

Strategy Objective: Generate a fixed return of 8% per year with limited risk.

Strategy Highlights

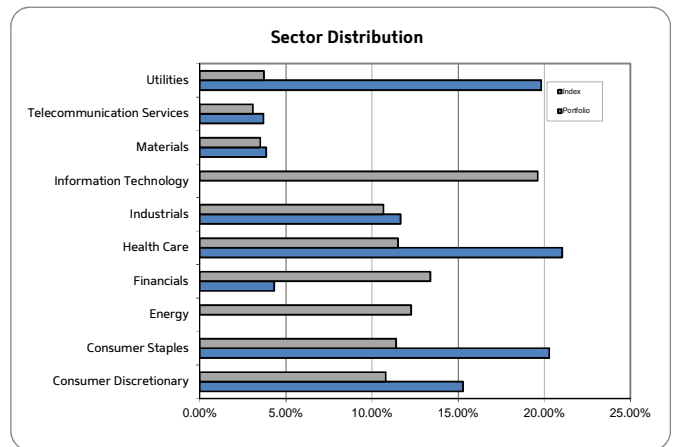
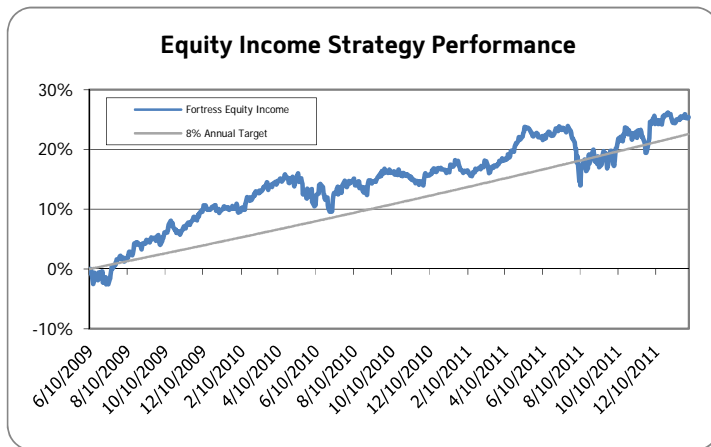
- > An alternative to low-yielding fixed income investments.
- > Disciplined investment process consistently positions in a portfolio of 30 high quality stocks at attractive valuations.
- > Put and call options structured around core portfolio significantly reduce downside risk, and generate income.
- > Portfolio has operational characteristics comparable to or better than the market, usually at a valuation discount.
- > Strategy systematically adjusts portfolio composition in response to changing fundamentals and market prices.
- > Strategy employs no leverage and no short-selling.

Returns

Strategy return since inception (6/11/09):	8.94%	compound annual
Target return since inception:	8.00%	compound annual

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Target YTD
2012	-0.39%												-0.39%	0.66%
2011	-0.14%	0.40%	0.50%	2.93%	1.43%	0.20%	-1.01%	-1.45%	-1.04%	3.30%	1.61%	1.03%	7.90%	8.00%
2010	0.33%	1.28%	1.99%	0.81%	-1.68%	-2.39%	3.35%	-1.17%	3.41%	-0.17%	-1.75%	2.33%	6.30%	8.00%
2009						-1.00%	2.68%	2.30%	1.38%	0.58%	2.02%	1.47%	9.76%	4.40%

* Returns are shown gross of fees but net of withholding tax



Top Holdings

Baxter	4.06%	Medtronic Inc	3.79%
Wisconsin Energy	3.98%	Wal-Mart Stores	3.76%
Gap Inc	3.87%	Aflac Inc	3.70%

Characteristics

	Portfolio	S&P 500
Price / Earnings Ratio	12.8	13.6
Price / Book Ratio	2.4	3.1
Return on Equity	20.0%	23.4%

Manager Commentary

The strategy declined 0.39% during the month, as a clear rotation occurred in January out of the defensive stocks that had done well into the end of 2011. Stronger economic data out of the US and a return to short-term stability in the European banking system seemed to boost investor confidence generally as equities showed strong gains, led by financials. We increased hedges during the month, in response to what we perceive as an increase in short term risk. No changes were made to the underlying portfolio during the month.

How to invest

The Fortress Global Strategies are offered on a segregated basis for a minimum investment of US\$2 million. This provides investors full transparency to see portfolio positioning and activity. Management fees are 0.7% - 1.1% of assets, depending on account size. This, and the other 2 Fortress Global Strategies, make up a significant portion of the **Fortress Global Value Fund**, which has a minimum investment of only US\$5,000. *Please contact us directly for more information.*

Strategy Objective: Generate consistent returns with limited risk in US large cap equities.

