

ENHANCED REAL ABSOLUTE RETURNS

*Commodities & Hedge Funds Combined with Global Equity Market Indices
available in \$USD, £GBP and €EURO.*

CASTLESTONE
MANAGEMENT



Enhanced Real Absolute Returns- Introduction

1. Benchmarked against the outperformance of the Federal Funds Rate + US CPI All Urban Users (CPI-U) - Castlestone will actively manage the exposure between Commodity Indices, Hedge Fund Indices and Global Equity Market Indices.
2. Actively Managed Combination:
 - (i) Commodity (GSCI)/Hedge Fund Indices: Set at 50% of Net Asset's,
 - (ii) Global Equity Market Indices: Set at 0% or 50% of Net Asset's.
3. Automatic stop-loss for Global Equity Market Indices provides downside protection. (Stop-loss set at 4.00%)
4. Annualized returns of 11.35% since January 2000
5. No Management Fee is paid to the Investment Manager. Performance Fee Only.



The Case for Commodities

PORTFOLIO FACTORS

1. Portfolio diversification benefits
2. Low to negative correlation to stocks and bonds
3. Inflation and event risk hedge
4. Commodity futures (fully collateralized) have exhibited equity like returns with less volatility

MACRO FACTORS

1. Expanding global demand and industrialization driven by emerging market growth
2. Underinvestment in infrastructure and capacity over prior decades
3. Reflationary environment



Investment Instruments

1. GSCI is a leading global commodity benchmark. World-production weighted index of 24 commodities. Composition of index designed to maximize liquidity and investability. Weightings rebalanced on an annual basis.
2. DJ-AIGCI: Provide a diversified commodities index with weightings based on the economic significance of individual components, while maintaining low volatility and sufficient liquidity.
3. Financial theory has shown that traditional investment funds have a fairly low probability, on average, of outperforming their benchmark index. Investing in a Hedge Fund Index provides an easy and cost-effective way to gain exposure to Hedge Funds. CSFB/Tremont Hedge Fund Index; Dow Jones Hedge Fund Index; and MSCI Hedge Invest Index.



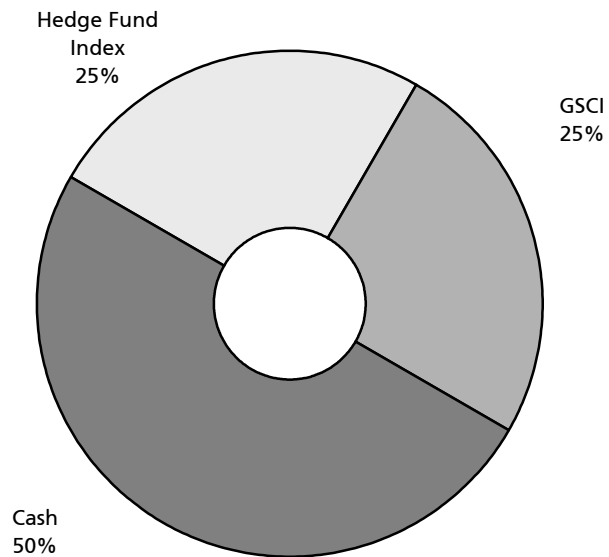
GSCI, Van Int'l Hedge Fund Index, S&P 500 - Returns

Year	GSCI	Van Int'l Hedge Fund Index	S&P 500
1991	-2.31%	29.50%	26.31%
1992	4.42%	17.10%	4.46%
1993	-12.33%	38.90%	7.10%
1994	5.29%	-0.20%	-1.54%
1995	20.33%	12.20%	34.11%
1996	33.92%	17.90%	20.26%
1997	-14.07%	8.00%	31.01%
1998	-35.75%	-2.00%	26.67%
1999	40.92%	36.40%	19.53%
2000	49.74%	4.80%	-10.14%
2001	-31.93%	7.20%	-13.04%
2002	32.07%	0.50%	-23.37%
2003	20.72%	17.30%	26.38%
2004	17.28%	7.20%	8.99%
2005	25.55%	9.60%	3.00%
CORRELATION GSCI/VLHF INDEX VERSUS S&P 500			0.012

