



# EYE ON GEMINI

## WELCOME NEW CLIENTS

We would like to welcome the following companies to our family:

- Coastal Wealth Management
- Equinox
- Anchor Capital
- Biltmore - starting a second fund with Gemini
- Jefferson National - starting a second fund with Gemini

## TRIVIA QUESTION

The answer to the last trivia question 'What were the first non-NYSE stocks to be added to the Dow' was: [Microsoft and Intel](#). They were added in late 1999.

Let's try a little 'non-investment' related trivia. Who 'discovered' calculus and when was it discovered? [Stay tuned for the answer in our next edition!](#)

## FAS 157

A new accounting standard — FAS 157, or the fair-value measurement standard — took effect on November 15, 2007. But what exactly is FAS 157? The new accounting standard lays out guidelines for how companies should go about coming up with market, or fair, values.

This applies when they are either required to use market values for a particular instrument, say a bond that is in a trading account, or for which they've chosen to use market values. The new standard, and market values, don't affect things on the balance sheet like property, plant and equipment that are generally held at cost and then depreciated on a preset schedule.

The biggest changes wrought by FAS 157 relate to disclosure and how companies need to think about market values when there isn't a market for something and they "mark to model."

One other change is that FAS 157 makes it clearer that companies, if they have to value something using a model, have to think in terms of the value that would result if they were selling, or exiting, the position. In other words, they have to take current market pricing and conditions into account.

## FIN 48

On November 7, 2007, the Financial Accounting Standards Board (FASB) voted to delay the effective date of FASB Interpretation No. 48, Accounting for Uncertainty in Income Taxes (FIN 48), for private companies.

Those that haven't already implemented the new rules can now postpone compliance until periods beginning after December 15, 2007. For most private companies, this reprieve means that FIN 48 will affect only their calendar-year 2008 and later financial statements. To view the full alert, visit [http://www.tofias.com/control/images/uploads/FIN\\_48\\_Deadline\\_Postponed\\_Alert.pdf](http://www.tofias.com/control/images/uploads/FIN_48_Deadline_Postponed_Alert.pdf).

## NEW GEMINI INVOICES

As you may have noticed, we recently changed the program with which we generate your monthly bills. That change was made in anticipation of streamlining the invoicing process. Our goal is to consolidate all your Gemini invoices into a single, monthly invoice.

All service charges that you pay to Gemini will appear on this single invoice. We anticipate you will find the information provided adequate and the layout easy to read. We also hope you will enjoy only having to review and approve a single Gemini invoice on a monthly basis.

We have also reduced the amount of paper we use by eliminating the separate authorization form. You will see a place for signatures at the bottom of the invoice. Please sign the invoice and return it to the fax number on the form for processing.

This new invoice facilitates a more exciting change that we will begin rolling out to you at the end of the first quarter -


electronic delivery and approval of invoices. Look for further communications soon on this exciting new process.

Below is an example of the new, consolidated invoice. Please notice the following features:

1. The due-date is now included to the right of the payment terms.
2. The quantity is on the left side of your invoice.
3. Unit price and extended price are both on the right of the form.
4. Signature lines for payment authorization are at the bottom of the form for both the Gemini representative and your signatures.

If any of your charges require supporting documentation or allocations, the support will accompany the invoice.

If you have questions, please feel free to contact Katie Blalock at [katie.blalock@geminfund.com](mailto:katie.blalock@geminfund.com) or 402-493-4603 x7183.



**Gemini**  
Fund Services, LLC  
4020 S. 147th Street  
Omaha, NE 68137-9975  
402-493-4603 ext. 7182

Bill to:

ABC FUND 12945 APPLE STREET OMAHA, NE 68137	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td>INVOICE:</td> <td>GEMINF00711-03</td> </tr> <tr> <td>Date:</td> <td>11/21/2007</td> </tr> <tr> <td>Page:</td> <td>1</td> </tr> </table>	INVOICE:	GEMINF00711-03	Date:	11/21/2007	Page:	1
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Customer ID		Payment Terms / Due Date		
Quantity	New Number	Description	Unit Price	Ext. Price
1	ABC ADMIN FEE	Minimum Monthly Administration Fee for Oct 2007	\$1,000.00	\$1,000.00
1	ABC FUND ACCOUNTING	Minimum Monthly Fund Accounting Service Fee for Oct 2007	\$1,800.00	\$1,800.00
1	ABC OCT 2007 GRATATIONS	4 Equities at \$1.00 for 25 days for Oct 2007	\$92.00	\$92.00
1	ABC TRANSFER AGENCY FEE	Minimum Transfer Agency Monthly Fee for Oct 2007	\$3,000.00	\$3,000.00
50	CUSTOMER SERVICE CALLS	Customer Service Calls for Oct 2007	\$4.00	\$200.00
1	ABC OCT 07 CUSTODY	Custody Administration Fees for Oct 2007	\$90.00	\$90.00
1	ABC 102907 UFG	Reimbursement for UFG Charges for Week Ending 10/29/07	\$25.00	\$25.00
		<b>Subtotal</b>	<b>\$6,767.00</b>	
		<b>Misc</b>	<b>\$0.00</b>	
		<b>Tax</b>	<b>\$0.00</b>	
		<b>Total</b>	<b>\$6,767.00</b>	

Reviewed By: \_\_\_\_\_ Signature \_\_\_\_\_  
 Print Name \_\_\_\_\_

Fund Authorized By: \_\_\_\_\_ Signature \_\_\_\_\_  
 Print Name \_\_\_\_\_

### CLIENT SPOTLIGHT: IPO PLUS AFTERMARKET FUND

The IPO Plus Aftermarket Fund is the only mutual fund focused on the IPO market, buying IPOs on the offering, as well as in the aftermarket. The Fund is managed by **Renaissance Capital LLC**, based in Greenwich, CT. Renaissance Capital is also the leading provider of independent research on IPOs to institutional investors and to major Wall Street firms.

The investment rationale for the IPO Fund is compelling. IPOs represent on average 25% of all equity issuance. They offer the potential for powerful returns. New industries manifest themselves first in the IPO market. Because IPOs aren't included in major indices for some time and because they lack historical trading patterns, IPO returns have a low correlation with these indices. Thus, the IPO Fund can potentially enhance returns and increase portfolio diversification.

The IPO market has continued to pick up steam. Year to date, 220 IPOs have come to market, up 11% over 2006. Market proceeds will exceed \$51 billion, up 22% over last year. Driving the IPO market this year were fast growing Chinese companies in search of US capital, and hot US technology companies. Some of this year's top IPO performers were JA Solar, a Chinese manufacturer of solar cells, VMWare, a leading provider of virtualization software and FCStone Group, a commodity risk management broker.

### CLIENT SPOTLIGHT OPPORTUNITIES

We'd love to highlight your company in our newsletter. E-mail us at [GeminiMarketing@geminfund.com](mailto:GeminiMarketing@geminfund.com) if you're interested.