Strategy Highlights

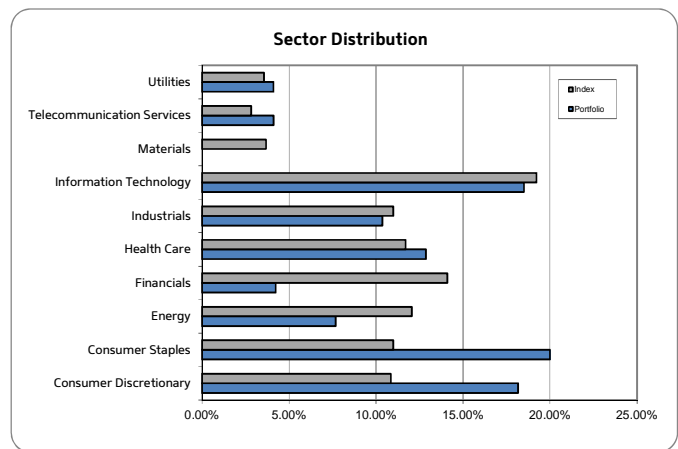
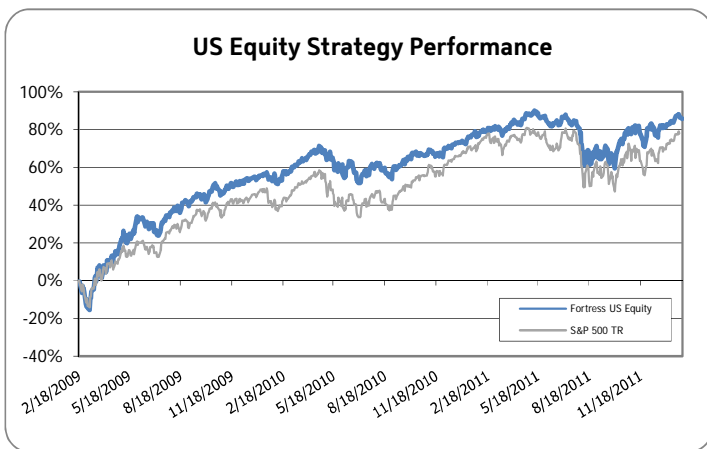
- > Earn equity returns with limited risk.
- > Disciplined investment process consistently positions in a portfolio of 30 stocks that offer the best value in the market.
- > Portfolio has operational characteristics comparable to or better than the market, usually at a large valuation discount.
- > Strategy systematically adjusts portfolio composition in response to changing fundamentals and market prices.
- > Tactical risk management around core portfolio aims to reduce volatility and protect downside.
- > Strategy employs no leverage and no short-selling.

Returns

Strategy return since inception (2/18/09):	23.31%	compound annual
Index return since inception:	21.36%	compound annual

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Index YTD
2012	2.43%												2.43%	4.48%
2011	1.95%	2.64%	0.86%	3.11%	-0.60%	-0.89%	-2.23%	-5.60%	-4.85%	9.81%	0.92%	0.42%	4.77%	2.11%
2010	-0.39%	2.54%	4.70%	2.19%	-4.33%	-4.86%	4.49%	-3.48%	7.46%	0.70%	-0.63%	4.58%	12.82%	15.11%
2009		-6.00%	8.23%	14.31%	10.79%	0.37%	4.80%	4.38%	2.49%	0.52%	3.39%	1.78%	53.35%	44.18%

* Returns are shown gross of fees but net of withholding tax



Top Holdings

Intel Corp	4.44%	Abbott Laboratories	4.08%
Hewlett-Packard	4.40%	Sysco Corp	4.01%
Microsoft Corp	4.35%	CVS Caremark	3.84%

Characteristics

	Portfolio	S&P 500
Price / Earnings Ratio	10.7	13.6
Price / Book Ratio	2.1	3.1
Return on Equity	21.0%	23.4%

Manager Commentary

The strategy gained 2.43% during the month, lagging the 4.48% gain shown by the S&P 500 index. Financials rallied strongly during January, spurred on by "stronger" economic news out of the US and a reprieve in the panic coming out of Europe. Financials were the worst performers in the market in 2011, and that would normally make them relatively more attractive. Unfortunately, so far their balance sheet problems have persisted and earnings quality is not yet high. The strategy currently holds very few financials and may therefore lag further if strength in the sector persists. We are finding plenty of other companies with less balance sheet risk at attractive valuations, though short term risk in the market at a whole has risen along with recent gains.