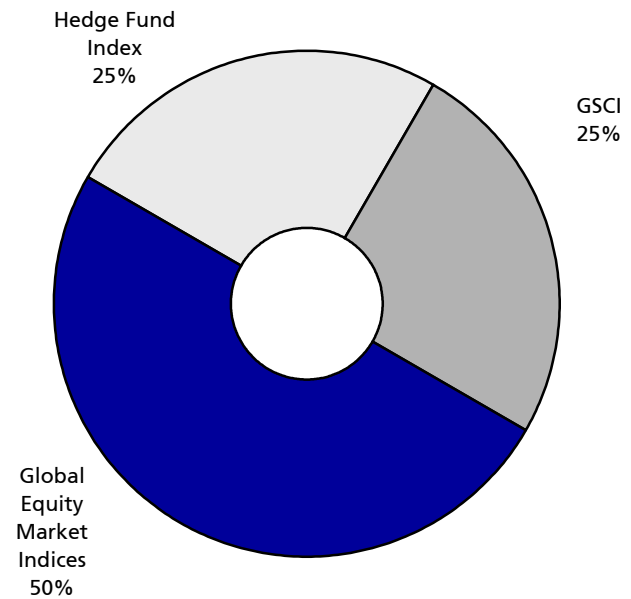


Active Portfolio Allocation Guidelines

Portfolio: Neutral/Negative Outlook on Equities Markets

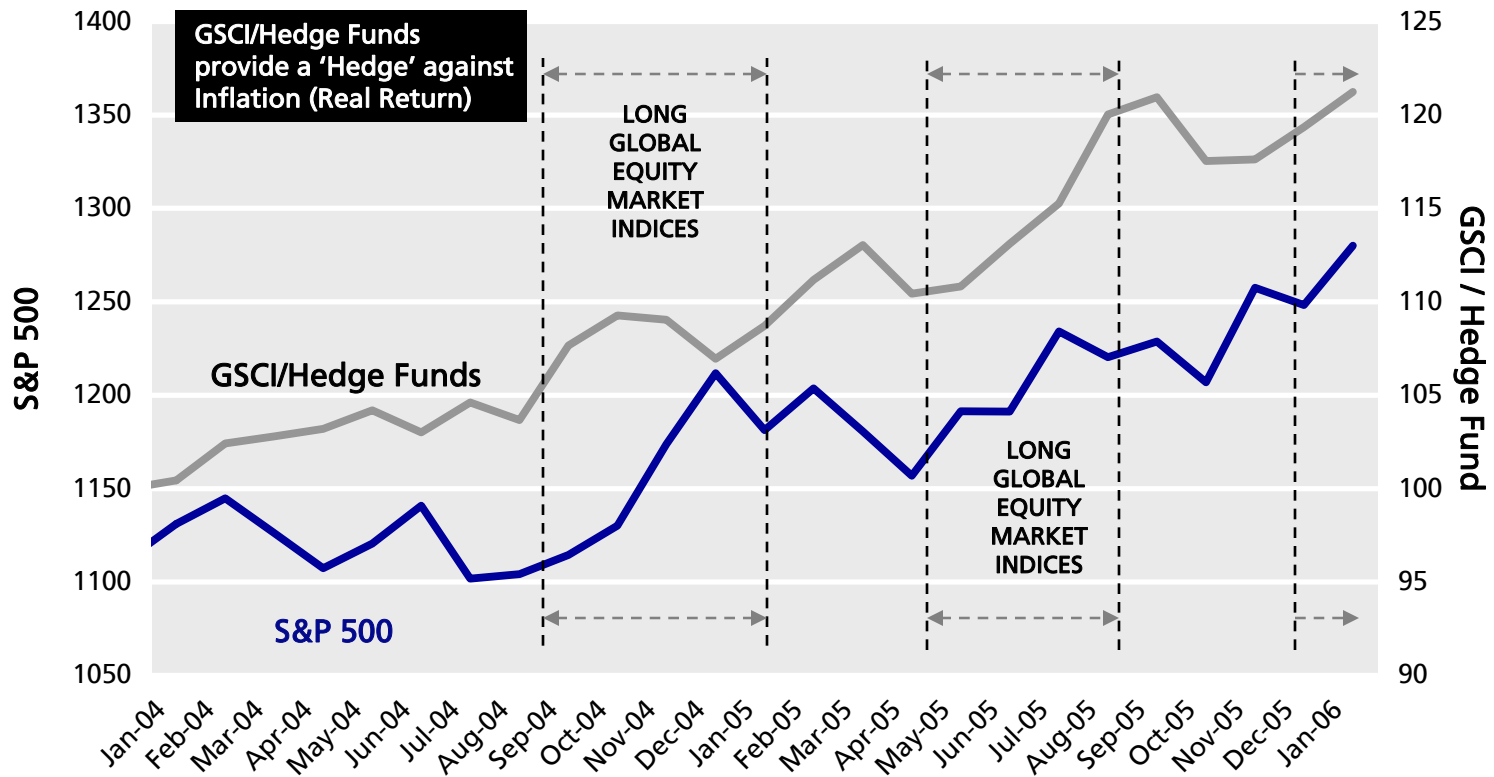


Portfolio: Positive Outlook on Equities Markets (Automatic Stop Loss of 4%)



