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Eye on Gemini

New Minimum Net Worth for Hedge Fund Investors

The SEC voted to raise the minimum net worth for a hedge fund investor from $1 million to $2.5 million in December. They approved the new increase unanimously and are expected to put the proposal out for public comment before making a final decision.

This is the first change in the minimum net worth requirement since it was set at $1 million in 1982. The new requirement will not impact those already invested but may shut the door to a lot of less affluent people who would have otherwise sought entry into the asset class.

Welcome New Clients

We would like to welcome PFG, Palantir, and Roanoke Asset Management to our family!

Client Spotlight Opportunities

We'd love to highlight your company in our newsletter. E-mail us at GeminiMarketing@geminifund.com if you're interested.

Trivia Question

The answer to the last trivia question 'What year did the first million share trading day take place on the NYSE' was: 1886

What was the amount of the first initiation fee for members of the NYSE in 1817? Stay tuned for the answer in our next edition!

Client Spotlight - XTF

XTF, a new Gemini client, is an asset manager dedicated to helping investors achieve the full benefits of exchange traded funds (ETFs) through its ETF portfolio solutions. XTF provides investment strategies that help investors take advantage of the transparency, low-cost and tax-efficiency of ETFs.

XTF portfolios provide investors with a fully-diversified asset mix that aims to enhance returns and minimize risk through a unique combination of strategic and tactical asset allocation. XTF's portfolios are available in a broad spectrum of structures: unit investment trusts, separately managed accounts, open- and closed-end funds, variable insurance trusts, 401(k)s and all sub-advised vehicles.

Products include:

- ETF Tactical Portfolios: ETF model (risk-based) portfolios with graded levels of equity.
- ETF Target Date Portfolios: ETF model (lifecycle) portfolios with an asset allocation that automatically adjusts as the investor ages over time.
- ETF Sector Rotation and Country Rotation Portfolios: Two portfolios that tactically allocate assets into and out of sectors or countries based on a quantitative model and a strict buy and sell discipline.

If you're interested in learning more about XTF, we've attached some of their materials. Or, you can visit www.xtf.com for more information.

New SEC Program

A voluntary program proposed recently by the Securities and Exchange Commission would allow mutual funds to submit risk-return summary information from their prospectuses using data that can be manipulated interactively on the Internet.

This would be the first time that mutual funds would use an interactive system to report information they are required to disclose to investors.

The system allows users to access comparative data that is compiled for all mutual funds, such as expense ratios and returns.

While the proposal expands the voluntary program, most industry officials believe the SEC will eventually require all companies to report required information interactively.

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