



Absolute Return Strategy

Client Letter

3rd Quarter 2009

Teewinot client accounts were flat for the third quarter. Equity markets continued to rise significantly from their 2009 depths.

While remaining open to the possibility that a new bull market has begun, we continue to be concerned about the underpinnings of the strong advance from those lows. One primary reason: much of the move has been a result of the U.S. Dollar moving sharply lower.

We hedged much of our stock exposure during the quarter. This turned out to be a significant drag on performance. Unfortunately, gains made in individual stocks were fully offset. Our discipline has been highly beneficial to clients over time but, in hindsight, has not worked well for much of 2009.

Please examine the chart below, which shows the path of today's S&P 500 index versus other historically meaningful bear markets. The primary theme is that in these situations, stocks tend to go sideways for long periods of time before ever recovering their previous high water marks. This doesn't mean the stock market is destined to crash again, like in 2008. It simply means that the likely path for the next decade is many seemingly meaningful up and down moves without a lot of net progress.

Our investment strategy for clients has produced positive results and soundly beaten stock index returns since inception. We fully intend to continue that trend. Most recently, in October, clients were up .9%, while the S&P lost 1.8% and the Russell lost 6.3%. Short-term results will always fluctuate, but please examine our firm's Fact Sheet to see how our strategy has performed throughout this tumultuous multi-year phase.

I remain extremely confident investing my capital alongside yours.

Buckner Woodford V, CFA

<u>Q3 2009</u>		
Clients	S&P 500	Russell 2000
0.0%	+14.1%	+17.9%
<u>2009 YTD</u>		
Clients	S&P 500	Russell 2000
-5.2%	+17.4%	+22.5%
<u>Since Inception (June 2006)</u>		
Clients	S&P 500	Russell 2000
+16.9%	-10.8%	-13.2%



Disclosures

1. Absolute Return Strategy calculations are derived from results of a single account following our Absolute Return Strategy. Because our block trades are allocated according to each account's Net Liquidation Value, we believe it closely represents the long-term performance that any account would have experienced over the given timeframe. We refer to this as a "Typical Account."
2. The specific account that represents our Typical Account was Teewinot's first under management.
3. Returns are time-weighted, measured monthly, and rounded to the nearest tenth of a percent for presentation.
4. Absolute Return Strategy performance is calculated **net of** Teewinot Asset Management's fees.
4. Index returns are derived from appropriate Exchange Traded Funds, and include all dividends. The indexes and ETF's used in calculations are: S&P 500 (SPY) and Russell 2000 (IWM).
5. Individual results may differ from the Typical Account for various reasons, including but not limited to: contributions or withdrawals of funds during reporting periods, the timing of such contributions or withdrawals, and imprecise share allocation of block trades across all accounts following Teewinot's Absolute Return Strategy.
6. Past performance is not necessarily indicative of future results.
7. The data herein is for informational purposes only, and gathered from sources deemed reliable; however, are not represented to be error free.

Teewinot Asset Management

Absolute Return Strategy

October 2009

Investment Objective

We seek to achieve superior long-term returns by actively managing a portfolio of exchange-listed equity securities.

We use fundamental research to select candidates for the portfolio, and technical/trend analysis to determine market exposure levels and make specific entry & exit decisions. While aiming to maximize returns, our strategy places specific importance on preserving capital during down markets.

Performance Goals

1. No negative years
2. Double-digit returns for clients
3. Outperform market benchmarks

Assets Under Management

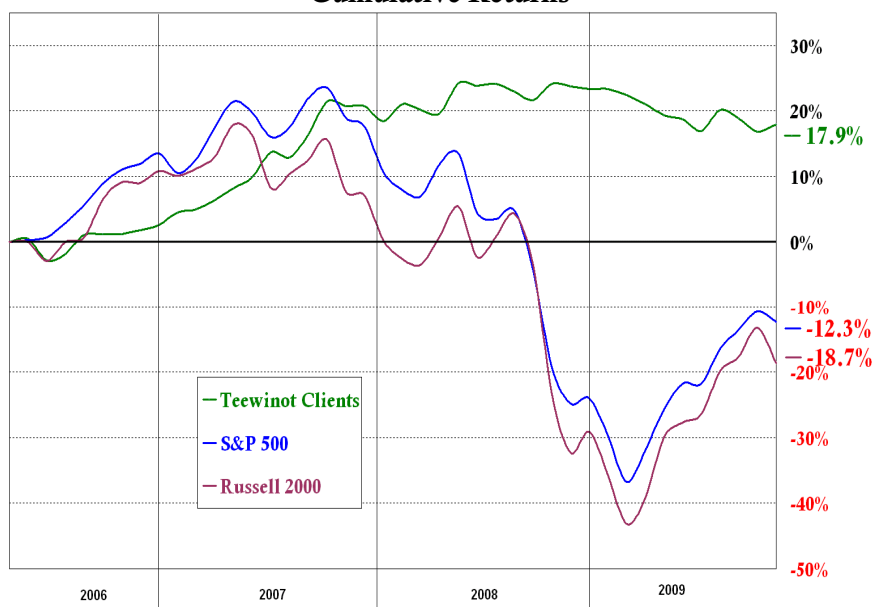
\$4.4 million

Performance (Net of Fees)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2009	0.0%	-0.7%	-1.2%	-1.4%	-0.5%	-1.5%	2.8%	-1.1%	-1.7%	0.9%			-4.4%
2008	-1.9%	2.2%	-0.7%	-0.4%	3.9%	-0.3%	0.2%	-1.0%	-1.1%	2.1%	-0.3%	-0.3%	+2.2%
2007	0.7%	1.9%	0.5%	1.3%	1.7%	1.6%	3.5%	-0.7%	3.1%	4.3%	-0.6%	0.0%	+18.5%
2006						0.5%	-3.3%	1.0%	3.1%	0.1%	0.0%	0.7%	+1.8%

Statistics	Teewinot Clients	S&P 500	Russell 2000
Cumulative Return	17.9%	-12.3%	-18.7%
Annual Return	4.9%	-3.8%	-5.9%
Average Month	0.4%	-0.2%	-0.3%
Standard Deviation	1.7%	5.0%	6.4%
Best Month	4.3%	9.2%	15.1%
Worst Month	-3.3%	-15.7%	-20.5%

Cumulative Returns



Investment Information

Portfolio Manager: Buckner Woodford V, CFA
 Structure: Separately Managed Accounts
 Advisory Fees: 1.5% Management
 20% Performance Incentive

Accredited Investors Only

\$100,000 Minimum



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