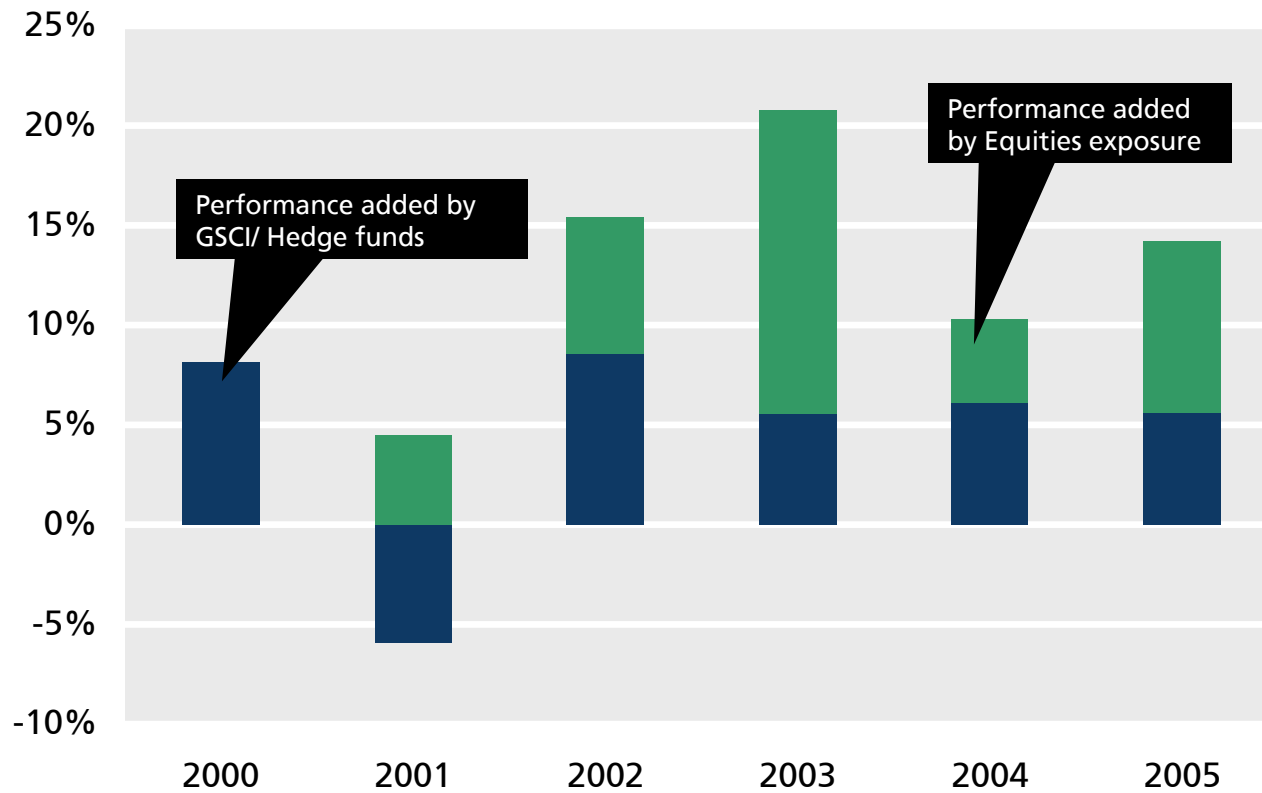


Historical Active Allocation Process



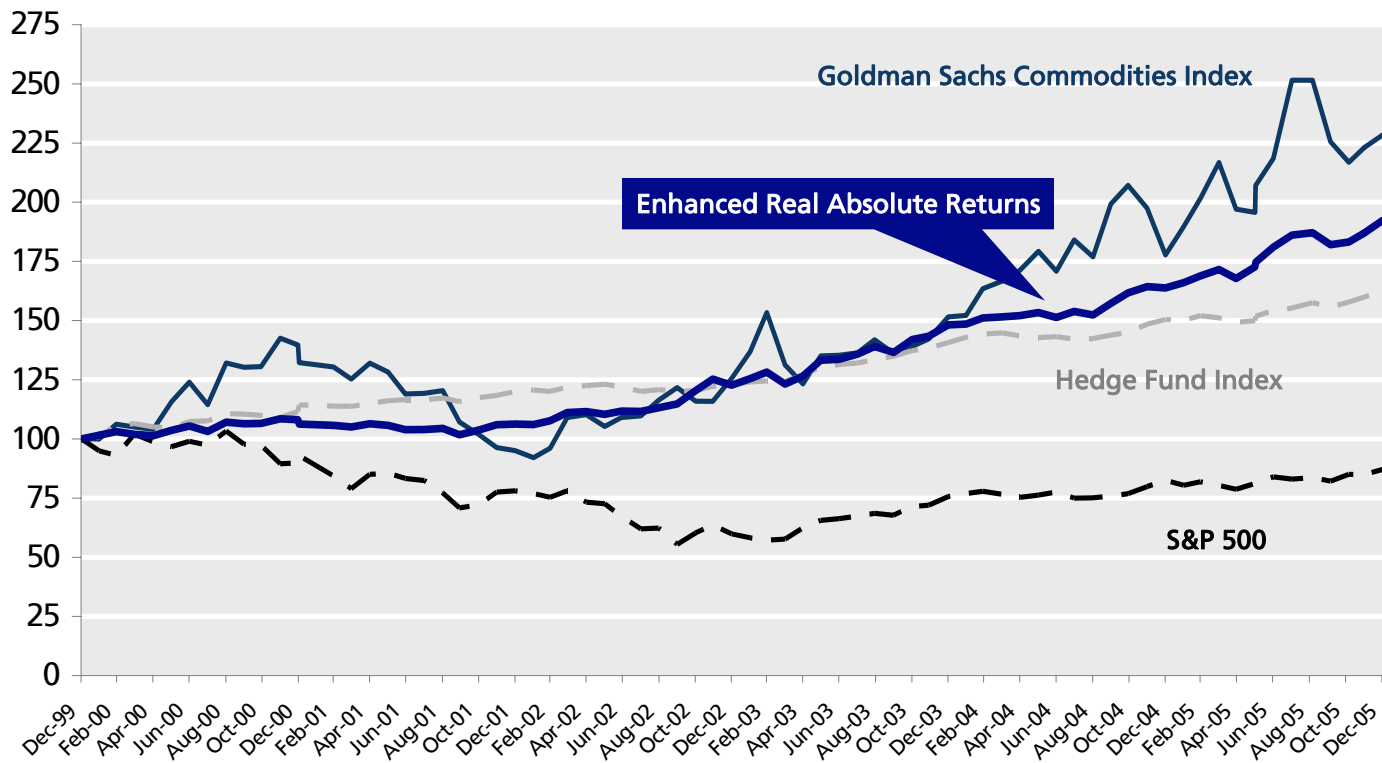


Profit Attributions of Enhanced Real Absolute Returns





Performance of Enhanced Real Absolute Returns





Performance & Statistics since 2000

Performance & Risk Statistics	Percentage
Cumulative Returns	92.30%
Annualized Returns	11.35%
Monthly Average Returns	0.90%
Percentage of Positive Returns	69.86%
Annualized Standard Deviation	6.58%
Annualized Downside Deviation	3.14%
Sharpe Ratio (4.50%)	1.00
Sortino Ratio (4.50%)	1.71
Best Month	5.30%
Worst Month	-3.98%

Note: Denotes performance of USD Class A shares



Monthly Returns since 2000

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2006	2.86%*												2.86%*
2005	1.34%	1.72%	1.59%	-2.20%	-2.93%	1.11%	3.66%	2.82%	0.54%	-2.71%	0.64%	2.04%	14.11%
2004	0.22%	1.73%	0.29%	0.37%	0.83%	-1.35%	1.68%	-0.97%	3.21%	2.83%	1.62%	-0.30%	10.54%
2003	2.29%	2.21%	-3.98%	2.75%	5.30%	0.31%	1.63%	2.35%	-1.79%	3.95%	1.01%	3.37%	20.81%
2002	-0.17%	1.49%	3.20%	0.37%	-1.01%	1.22%	0.11%	1.40%	1.41%	4.85%	4.05%	-2.05%	15.42%
