

# SABLE FIXED INCOME PLUS INC.

*A Fixed Income Focused Fund of Funds: Available in \$USD and €EURO.*

CASTLESTONE  
MANAGEMENT

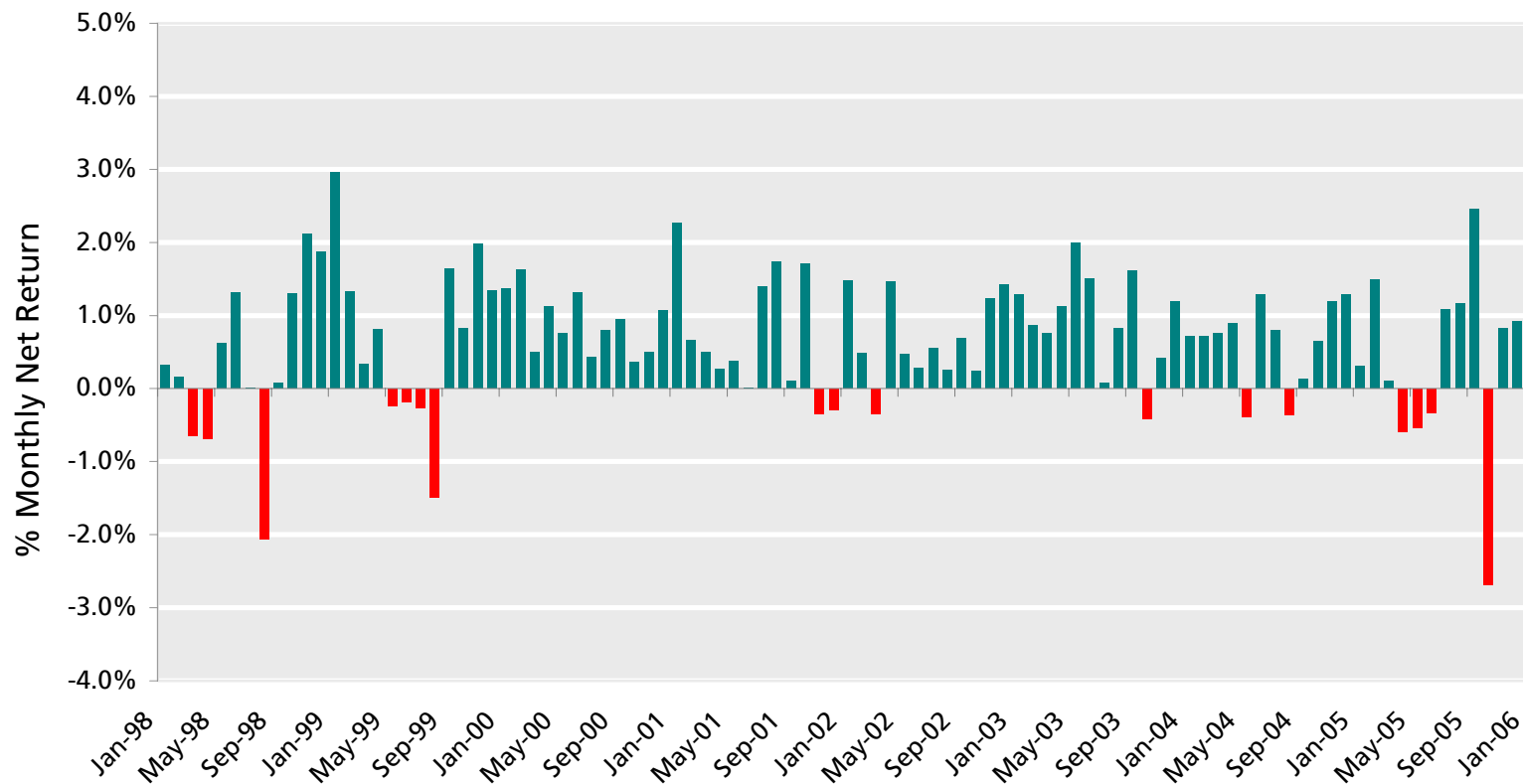


## Sable Fixed Income Plus – Introduction

1. Offers investors a single strategy/multi-manager Fund of Hedge Funds which has lower volatility than traditional bond markets and provides consistent returns.
2. The fund provides appropriately weighted exposure to the following hedge fund strategies:
  - (i) Fixed Income Arbitrage
  - (ii) Distressed Debt
  - (iii) Merger & Event Driven funds
3. Annualized return of 8.68% and volatility of 3.32%.
4. Potential to generate profits in rising, falling, and unstable markets.
5. €Euro and \$USD and share classes available.
6. Available via all major Life Company & Investment platforms.



