

From: Richard Kahn <[REDACTED]>

To: "jeffrey E." <jeevacation@gmail.com>

Subject: Highbridge Capital Corp

Date: Mon, 09 Jun 2014 17:51:59 +0000

Attachments: SHBRK_Scann14060913190.pdf

Currently, as of May 31 2014, you have two separate investments in Highbridge Capital Corp with the following balances:

Southern Financial:	20,472,425
Haze Trust:	<u>37,903,950</u>
Total Invested in Highbridge:	58,376,375

Upon reviewing page 1 of attached PDF (monthly & annual investment returns) I was concerned that the past 4 years have not been their typical strong performance.

2014	2.92% ytd thru May 31st
2013	7.08%
2012	9.77%
2011	(5.12%)
2010	3.99%

Upon further review of quarterly verification summaries (pages 2-5 of attached) i was concerned that the withdrawals payable as a % of total assets from the master fund has been increasing for the past 4 quarters:

3/31/2014	10.9%
12/31/2013	8.5%
9/30/2013	6.6%
6/30/2013	4.5%

Jeanne and I called our contact at Highbridge (Barbara Donahue) who said that the withdrawals are higher than normal and may be a result of new PM's hired.

I also verified that redemption process which is as follows: Feb, May, Aug & November of each year with 45 days written notice.

Note:

- 1) FTC invested \$25,044,521 on 1/11/2001 and pulled out \$25,000,000 in 2/28/2006
- 2) Haze invested \$10,041,666 on 4/20/1999 and no money has been pulled out

Please advise

Richard Kahn
HBRK Associates Inc.
575 Lexington Avenue 4th Floor
New York, NY 10022
tel 212-971-1306
fax 646-350-0954
cell 917-414-7584

Begin forwarded message:

From: [REDACTED]
Subject: Message from KMBT_C253
Date: June 9, 2014 at 1:19:17 PM EDT
To: [REDACTED]
Reply-To: [REDACTED]