THIRD POINT

THIRD POINT OFFSHORE MASTER FUND L.P.

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

Period Ended June 30, 2014

Contents

Statements of Financial Condition

(Stated in United States Dollars)	Unaudited June 30, 2014 $	Audited December 31, 2013 $
Assets		
Cash	14,395,919	9,001,427
Investments in securities, at fair value (cost $6,501,399,354, 2013: $5,642,555,949)	7,330,849,621	6,508,246,338
Due from brokers	306,655,257	966,258,500
Securities purchased under an agreement to resell	135,146,086	188,372,328
Derivative contracts, at fair value (net upfront fees paid and cost of $63,507,647, 2013: $81,771,488)	102,994,289	217,461,308
Interest and dividends receivable	14,911,733	10,690,994
Other assets	7,526,227	5,127,077
Total assets	**7,912,479,132**	**7,905,157,972**
Liabilities and Partners' Capital		
Securities sold, not yet purchased, at fair value (proceeds $180,112,571, 2013: $267,664,118)	187,273,757	270,989,664
Due to brokers	767,913,842	283,594,043
Derivative contracts, at fair value (net upfront fees received and proceeds of: $10,650,549, 2013: $8,207,148)	49,200,398	51,257,914
Withdrawals payable	32,545,390	845,168,156
Interest payable	3,209,566	3,922,683
Accrued expenses	1,008,517	7,756,022
Total liabilities	**1,041,151,470**	**1,462,688,482**
Commitments (See Note 6)		
Partners' capital	**6,871,327,662**	**6,442,469,490**
Total liabilities and partners' capital	**7,912,479,132**	**7,905,157,972**

See accompanying notes.

Unaudited Statements of Income

(Stated in United States Dollars)	Half-year June 30, 2014 $	Half-year June 30, 2013 $
Realized and unrealized gain/(loss) on investment transactions		
Net realized gain from securities, commodities, derivative contracts and foreign currency translations	660,629,956	746,933,313
Net change in unrealized (loss)/gain on securities and foreign currency translations	(40,075,762)	104,665,636
Net change in unrealized (loss)/gain on derivative contracts and foreign currency translations	(91,702,261)	26,070,354
Net (loss)/gain from currencies	(24,852,542)	26,515,538
Net realized and unrealized gain from investment transactions	**503,999,391**	**904,184,841**
Investment income		
Interest	32,036,197	31,161,504
Dividends, net of withholding taxes of $6,891,927 (2013: $2,239,507)	27,094,940	8,934,209
Stock loan fees	105,987	15,927
Total investment income	**59,237,124**	**40,111,640**
Expenses		
Interest	7,275,080	2,362,077
Dividends on securities sold, not yet purchased	138,585	2,440,014
Stock borrow fees	400,720	5,096,724
Administrative and professional fees	4,082,782	4,783,173
Other	4,546,009	3,903,833
Total expenses	**16,443,176**	**18,585,821**
Net investment income	**42,793,948**	**21,525,819**
Net income	**546,793,339**	**925,710,660**

See accompanying notes.

Statements of Changes in Partners' Capital

Unaudited
Half-year June 30, 2014

(Stated in United States Dollars)	Total $	General Partner $	Limited Partner $
Partners' capital at beginning of year	6,442,469,490	166,042,318	6,276,427,172
Capital contributions	154,972,035	–	154,972,035
Capital withdrawals	(272,907,202)	(55,000,000)	(217,907,202)
Allocation of net income:			
Pro-rata allocation	546,793,339	12,439,973	534,353,366
Incentive allocation*	–	92,350,307	(92,350,307)
Net income	546,793,339	104,790,280	442,003,059
Partners' capital at end of period	**6,871,327,662**	**215,832,598**	**6,655,495,064**

**See Note 5.*

Audited
Year ended December 31, 2013

(Stated in United States Dollars)	Total $	General Partner $	Limited Partner $
Partners' capital at beginning of year	5,092,359,323	194,304,758	4,898,054,565
Capital contributions	1,075,701,495	–	1,075,701,495
Capital withdrawals	(1,611,506,201)	(405,000,000)	(1,206,506,201)
Allocation of net income:			
Pro-rata allocation	1,885,914,873	42,328,610	1,843,586,263
Incentive allocation	–	334,408,950	(334,408,950)
Net income	1,885,914,873	376,737,560	1,509,177,313
Partners' capital at end of year	**6,442,469,490**	**166,042,318**	**6,276,427,172**

See accompanying notes.