## Consistent Returns – 82% of Monthly Returns are Positive





## Monthly Returns – net of fees - \$USD

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2006	4.06%*												4.06%*
2005	0.31%	1.49%	0.11%	-0.60%	-0.54%	-0.33%	1.05%	1.36%	2.32%	-2.69%	0.83%	0.94%	4.20%
2004	0.71%	0.71%	0.75%	0.90%	-0.39%	1.29%	0.80%	-0.36%	0.13%	0.64%	1.19%	1.29%	7.92%
2003	1.29%	0.86%	0.75%	1.12%	1.99%	1.50%	0.08%	0.82%	1.61%	-0.42%	0.42%	1.20%	11.79%
2002	1.48%	0.48%	-0.35%	1.46%	0.47%	0.28%	0.56%	0.25%	0.69%	0.24%	1.23%	1.43%	8.53%
2001	2.26%	0.66%	0.50%	0.27%	0.38%	0.01%	1.39%	1.73%	0.10%	1.71%	-0.35%	-0.30%	8.64%
2000	1.37%	1.63%	0.50%	1.12%	0.76%	1.31%	0.43%	0.80%	0.94%	0.36%	0.50%	1.07%	11.33%
1999	2.96%	1.33%	0.34%	0.81%	-0.24%	-0.18%	-0.27%	-1.49%	1.64%	0.83%	1.98%	1.34%	9.34%
1998	0.33%	0.16%	-0.65%	-0.69%	0.62%	1.31%	0.01%	-2.06%	0.07%	1.30%	2.12%	1.87%	4.39%

Note: Estimate for January 2006, Class A shares.



## Monthly Returns – net of fees - €EUR

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2006	5.12%*												5.12%*
2005	0.31%	1.49%	0.11%	-0.60%	-0.54%	-0.37%	1.13%	1.10%	5.21%	-2.74%	1.93%	2.52%	9.75%
2004	0.71%	0.71%	0.75%	0.90%	-0.39%	1.29%	0.80%	-0.36%	0.13%	0.64%	1.19%	1.29%	7.92%
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Note: Estimate for January 2006, Class AA shares.



## Selected Hedge Fund Strategies for Sable

### FUND STRATEGIES

Convertible Arbitrage

**Merger / Event Driven / Distressed Debt**

Equity Market Neutral

**Fixed Income Arbitrage**

Sector/Country

Long/Short Equity

Global Macro

Distressed Securities

Emerging Markets

Short Sellers

Managed Futures/CTA

Market Neutral –Arbitrage

### CHARACTERISTICS

- Diversification within the Fixed Income Arbitrage Arena.
- Investment decisions are made upon a combination of qualitative and quantitative techniques; analyzing yield curves, credit spreads, fundamentals, merger activity, options and event driven market activity.
- Positive Returns in an increasing interest rate environment – as the interest rate and credit risk is hedged.
- Exploitation of Global Interest Rate Market Inefficiencies.
- Stringent Risk Management Controls.