2001	-1.71%	-0.49%	-0.67%	1.30%	-0.61%	-1.73%	0.03%	0.48%	-2.62%	2.03%	2.13%	0.26%	-1.71%
2000	1.55%	1.56%	-1.14%	-0.61%	2.31%	1.75%	-2.19%	3.77%	-0.61%	0.14%	1.82%	-0.34%	8.14%

* Estimate for January 2006



Counterparties

Investment Manager	_____	Castlestone Management Inc.
Investment Advisor	_____	Castlestone Management LLC
Administrator	_____	Circle Investments Services B.V.
Custodian	_____	Fortis Bank N.V.
Auditor	_____	Deloitte Touche Tohmatsu
Escrow Bank	_____	Fortis Bank N.V.
US Counsel	_____	Seward & Kissel LLP
BVI Counsel	_____	Maples & Calder



Appendix: Facts and Fantasies/Commodity Futures

We construct an equally-weighted index of commodity futures monthly returns over the period between July of 1959 and December of 2004 in order to study simple properties of commodity futures as an asset class. **Fully-collateralized commodity futures have historically offered the same return and Sharpe ratio as equities.** While the risk premium on commodity futures is essentially the same as equities, commodity futures returns are negatively correlated with equity returns and bond returns. The negative correlation between commodity futures and the other asset classes is due, in significant part, to different behavior over the business cycle. In addition, commodity futures are positively correlated with inflation, unexpected inflation, and changes in expected.

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GARY B. GORTON, University of Pennsylvania - Finance Department; National Bureau of Economic Research (NBER)



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This document and any related material must be read in conjunction with the confidential explanatory memorandum. This document has been prepared as a guide to some of the relevant information concerning an investment in Enhanced Real Absolute Returns Inc. The confidential explanatory memorandum alone contains full details on Enhanced Real Absolute Returns Inc. Any investment in the Fund should be made solely on the basis of that document.

Please contact the Fund's administrator, Circle Investment Support Service (B.V.), for a copy of the explanatory memorandum for Enhanced Real Absolute Returns Inc. Contact: Investor Relations, Tel: +31-33-467-3880, Fax: +31-33-467-3890, E-mail: castlestone@circlepartners.com