Unaudited Statements of Cash Flows

(Stated in United States Dollars)	Half-year June 30, 2014 $	Half-year June 30, 2013 $
Cash flows from operating activities		
Net income	546,793,339	925,710,660
Adjustments to reconcile net income to net cash provided by/(used in) operating activities:		
Purchases of investment securities	(5,647,142,590)	(5,822,612,320)
Proceeds from disposition of investment securities	5,411,814,884	6,613,298,510
Purchases of investment securities to cover short sales	(292,405,049)	(1,616,873,361)
Proceeds from short sales of investment securities	262,844,793	996,859,650
Decrease/(increase) due from brokers	659,603,243	(747,232,674)
Increase in other assets	(2,399,150)	(305,899)
Decrease in securities purchased under agreement to resell	53,226,242	122,453,797
Increase in interest and dividends receivable	(4,220,739)	(980,271)
Increase/(decrease) due to brokers	484,319,799	(90,872,797)
Decrease in interest and dividends payable	(713,117)	(1,522,633)
Decrease in accrued expenses	(6,747,505)	(1,299,650)
Net realized gain from securities, commodities, derivative contracts and foreign currency translations	(660,629,956)	(746,933,313)
Net change in unrealized (loss)/gain on securities and foreign currency translations	40,075,762	(104,665,636)
Net change in unrealized (loss)/gain on derivative contracts and foreign currency translations	91,702,261	(26,070,354)
Amortization of premium and accretion of discount, net	(169,792)	(15,282,549)
Net cash provided by/(used in) operating activities	**935,952,425**	**(516,328,840)**
Cash flows from financing activities		
Capital contributions	154,972,035	1,060,931,674
Capital withdrawals	(1,085,529,968)	(543,523,389)
Net cash (used in)/provided by financing activities	**(930,557,933)**	**517,408,285**
Net increase in cash	**5,394,492**	**1,079,445**
Cash at beginning of period	**9,001,427**	**5,161,858**
Cash at end of period	**14,395,919**	**10,615,185**
Supplemental disclosure of cash flow information		
Cash paid during the period for interest	7,390,440	21,161,325

See accompanying notes.

Notes to Unaudited Condensed Interim Financial Statements

Period ended June 30, 2014

1. Organization

Third Point Offshore Master Fund L.P. (the "Partnership") was organized as a limited partnership under the laws of the Cayman Islands and commenced operations on January 1, 2009. The Partnership was formed to trade and invest primarily in equity and debt securities of U.S. and foreign companies. The investment objective of the Partnership is to achieve superior risk-adjusted returns by deploying capital in investments with a favorable risk/reward scenario across select asset classes, sectors, and geographies, both long and short. Third Point LLC (the "Investment Manager") identifies these opportunities using a combination of top-down asset allocation decisions and a bottom-up, value-oriented approach to single security analysis. The Investment Manager supplements single security analysis with an approach to portfolio construction that includes sizing each investment based on upside/downside calculations, all with a view towards appropriately positioning and managing overall exposures across specific asset classes, sectors and geographies. The Partnership will continue until terminated as provided for in the Initial Exempted Limited Partnership Agreement (the "Agreement").

The Partnership serves as the master fund in a "master-feeder" structure whereby Third Point Offshore Fund, Ltd. (the "Feeder"), a Cayman Islands exempted company, invests substantially all of its net assets in the Partnership, which conducts all investment and trading activities on behalf of the Feeder fund. The Feeder and the Partnership have the same investment objectives. At June 30, 2014, approximately 96.86% of the Partnership's capital was owned by the Feeder.

Third Point LLC is the Investment Manager of the Partnership. The General Partner of the Partnership is Third Point Advisors II L.L.C. The Investment Manager is registered with the Securities and Exchange Commission as an Investment Adviser under the Investment Advisers Act of 1940. The Investment Manager and the General Partner are responsible for the operation and management of the Partnership.

