
From: Lesley Groff <[REDACTED]>
Sent: Thursday, March 20, 2014 4:48 PM
To: Jeffrey Epstein
Subject: Fwd: ATorus Daily Portfolio Report 3/17 & 3/18
Attachments: Atorus_BacktestNAV_031714.pdf; Untitled attachment 00143.htm;
Atorus_BacktestNAV_031814.pdf; Untitled attachment 00146.htm

With these (as with all securities) we will never monetize =eak P&L. However, we will realize a significant portion of =t.

2) While this increase in realized volatility does not cause =n immediate change in our directional bias, our system does in fact =ecome 'more sensitive' and eventually causes us to change and =ealize P&L and eventually to take the other side of the =rade.

3) An increase in volatility in a security but particularly =cross a sector can be a signal for a change in overall sector market =eadership. One of the reasons we trade such a large opportunity =et is so that we are positioned to monetize strong moves in other =ectors without having to arbitrarily and in the case of many asset =anagers 'randomly' pick them. Our methodology's strong win =atio and profit factor allows us to stay in a wide variety of sectors =ithout experiencing significant drawdowns and monetizing winners big =nd small.

In summary, we keep losers small, monetize P&L in =inners and three, six or twelve months from now we will likely be =aving the same conversation albeit about a different sector, for =example, 'materials.'

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Best Regards,

Michael J. Fowler
[REDACTED]

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