

About the Portfolio

Description

The 361 Multi-Strategy ETF Portfolio attempts to capture the returns of a select group of top-performing hedge fund managers. The premise behind the portfolio is that much of the managers' returns are generated through various risk exposures that can be measured and implemented by means of less expensive, liquid, and exchange-traded instruments. These typically include returns attributable to market movement as well as timing. Our proprietary multi-factor model is used to determine the underlying risk exposures while certain constraints are used to maintain the desired risk and return targets.

Summary

The 361 Multi-Strategy ETF Portfolio employs a replication strategy that attempts to replicate the returns of our top-quartile performing Institutional Hedge Fund Portfolio. This portfolio of ETFs provides exposure to domestic and foreign equities, fixed income, currencies, and commodities.

Highlights

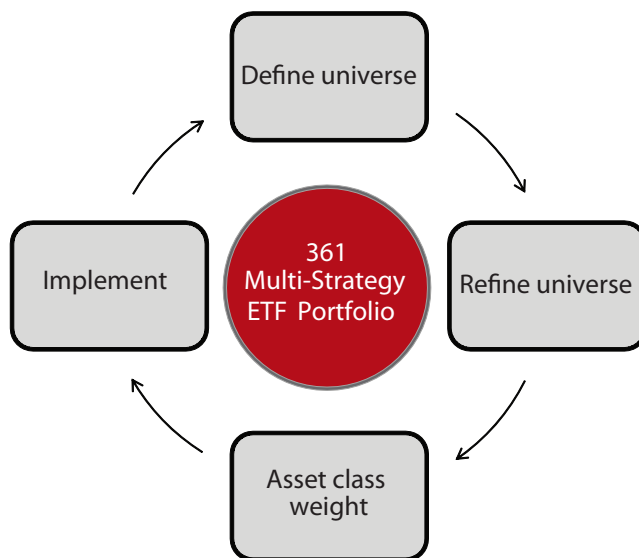
Fund Inception:	1/1/2010
Benchmark:	HFRX Global Hedge Fund Index
Minimum Investment:	\$100,000
Custodians:	Schwab Fidelity TD Ameritrade Trust Company of America

Investment Process

361 Capital's four step multi-strategy investment process includes:

- 1. Define a universe** of equity hedge fund managers
- 2. Refine this universe** using our proprietary quantitative models to screen for top-quartile hedge fund managers
- 3.** Apply our proprietary replication model to determine appropriate **asset class weightings** and market exposures
- 4.** Tactically **implement** with ETF's to track beta* exposures of top-quartile managers determined by our model

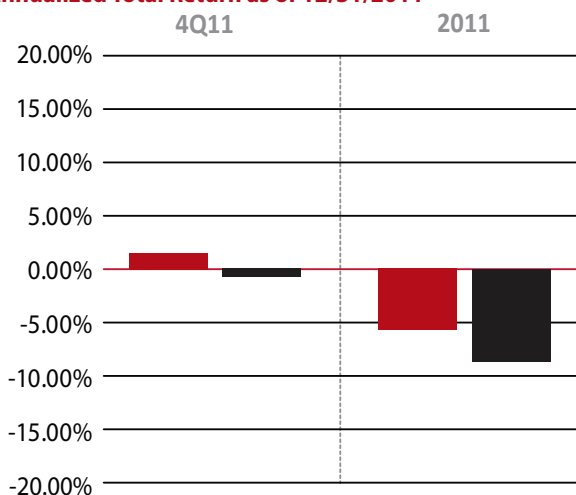
The 361 Multi-Strategy ETF Portfolio offers access to hedge fund strategies, but with lower fees, daily liquidity, and transparency.



*Beta measures the sensitivity of rates of portfolio return to movements in the market. A portfolio's beta measures the expected change in return per 1% change in the return on the market. If the beta of a portfolio is 1.5, a 1 percent increase in the return of the market will result, on average, in a 1.5 percent increase in the return on the portfolio. The converse would also be true.