International Fund Services (Ireland) Limited serves as the administrator (the "Administrator") and transfer agent to the Partnership.

2. Significant Accounting Policies

The Partnership's unaudited interim financial statements are condensed in whole, guided by U.S. generally accepted accounting principles ("U.S. GAAP") and are expressed in United States dollars. Where applicable, certain notes to the unaudited interim financial statements are condensed to include only information relevant to Third Point Offshore Investors Limited ("ListCo"). The following is a summary of the significant accounting and reporting policies:

The Partnership is exempt from all forms of taxation in the Cayman Islands, including income, capital gains and withholding taxes. In jurisdictions other than the Cayman Islands, in some cases foreign taxes will be withheld at source on dividends and certain interest received by the Partnership. Capital gains derived by the Partnership in such jurisdictions generally will be exempt from foreign income or withholding taxes at the source.

The Partnership evaluates tax positions taken or expected to be taken in the course of preparing the Partnership's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet a "more likely-than-not" threshold would be recorded as a tax expense in the current period. The General Partner has reviewed the Partnership's tax positions and has concluded that no material provision for income tax is required in the Partnership's financial statements. Such open tax years remain subject to examination by tax authorities.

The Partnership would recognize interest and penalties, if any, related to unrecognized tax positions as income tax expense in the statement of income. During the period ended June 30, 2014, the Partnership did not incur any interest or penalties related to unrecognized tax positions.

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

2. Significant Accounting Policies (continued)

The Partnership records security and commodity transactions and related income and expense on a trade-date basis. Realized gains and losses are determined using cost calculated on a specific identification basis. Dividends are recorded on the ex-dividend date. Income and expense are recorded on the accrual basis including interest and premiums amortized and discounts accreted.

The Partnership may enter into repurchase and reverse repurchase agreements with financial institutions in which the financial institution agrees to resell or repurchase and the Partnership agrees to repurchase or resell such securities at a mutually agreed price upon maturity. At June 30, 2014, the Partnership held outstanding reverse repurchase agreements valued at $135,146,086. At June 30, 2014, the total value of securities and cash received as collateral by the Partnership was $132,809,980. As the Partnership held only reverse repurchase agreements as of June 30, 2014, these positions are not impacted by master netting agreements. Interest expense and income related to these transactions are included in interest payable and receivable in the statement of financial condition. Foreign currency losses of $1,062,528 on repurchase agreements and reverse repurchase agreements are included in the net gain from currencies in the statement of income. Generally, reverse repurchase agreements that the Partnership enters into mature within 30 to 90 days.

The fair value of the Partnership's assets and liabilities, which qualify as financial instruments, approximates the carrying amounts presented in the statement of financial condition.

The preparation of unaudited condensed interim financial statements requires management to make estimates and assumptions that affect the amounts and disclosures in the financial statements and accompanying notes. Actual results could differ from these estimates.

The Investment Manager has a formal valuation policy that sets forth the pricing methodology for investments to be implemented in fair valuing each security in the Partnership's portfolio. The valuation policy is updated and approved at least on an annual basis by the valuation committee (the "Committee"). The Committee is comprised of officers and employees who are senior business management personnel. The Committee meets on a monthly basis. The Committee's role is to review and verify the propriety and consistency of the valuation methodology to determine fair value of investment. The Committee also reviews any due diligence performed and approves any changes to current or potential external pricing vendors.

Securities listed on a national securities exchange or quoted on NASDAQ are valued at their last sales price as of the last business day of the period. Listed securities with no reported sales on such date and over-the-counter ("OTC") securities are valued at their last closing bid price if held long by the Partnership and last closing ask price if held short by the Partnership. Additionally, securities are valued based on dealer quotes, other quoted market prices for similar securities or recognized independent pricing vendors.