How to invest

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Strategy Objective: Generate consistent returns with limited risk in non-US large cap equities.

Strategy Highlights

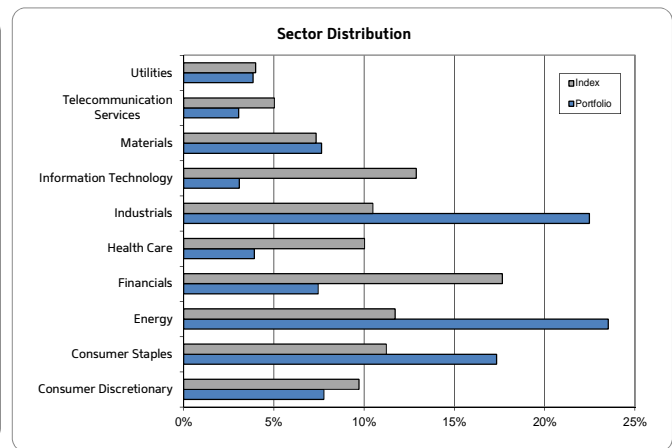
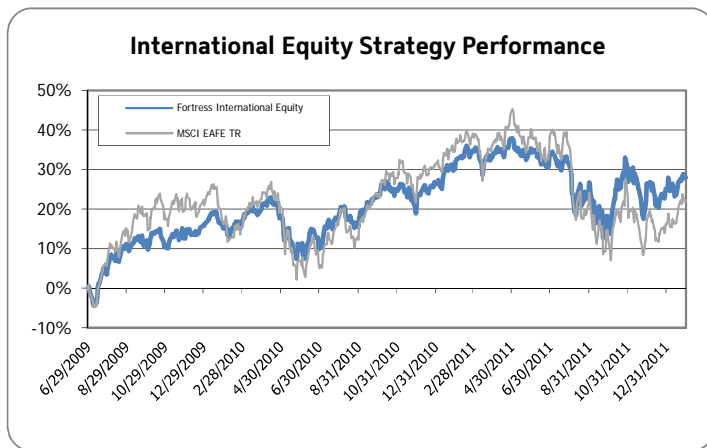
- > Earn equity returns with limited risk.
- > Disciplined investment process consistently positions in a portfolio of 30 stocks that offer the best value in the market.
- > Portfolio has operational characteristics comparable to or better than the market, usually at a large valuation discount.
- > Strategy systematically adjusts portfolio composition in response to changing fundamentals and market prices.
- > Tactical risk management around core portfolio aims to reduce volatility and protect downside.
- > Strategy employs no leverage and no short-selling.

Returns

Strategy return since inception (6/30/09):	9.98%	compound annual
Index return since inception:	8.06%	compound annual

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Index YTD
2012	2.36%												2.36%	5.35%
2011	3.02%	3.53%	-1.19%	3.38%	-1.74%	-1.01%	-1.71%	-3.74%	-7.86%	11.55%	-2.94%	-1.11%	-1.09%	-11.73%
2010	-0.91%	1.03%	3.26%	-1.79%	-5.94%	-0.90%	6.97%	-1.83%	6.55%	1.53%	-4.79%	6.27%	8.76%	8.21%
2009						-0.39%	5.93%	5.36%	0.76%	-1.15%	1.69%	3.20%	16.21%	21.62%

* Returns are shown gross of fees but net of withholding tax



Top Holdings

ENI SpA	3.90%	Royal Dutch Shell	3.59%
BAE Systems	3.76%	Yara International	3.58%
Koninklijke Ahold	3.63%	Compass Group	3.58%

Characteristics

	Portfolio	Index
Price / Earnings Ratio	8.2	12.9
Price / Book Ratio	1.7	2.54
Return on Equity	19.8%	19.0%

Manager Commentary

The strategy gained 2.36% during the month, lagging the broad market which rallied substantially, with the MSCI EAFE index up 5.35%. Financial shares led the gains as they collectively channelled Monty Python and shouted, "We're not dead yet!". Stability in the European banking system engendered by recent ECB moves has taken some short term panic out of the market, and led to rallies of 50% or more in some of the most stressed bank stocks over the past few weeks. The strategy has only very limited holdings in this sector as their poor fundamentals do not currently meet the criteria we search for. Europe has many companies trading at good valuations and in spite of economic difficulties, we see good potential for equity returns there.

How to invest

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Fund Objective: Generate consistent returns with limited risk in global markets.