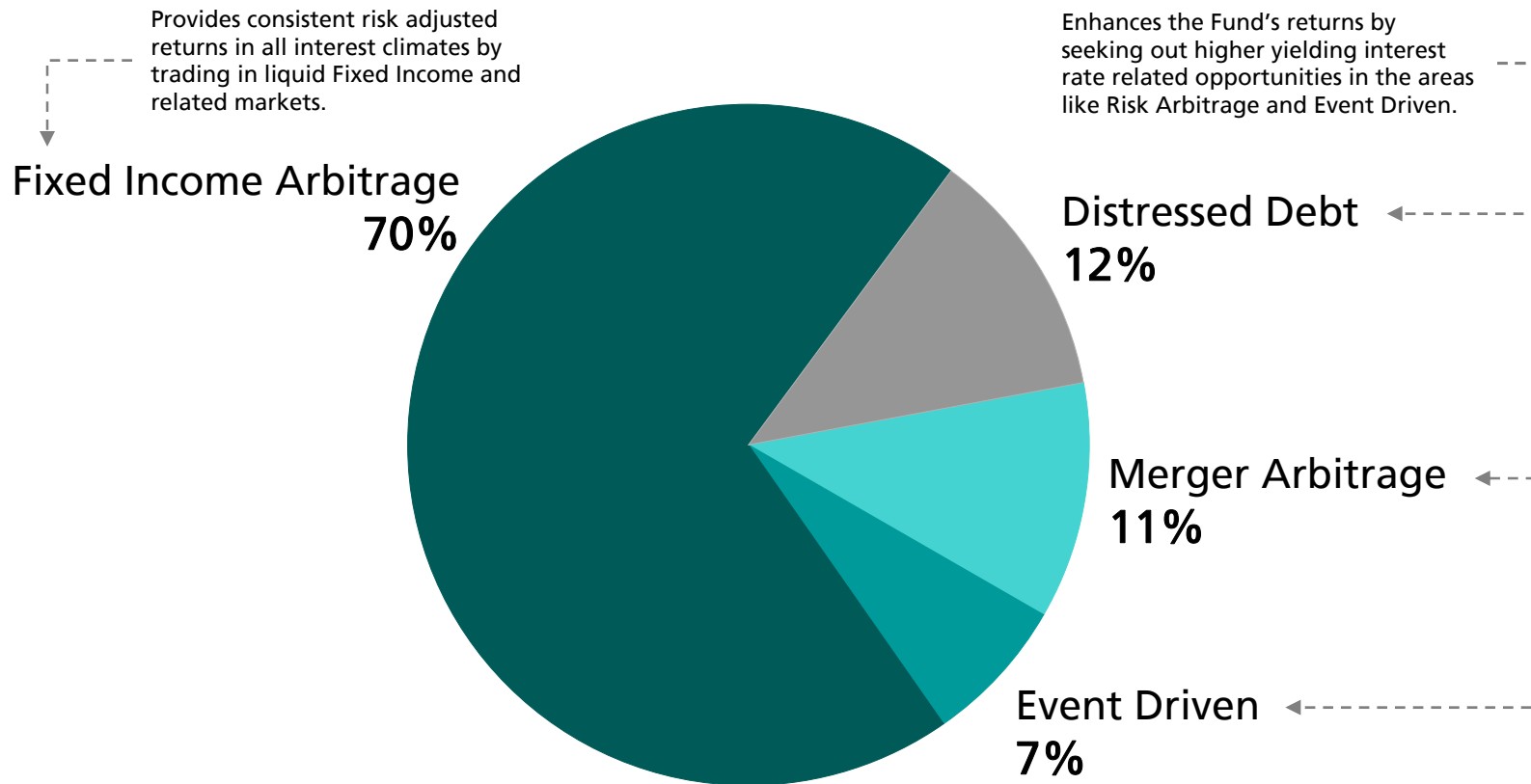
## Sable Fixed Income Plus Performance & Statistics

Performance & Risk Statistics	Percentage
Cumulative Returns	96.00%
Annualized Returns	8.68%
Monthly Average Returns	0.70%
Percentage of Positive Returns	82.47%
Annualized Standard Deviation	3.32%
Annualized Downside Deviation	1.42%
Sharpe Ratio ( 4.50%)	1.20%
Sortino Ratio ( 4.50%)	2.12%
Best Month	4.06%
Worst Month	-2.69%