Private securities are not registered for public sale and are carried at an estimated fair value at the end of the period, as determined by the Investment Manager. Valuation techniques used by the Investment Manager in determining fair value may include market approach, last transaction analysis, liquidation analysis and/or using discounted cash flow models where the significant inputs could include but are not limited to additional rounds of equity financing, financial metrics such as revenues multiples or price-earnings ratio, discount rates and other factors. In addition, the Investment Manager may employ third party valuation firms to conduct separate valuations of such private securities. The third party valuation firms provide the Investment Manager with a written report documenting their recommended valuation as of the determination date for the specified investments.

Due to the inherent uncertainty of valuation for these investments, the estimate of fair value for its interest in these investments may differ from the values that would have been used had a ready market existed for the investment, and the difference could be material.

2. Significant Accounting Policies (continued)

The Partnership's derivatives are recorded at fair value. The Partnership values exchange-traded derivative contracts at their last sales price on the exchange where it is primarily traded. OTC derivatives, which include swap, option, swaption, and forward currency contracts, are valued at independent values provided by third party sources when available; otherwise, fair values are obtained from counterparty quotes that are based on pricing models that consider the time value of money, volatility, and the current market and contractual prices of the underlying financial instruments.

The Partnership's holdings in asset-backed securities ("ABS") are substantially invested in residential mortgage-backed securities ("RMBS"). 46% of the Partnership's ABS positions are invested in back-end portions of the RMBS re-securitized real estate mortgage investment conduits ("re-REMIC") structure of Alternative A-paper ("Alt-A") and prime securities. An additional 44% of the Partnership's ABS portfolio is composed of U.S. Alt-A and subprime RMBS positions. The balance of the ABS positions at June 30, 2014 was held in commercial mortgage-backed securities, collateralized debt obligations and student loan asset-backed securities. These investments are valued based on dealer quotes or by a recognized independent pricing vendor. All of these classes of ABS are sensitive to changes in interest rates and any resulting change in the rate at which borrowers sell their properties, refinance, or otherwise pre-pay their loans. Investors in these classes of ABS may be exposed to the credit risk of underlying borrowers not being able to make timely payments on loans or likelihood of borrowers defaulting on their loans. In addition, investors may be exposed to significant market and liquidity risks.

Investment funds are valued at fair value. Fair values are generally determined utilizing the net asset value ("NAV") provided by, or on behalf of, the underlying investment managers of each investment fund, which is net of management and incentive fees or allocations charged by the investment fund and is in accordance with the "practical expedient", as defined by the Accounting Standards Update ("ASU") 2009-12, *Investments in Certain Entities that Calculate Net Asset Value per Share*. NAVs received by, or on behalf of, the underlying investment managers are based on the fair value of the investment funds' underlying investments in accordance with policies established by each investment fund, as described in each of their financial statements and offering memorandum. The strategies of the underlying investment funds include global emerging markets, middle market buyout and growth equity investments. The Investment Manager generally has limited access, if any, to specific information regarding the underlying investment managers' portfolios and relies on NAVs provided by or on behalf of the underlying managers. The management agreements of the non-related party investment funds provide for compensation to the underlying managers in the form of management and performance fees. Withdrawals from the investment funds may include lock-up periods and may also require advance notice periods, and be subject to gating provisions and restrictions on the withdrawal of certain illiquid investments.

Assets and liabilities denominated in foreign currencies are translated at the closing rates of exchange at June 30, 2014. Transactions during the period are translated at the rate of exchange prevailing on the date of the transaction. Foreign currency transaction and translation gains and losses are included in the statement of income. The Partnership does not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments, dividends and interest from the fluctuations arising from changes in fair values of securities and derivatives held. Periodic payments received or paid on swap agreements are recorded as realized gain or loss on investment transactions. Such fluctuations are included within the realized and unrealized gain/(loss) on investment transactions in the statement of income.

The Partnership may lend securities for securities lending transactions or pledge securities and/or cash for securities borrowed transactions. At June 30, 2014, the Partnership loaned securities with a fair value of $14,679,363 and received collateral of $14,738,372 in cash and cash equivalents. The value of any securities loaned is reflected in investments in securities. Any collateral received is reflected in due to brokers in the statement of financial condition and is not impacted by counterparty netting agreements at June 30, 2014.