Performance

Annualized Total Return as of 12/31/2011



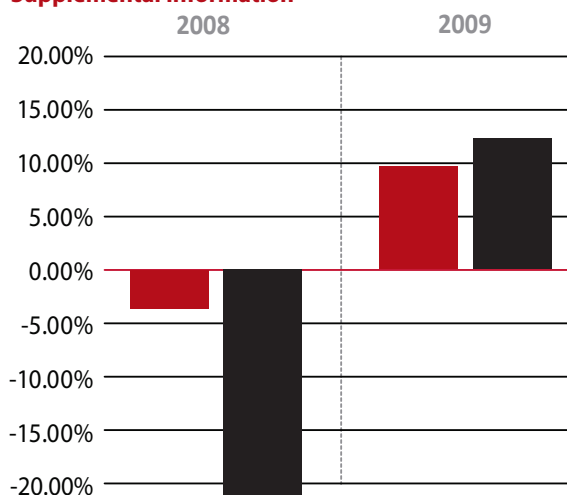
	4Q11	2011	2010
361 Multi-Stragey ETF Portfolio	1.09%	-5.62%	3.62%
HFRX Global Hedge Index	-0.56%	-8.92%	5.19%

Volatility measured by Standard Deviation

	2011	2010	Since Inception
361 Multi-Stragey ETF Portfolio	6.26%	4.02%	5.33%
HFRX Global Hedge Index	4.89%	4.63%	5.12%

Net of 75 basis points annual management fee.

**2008 and 2009 Returns - Back Test
Supplemental Information**



	2008	2009
361 Multi-Stragey ETF Portfolio	-3.40%	10.20%
HFRX Global Hedge Index	-23.65%	13.40%

Net of 75 basis points annual management fee.

Back tested performance is NOT an indicator of future actual results. The results reflect performance of a strategy not [historically] offered to investors and do not represent returns that any investor actually attained. Back tested results are calculated by the retroactive application of a model constructed on the basis of historical data and based on assumptions integral to the model which may or may not be testable and are subject to losses.

General assumptions include: 361 Capital would have been able to purchase the securities recommended by the model and the markets were sufficiently liquid to permit all trading. Changes in these assumptions may have a material impact on the back tested returns presented. Certain assumptions have been made for modeling purposes and are unlikely to be realized. No representations and warranties are made as to the reasonableness of the assumptions. This information is provided for illustrative purposes only.

Back tested performance is developed with the benefit of hindsight and has inherent limitations. Specifically, back tested results do not reflect actual trading or the effect of material economic and market factors on the decision-making process. Since trades have not actually been executed, results may have under- or over-compensated for the impact, if any, of certain market factors, such as lack of liquidity, and may not reflect the impact that certain economic or market factors may have had on the decision-making process. Further, back testing allows the security selection methodology to be adjusted until past returns are maximized. Actual performance may differ significantly from back tested performance.

HFRX Global Hedge Index is designed to be representative of the overall composition of the hedge fund universe. It is comprised of all eligible hedge fund strategies; including but not limited to convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The strategies are asset weighted based on the distribution of assets in the hedge fund industry. An index is not available for direct investment.

The HFRX index returns are provided to represent the investment environment existing during the time periods shown. For comparison purposes, the index is fully invested, which includes the reinvestment of dividends and capital gains. The returns for the index do not include any transaction costs, management fees or other costs. Composition of each individual portfolio may differ from securities in the corresponding benchmark index. The index is used as a performance benchmark only, 361 Capital does not attempt to replicate an index.

Standard Deviation measures historical volatility. Higher standard deviation implies greater volatility.

Past performance is not necessarily an indication of future results. The performance reflects the reinvestment of all dividends and income.

Returns are expressed in U.S. dollars.

361 Capital claims compliance with the Global Investment Performance Standards (GIPS®).

For the purpose of complying with the GIPs standards, the firm is defined as 361 Capital LLC, an independent investment advisor registered under the Investment Advisers Act of 1940. For a complete list and description of composites and/or a presentation that complies with the requirements of the GIPS standards contact 361 Capital at (303) 224-3900 or 361info@361capital.com.