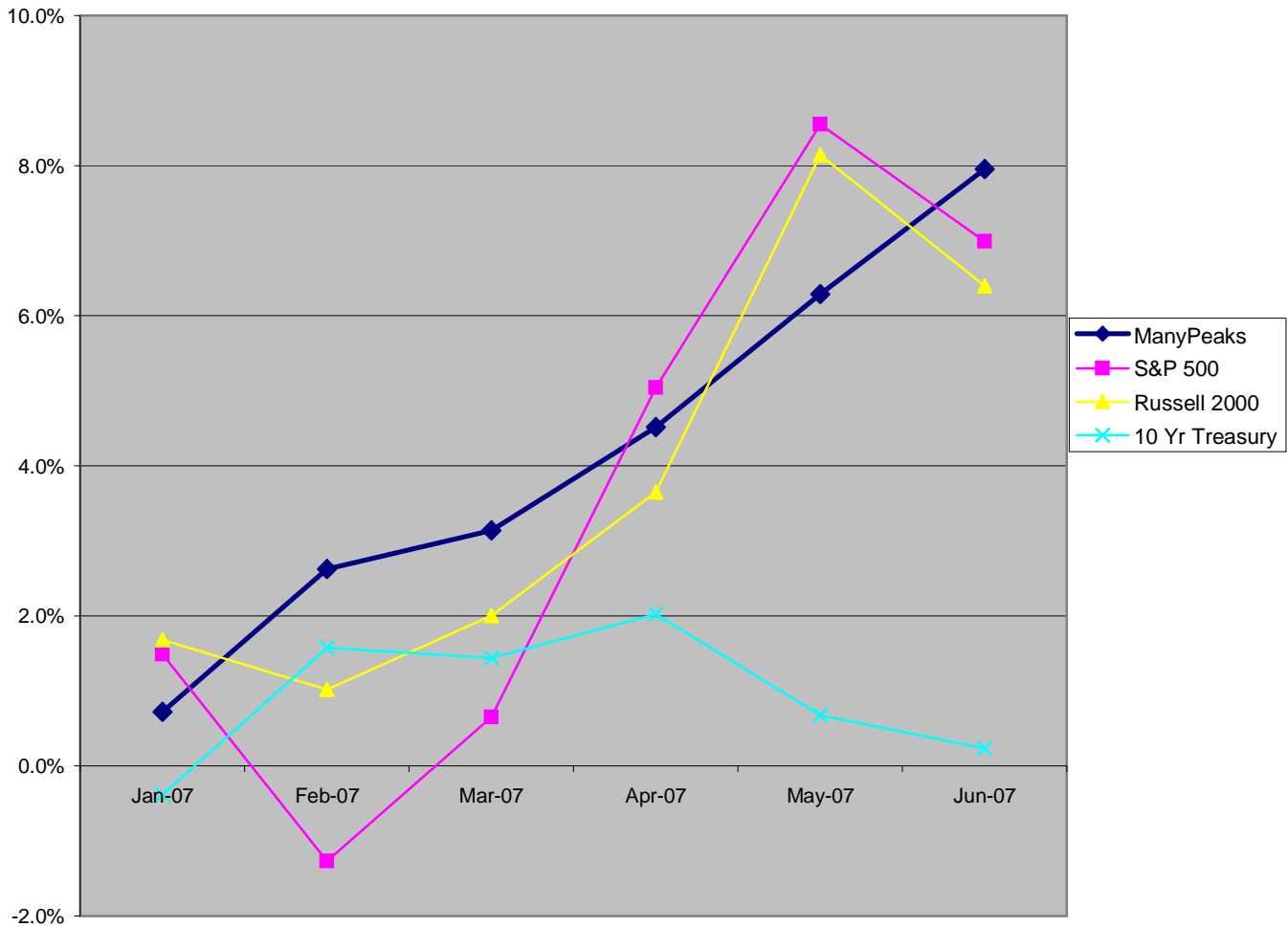
<u>Monthly Returns</u>				
	ManyPeaks	S&P 500	Russell 2k	10 Yr Tsy
Jan	0.7%	1.5%	1.7%	-0.4%
Feb	1.9%	-2.7%	-0.7%	2.0%
April	0.5%	1.9%	1.0%	-0.1%
April	1.3%	4.4%	1.6%	0.6%
May	1.7%	3.3%	4.3%	-1.3%
June	1.6%	-1.4%	-1.6%	-0.4%

As August approaches, global markets have fallen rather sharply. The Russell 2000, which represents companies of similar size to those we actively follow, is now *negative* on the year. The quick deterioration of leading sectors such as financial, metals, & energy stocks is keeping us extra vigilant about protecting your capital. Don't think that we're neglecting your account because it's in 100% cash equivalents at the moment – as an incentively compensated money manager, that is a consciously made decision with everyone's best interests at heart.

Striking a balance between capital preservation and investing in promising new opportunities is what we're all about. Thank you for investing with Teewinot Asset Management.

Bob Woodfor

2007 Year-To-Date Performance



Notes on Performance Calculations

1. ManyPeaks performance is presented **Net of All Fees**
2. ManyPeaks calculations are from results of a single account ("model account"), are measured monthly, rounded to the nearest tenth of a percent, and have been tracked since June 2006.
3. Your account's results may differ from the model for various reasons, including contributing or withdrawing funds during the period and the timing of such contributions or withdrawals versus the timing of individual winning and losing trades/investments made across all accounts.
4. Index returns presented are based on investible Exchange Traded Funds, and include all dividends. The ETF's used in calculations and indexes represented are: SPY (S&P 500), IWM (Russell 2000), & IEF (10 Year Treasury).