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

2. Significant Accounting Policies (continued)

Fair value is defined as the price that the Partnership would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. The disclosure requirements also establish a framework for measuring fair value, and a three-level hierarchy for fair value measurements based upon the transparency of inputs to the valuation of an asset or liability. The three-tier hierarchy of inputs is summarized below:

- Level 1 – Quoted prices available in active markets/exchanges for identical investments as of the reporting date. The types of assets and liabilities that are classified at this level generally include equity securities, futures and option contracts listed in active markets.

- Level 2 – Pricing inputs other than observable inputs including but not limited to prices quoted for similar assets or liabilities in active markets/exchanges or prices quoted for identical or similar assets or liabilities in markets that are not active, and fair value is determined through the use of models or other valuation methodologies. The types of assets and liabilities that are classified at this level generally include equity securities traded on non-active exchanges, corporate, sovereign, asset-backed and bank debt securities, forward contracts and certain derivatives.

- Level 3 – Pricing inputs unobservable for the investment and include activities where there is little, if any, market activity for the investment. The inputs into determination of fair value require significant management judgment and estimation. The types of assets and liabilities that are classified at this level generally include certain corporate and bank debt, private investments, limited partnerships, investment companies, trade claims and certain derivatives.

Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk, for example, the risk inherent in a particular valuation technique used to measure fair value including such a pricing model and/or the risk inherent in the inputs to the valuation technique. Inputs may be observable or unobservable.

Situations may arise when market quotations or valuations provided by external pricing vendors are available but the fair value may not represent current market conditions. In those cases, the Investment Manager may substitute valuations provided by external pricing vendors with multiple broker-dealer quotations.

Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The Investment Manager's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

The key inputs for corporate, government and sovereign bonds valuation are coupon frequency, coupon rate and underlying bond spread. The key inputs for asset-backed securities are yield, probability of default, loss severity and prepayment.

2. Significant Accounting Policies (continued)

Key inputs for OTC valuation vary based on the type of underlying on which the contract was written. Please see below discussion by OTC type:

- The key inputs for most OTC option contracts include notional, strike price, maturity, payout structure, current foreign exchange forward and spot rates, current market price of underlying and volatility of underlying.

- The key inputs for most forward contracts include notional, maturity, forward rate, spot rate, various interest rate curves and discount factor.

- The key inputs for swap valuation will vary based on the type of underlying on which the contract was written. Generally, the key inputs for most swap contracts include notional, swap period, fixed rate, credit or interest rate curves, current market or spot price of the underlying and the volatility of the underlying.

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

2. Significant Accounting Policies (continued)

The following is a summary of the inputs utilized in valuing the Partnership's assets and liabilities carried at fair value as of June 30, 2014:

Fair Value Measurements at June 30, 2014

	Quoted prices in active markets (Level 1) $	Significant other observable inputs (Level 2) $	Significant unobservable inputs (Level 3) $	Total $
Assets				
Equity Securities	4,304,249,683	166,000,909	–	4,470,250,592
Asset-Backed Securities	–	1,452,410,446	9,728,385	1,462,138,831
Corporate Bonds	–	425,947,840	28,217,382	454,165,222
Affiliated Investment Funds	93,004,190	265,132,696	36,114,758	394,251,644
Sovereign Debt	–	174,529,132	121,464	174,650,596
Private Common Equity Securities	–	13,530,683	18,909,440	32,440,123
Private Preferred Equity Securities	–	–	113,937,701	113,937,701
Municipal Bonds	–	78,472,325	–	78,472,325
Trade Claims	–	63,557,183	–	63,557,183
Bank Debts	–	47,080,071	–	47,080,071
Investment Funds	–	–	27,361,087	27,361,087
Options	10,421,075	653,178	–	11,074,253
Rights and Warrants	1,195,179	274,814	–	1,469,993
Derivative Contracts*				
Contracts for Differences – Long Contracts	–	17,871,095	–	17,871,095
Contracts for Differences – Short Contracts	–	34,547	–	34,547
Credit Default Swaps – Protection Purchased	–	44,312,661	–	44,312,661
Credit Default Swaps – Protection Sold	–	4,828,657	–	4,828,657
Foreign Currency Forward Contracts	–	1,286,403	–	1,286,403
Foreign Currency Options – Purchased	–	7,770,828	–	7,770,828
Interest Rate Swaps	–	1,015,813	–	1,015,813
Interest Rate Swaptions	–	8,727,784	–	8,727,784
Total Return Swaps – Long Contracts	–	16,637,275	509,226	17,146,501
Total Assets	**4,408,870,127**	**2,790,074,340**	**234,899,443**	**7,443,843,910**

