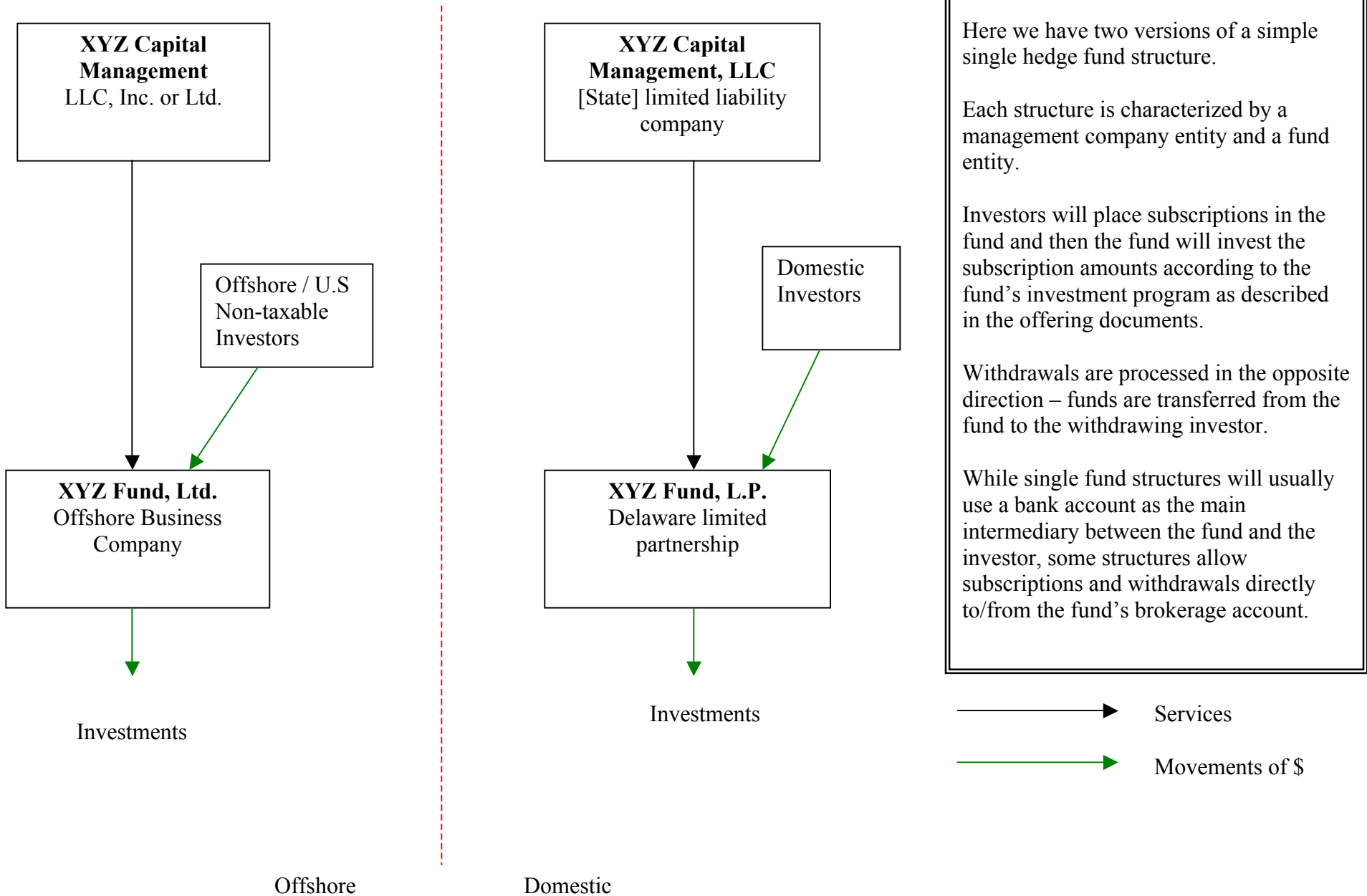


COLE-FRIEMAN & MALLON LLP



Sample Single Hedge Fund Structure

Here we have two versions of a simple single hedge fund structure.

Each structure is characterized by a management company entity and a fund entity.

Investors will place subscriptions in the fund and then the fund will invest the subscription amounts according to the fund's investment program as described in the offering documents.

Withdrawals are processed in the opposite direction – funds are transferred from the fund to the withdrawing investor.

While single fund structures will usually use a bank account as the main intermediary between the fund and the investor, some structures allow subscriptions and withdrawals directly to/from the fund's brokerage account.