

VERTEX GROWTH FUND

Second Quarter Report, 2010

This is the funds 2nd quarter of operations in a new calendar year and we were able to have positive performance so far in a very volatile year. The European crisis has been the main focus for investors and ourselves as we are keying on lower tier nations being able to roll over their debt. We sold 40% of our holdings in the down draft of the 2nd quarter and have currently deployed half of those proceeds in more income focused investments. The spread of corporate yields over government is the most attractive it has been in decades which in the current low c.p.i. (consumer price index) environment should bode well for income producing assets. We will use the present environment to pounce on any exceptional opportunities that we see to deploy our cash position.

For details on asset allocation and strategy please download the Fund Fact Sheet from our website www.vertexone.com.

Vertex One Asset Management