2. Significant Accounting Policies (continued)

	Quoted prices in active markets (Level 1) $	Significant other observable inputs (Level 2) $	Significant unobservable inputs (Level 3) $	Total $
Liabilities				
Sovereign Debt	–	132,366,046	–	132,366,046
Options	14,319,135	5,782,833	–	20,101,968
Corporate Bonds	–	18,951,283	–	18,951,283
Equity Securities	15,854,460	–	–	15,854,460
Derivative Contracts*				
Bond Futures – Short Contracts	568,748	–	–	568,748
Contracts for Differences – Long Contracts	–	3,848,929	–	3,848,929
Contracts for Differences – Short Contracts	–	1,133,483	–	1,133,483
Credit Default Swaps – Protection Purchased	–	11,493,828	–	11,493,828
Credit Default Swaps – Protection Sold	–	4,961,951	–	4,961,951
Foreign Currency Forward Contracts	–	9,520,497	–	9,520,497
Foreign Currency Options – Sold	–	2,117,046	–	2,117,046
Interest Rate Swaps	–	2,698,020	–	2,698,020
Interest Rate Swaptions	–	6,404,493	–	6,404,493
Index Futures – Short Contracts	1,470,811	–	–	1,470,811
Total Return Swaps – Long Contracts	–	2,532,452	–	2,532,452
Total Return Swaps – Short Contracts	–	2,369,038	–	2,369,038
Treasury Futures – Short Contracts	81,102	–	–	81,102
Total Liabilities	**32,294,256**	**204,179,899**	**–**	**236,474,155**

**Derivative instruments are shown gross of any offsetting permitted under U.S. GAAP.*

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

2. Significant Accounting Policies (continued)

The following table is a reconciliation of assets the Partnership held during the period ended June 30, 2014 at fair value using significant unobservable inputs (Level 3):

	January 1, 2014 $	Transfers into $	Transfers (out of) $	Purchases $	Sales $	Realized and unrealized gains/ (losses)* $	June 30, 2014 $
Assets							
Asset-Backed Securities	1,857,069	–	(1,577,724)	10,282,897	(7,783,138)	6,949,281	9,728,385
Corporate Bonds	35,315,129	–	–	2,890,970	(9,466,160)	(522,557)	28,217,382
Bank Debts	224,133	–	–	–	–	(224,133)	–
Private Common Equity Securities	19,854,399	4,173,258	–	–	(5,546,997)	428,780	18,909,440
Private Preferred Equity Securities	87,182,728	–	–	19,030,452	–	7,724,521	113,937,701
Affiliated Investment Funds	33,118,572	–	–	334,057	–	2,662,129	36,114,758
Investment Funds	27,387,096	–	–	–	(1,462,038)	1,436,029	27,361,087
Rights and Warrants	50	–	–	–	–	(50)	–
Sovereign Debt	–	–	–	121,303	–	161	121,464
Total Return Swaps – Long Contracts	499,416	–	–	–	–	9,810	509,226
Total Assets	**205,438,592**	**4,173,258**	**(1,577,724)**	**32,659,679**	**(24,258,333)**	**18,463,971**	**234,899,443**
Total change in unrealized appreciation of fair valued assets using significant unobservable inputs (Level 3) still held at June 30, 2014*							**11,135,657**

**Total change in realized and unrealized gain/(loss) recorded on Level 3 financial instruments are included in net realized and unrealized gains on investment transactions in the statement of income.*

For assets that were transferred into Level 3 during the period, gains/(losses) are presented as if the assets or liabilities had been transferred into Level 3 at the beginning of the period; similarly, for assets and liabilities that were transferred out of Level 3 during the period, gains/(losses) are presented as if the assets or liabilities had been transferred out at the beginning of the period. During the period ended June 30, 2014, assets were transferred into Level 3 due to lack of observable inputs while assets were transferred out due to additional observable inputs.