Note: Denotes performance on Dollar Class

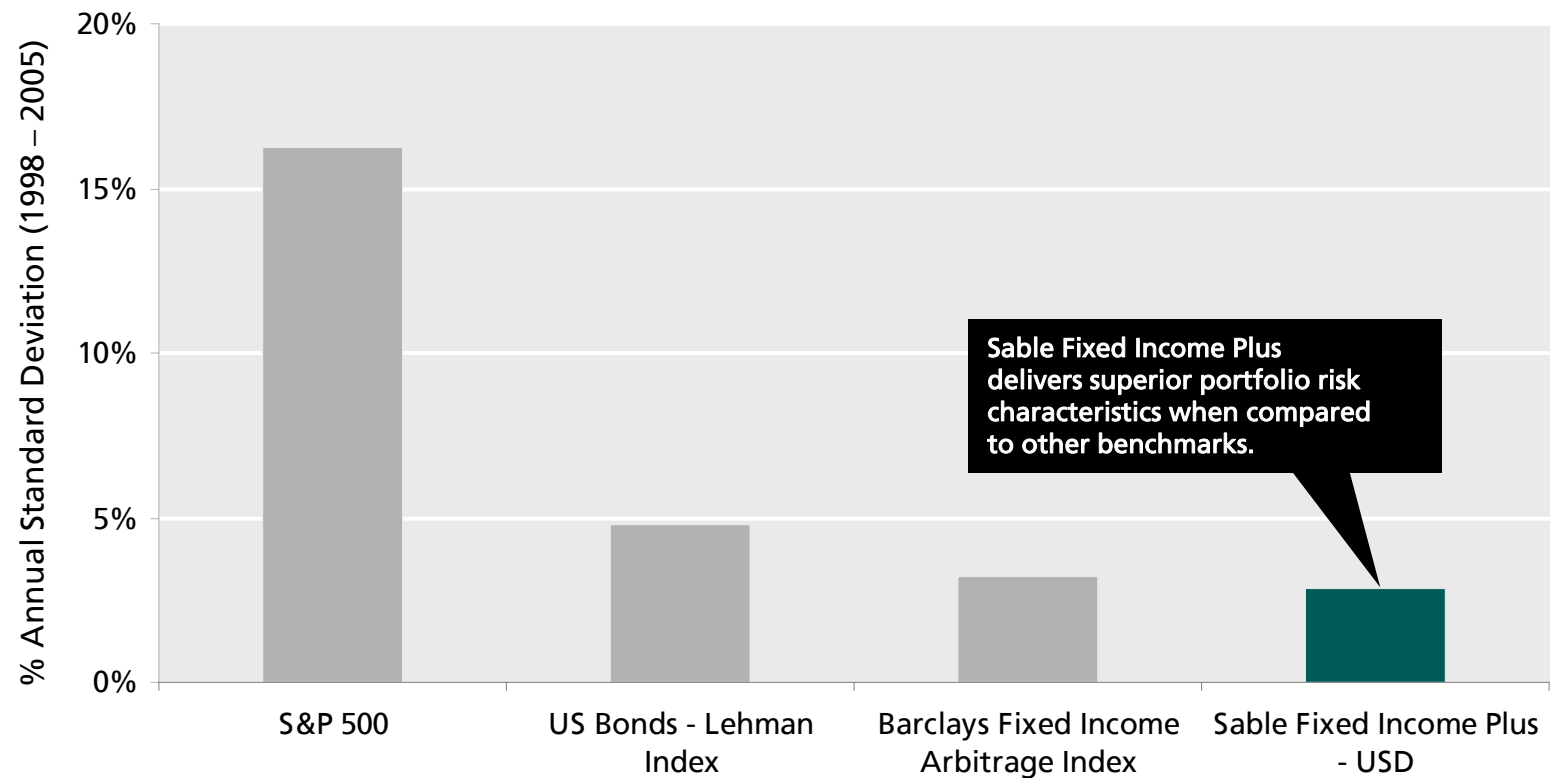


## Strategy Exposure



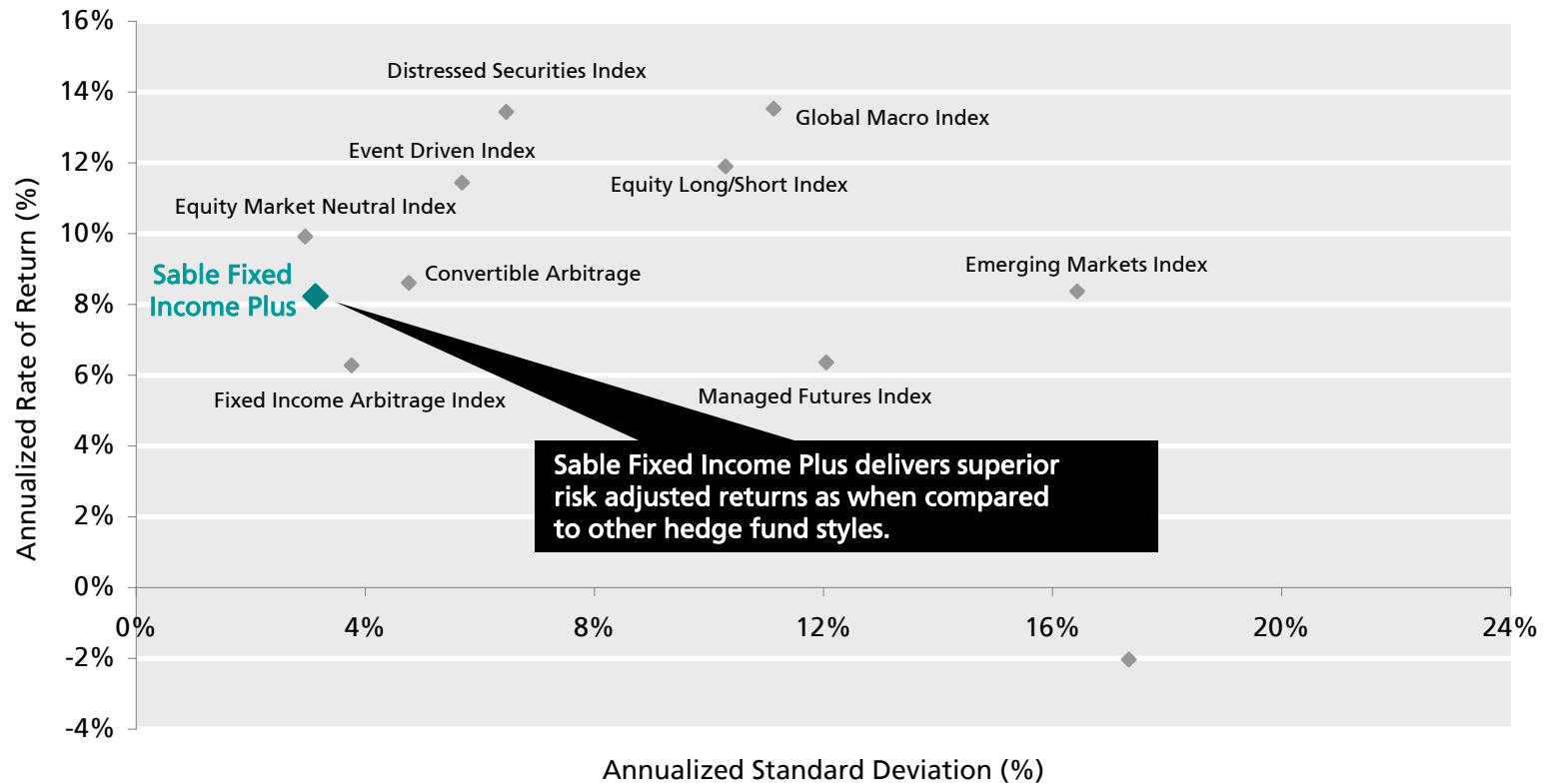


## Volatility Comparison





## Risk & Return – Sable vs. Other Hedge Fund Styles





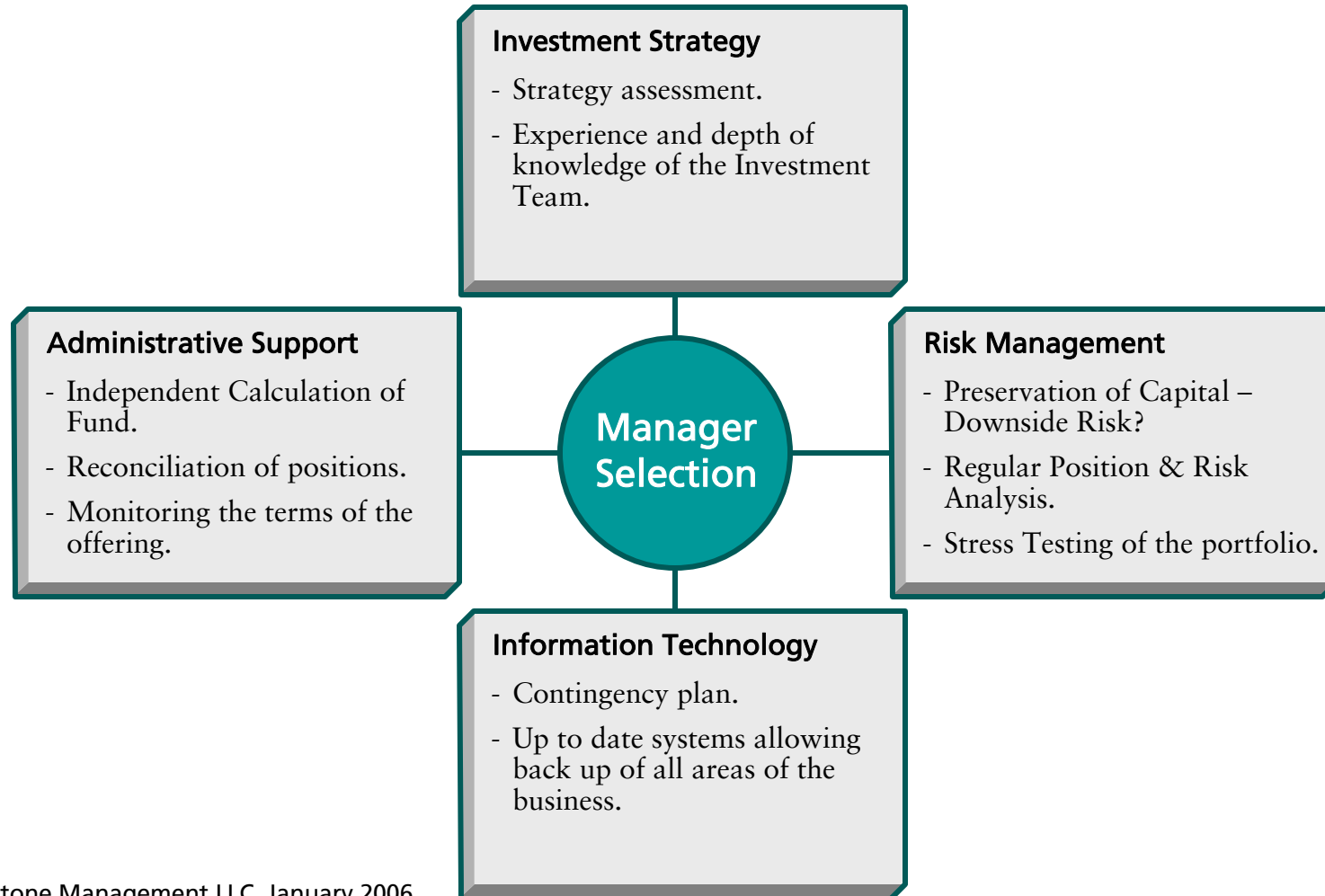
## Hedge Fund Selection Criteria

1. Quantitative track record;
2. Management longevity and background;
3. Independent Administrators;
4. Assets under management (at least \$100MM);
5. Liquidity terms; and other due diligence screening requirements, like site visits etc.

*For detailed knowledge on our due diligence process please request the “White Paper” document.*



# Quantitative & Qualitative Manager Selection Process





## Counterparties

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



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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 Sable Fixed Income Plus Inc.. The confidential explanatory memorandum alone contains full details on Sable Fixed Income Plus 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 Sable Fixed Income Plus Inc. Contact: Investor Relations, Tel: +31-33-467-3880, Fax: +31-33-467-3890, E-mail: [castlestone@circlepartners.com](mailto:castlestone@circlepartners.com)