Fund Highlights

- > Unique mix of strategies and managers from around the world.
- > Fund is approximately 50% invested in 3 Fortress Global Strategies - US Equity, International Equity, Equity Income.
- > Specialist value managers in areas such as Asian equities and commodities complement internally-run strategies.
- > Tactical risk management around core portfolio aims to reduce volatility and protect downside.
- > Monthly valuation and liquidity. Fund is offshore - domiciled in British Virgin Islands.

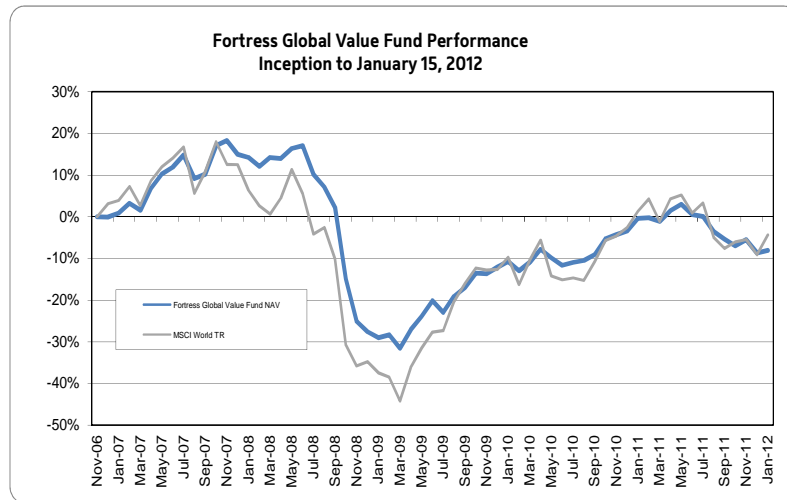
Returns

(to 15th of each month)

Fund return since inception (11/30/06):	-1.63%	compound annual
Index return since inception:	-0.86%	compound annual

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Index YTD
2012	0.65%												0.65%	5.24%
2011	3.12%	0.16%	-0.88%	2.59%	1.55%	-2.38%	-0.47%	-3.64%	-1.93%	-1.66%	1.62%	-3.39%	-5.45%	-6.74%
2010	1.57%	-2.52%	2.40%	3.47%	-2.28%	-1.91%	0.75%	0.52%	1.60%	4.18%	1.03%	0.91%	9.89%	11.57%
2009	-1.95%	0.99%	-4.50%	6.53%	4.26%	4.98%	-3.49%	5.01%	2.58%	4.18%	-0.19%	1.82%	21.36%	33.86%
2008	-0.63%	-1.90%	-1.92%	-0.21%	2.12%	0.56%	-5.88%	-2.75%	-4.64%	-16.71%	-12.02%	-3.27%	-37.01%	-41.99%
2007	0.96%	2.32%	-1.58%	5.19%	3.20%	1.45%	2.64%	-4.96%	0.99%	6.19%	1.07%	-2.81%	15.06%	9.09%

* Returns are shown net of fees and withholding tax



Largest Strategy / Manager Allocations

Fortress International Equity Strategy	23.0%
Fortress Equity Income Strategy	19.8%
OAM European Value Fund	10.6%
Fortress US Equity Strategy	8.5%
Third Avenue Value Fund	8.4%
OAM Asia Recovery Fund	5.5%
Sprott Offshore Fund	5.3%
Templeton Latin America Fund	4.1%
Templeton Emerging Markets Fund	3.3%
Cash	8.4%

Manager Commentary

The Fund advanced 0.65% in the month ended January 15, behind the broad equity markets globally as they rallied strongly. Our core strategies lagged the market's move higher as it was led by cyclical sectors and weak financials where we have limited exposure. In addition, some of the Fund's external allocations which are valued monthly had weak December 31 results. OAM was flat or down slightly in December and Sprott was down 12% during the month. We expect better results from the full month of January, which will be seen in the Fund's Feb 15 NAV. On the positive side, Third Avenue has rallied well off the lows, and the Fund's emerging markets investments performed well in January. Recent actions by the European Central Bank have removed some of the immediate panic from the markets. Valuations are good in many sectors and regions around the world, and easy monetary policy should support markets over time.

How to invest

The Fortress Global Value Fund may be purchased directly from the Fund's administrator, ATU Fund Administrators (BVI). Please see our website for more information, or contact us directly. The minimum purchase is US\$5,000. The Fund's NAV is reported monthly, as of the 15th of each month. Quarterly commentaries and the prospectus are also available on our website.

The Fund's management fee is 0.90% of net assets per year, inclusive of all strategies managed by Fortress companies. The Fund may incur additional management fees charged by third party managers.