Assets of the Partnership fair valued using significantly unobservable inputs (Level 3) include investments fair valued by the Investment Manager, previously discussed in Note 2, but are not limited to such investments.

The following table summarizes information about the significant unobservable inputs used in determining the fair value of the Level 3 assets held by the Partnership. Level 3 investments not presented in the table below generally do not have any unobservable inputs to disclose, as they are valued primarily using dealer quotes, at cost or net asset value for investment in investment funds.

2. Significant Accounting Policies (continued)

	Fair Value $	Valuation Techniques	Unobservable Input	Range
Private Equity Investments and Total Return Swap	114,186,680	Discounted Cash Flow	Discount	10-25%
			Duration	1-13 years
			Probabilities of Success	1-50%
			Yield	8%
		Market Approach	Multiples	1-9x
		Latest Financing*	N/A*	
Corporate Debt	19,727,276	Discounted Cash Flow	Yield	5.5-7%
			Duration	4 years
			Credit Spreads	7%
			Volatility	25-35%

**Based on an observable input, therefore, not detailed in this table.*

3. Administration Fee

The Partnership has entered into an administrative services agreement with the Administrator. In accordance with the terms of this agreement, the Administrator provides certain specified fund accounting and administration, trade support and transfer agent services. For the period ended June 30, 2014, the Administrator received a fee of $2,310,782.

4. Due from/to Brokers

The Partnership holds substantially all of its investments through its prime brokers (Goldman Sachs, JPMorgan, Citi, UBS, Barclays, Morgan Stanley and Credit Suisse) pursuant to various agreements between the Partnership and each prime broker. The brokerage arrangements differ from broker to broker, but generally cash and investments in securities balances are available as collateral against investment in securities sold, not yet purchased and derivative positions, if required.

Margin debt balances were collateralized by cash held by the Broker and certain of the Partnership's securities. Margin interest was paid either at the daily broker call rate or based on LIBOR.

Due from/to brokers include cash balances maintained with the Partnership's prime brokers, receivables and payables from unsettled trades and proceeds from securities sold, not yet purchased. In addition, due from/to brokers includes cash collateral received and posted from OTC and repurchase agreement counterparties. At June 30, 2014, the Partnership's due from/to brokers includes a total non-U.S. currency payable balance of $851,078,568.

5. Allocation of Net Income or Net Loss

In accordance with the provisions of the Agreement, net income or net loss of the Partnership, is allocated to the general capital account of the Feeder and General Partner in proportion to their respective general capital accounts.

Net income or net loss is allocated each fiscal period, as defined in the Agreement, or at other times during the fiscal period when capital contributions and withdrawals are made by the Feeder or General Partner. The Feeder's percentage ownership of the Partnership will increase when the General Partner withdraws capital or decrease when the General Partner contributes additional capital. Therefore, the

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

5. Allocation of Net Income or Net Loss (continued)

allocation of net income and net loss may vary, between the Feeder and the General Partner, based upon the timing of capital transactions throughout the period.

The Partnership may invest, directly or indirectly, in equity securities in initial public offerings deemed "new issues" under Rule 5130 of the Financial Industry Regulatory Authority ("FINRA") Consolidated Rulebook. "New issues" are defined as any initial public offering of an equity, regardless of whether such security is trading at a premium in the secondary market. FINRA members generally may not sell "new issues" to an account, in which certain persons or entities designated as restricted persons have beneficial interest. Gains and losses from "new issues" are allocated primarily to the Feeder and up to 10% can be allocated to the General Partner.

The General Partner receives an incentive allocation equal to 20% of the net profit allocated to each shareholder invested in each series of Class A, B, C, D, E, F and H shares of the Feeder and 25% of the net profit allocated to each shareholder invested in each series of class J of the Feeder, as defined in the Agreement (the "Full Incentive Allocation"). If a shareholder invested in the Feeder has a net loss during any fiscal year and, during subsequent years, there is a net profit attributable to such shareholder, the shareholder must recover an amount equal to 2.5 times the amount of the net loss chargeable in the prior years before the General Partner is entitled to the Full Incentive Allocation. Until this occurs, the shareholder invested in the Feeder will be subject to a reduced incentive allocation equal to half of the Full Incentive Allocation. The General Partner, in its sole discretion, may elect to reduce, waive or calculate differently the Full Incentive Allocation of the Feeder and its underlying investors that are partners, members, employees, affiliates or other related investors of the Investment Manager or the General Partner. For the period from January 1, 2014 through June 30, 2014, the incentive allocation accrued is $92,350,307. This amount has been provisionally allocated to the General Partner, however, the amount will not be fully realized until the end of the fiscal year, and is subject to change.

6. Related Party Transactions

The Investment Manager does not charge the Partnership a management fee. Management fees are charged to the Feeder. No additional fees are charged to the Partnership by the Investment Manager or its affiliates for related entities discussed below.

The Partnership has entered into a limited partnership agreement, as a limited partner, with TP Lux Holdco LP ("Cayman HoldCo"), an affiliate of the Investment Manager. Cayman HoldCo was organized as a limited partnership under the laws of the Cayman Islands and will invest and hold debt and equity interests in TP Lux HoldCo S.a.r.l, a Luxembourg private limited liability company ("LuxCo"), also an affiliate of the Investment Manager. LuxCo was established under the laws of the Grand-Duchy of Luxembourg and its principle objective is to act as a collective investment vehicle through which purchases of certain European debt and equity investments will be pooled. Certain debt and equity instruments will be purchased by LuxCo and will be financed through the issuance of the debt and equity instruments purchased by Cayman HoldCo. The Partnership will share in the profits and losses with respect to those investments by investing in partnership interests issued by Cayman HoldCo. At June 30, 2014, investments with a fair value of $265,132,697 were owned by the Partnership through the structure. The Partnership's pro rata interest in the investments of LuxCo and the related income and expense are reflected accordingly on the accompanying statement of financial condition and the statement of income. The valuation policy with respect to these investments is the same as the Partnership's valuation policy as described in Note 2. The Partnership invests in Cayman HoldCo alongside other affiliated entities.

At June 30, 2014, the Partnership held an affiliated special purpose vehicle (the "SPV"), which is a company organized for the purpose of achieving certain tax, regulatory or administrative efficiencies. The Partnership's pro rata interest in the underlying assets and liabilities of the SPV and the related income and expense are reflected accordingly on the accompanying statement of financial condition and the statement of income. The valuation policy with respect to investments held by the SPV is the same as

6. Related Party Transactions (continued)

the Partnership's valuation policy as described in Note 2. The Partnership invests in the SPV alongside other affiliated entities.

Third Point Loan LLC ("Loan LLC") serves as nominee of the Partnership and other affiliated investment management clients of the Investment Manager for certain investments. Loan LLC has appointed the Investment Manager as its true and lawful agent and attorney. At June 30, 2014, Loan LLC held $349,602,853 of the Partnership's investments which are included in investments in securities on the statement of financial condition. The Partnership's pro rata interest in the underlying investments registered in the name of the Loan LLC and the related income and expense are reflected accordingly in the accompanying statement of financial condition, the underlying condensed schedule of investments and the statement of income. The valuation policy with respect to investments held by Loan LLC is the same as the Partnership's valuation policy as described in Note 2.

As of June 30, 2014, the Partnership held equity swap contracts with two investment funds with the same Investment Manager as the Partnership. At June 30, 2014, the aggregate unrealized loss on the swap contracts was $2,505,864.

At June 30, 2014, the Partnership held shares of Third Point Offshore Investors Limited ("ListCo"), a London Stock Exchange listed entity that is managed by the Investment Manager. As part of ListCo's share buy-back program, the Partnership has the ability to purchase shares in the after-market or as part of other corporate actions. At June 30, 2014, the Partnership owned 5,329,753 U.S. Dollar Shares of ListCo with a total market value of $93,004,190 and an unrealized gain of $48,579,994 related to the share buy-back program. All gains or losses and implied financing costs are allocated entirely to ListCo's shares in the Feeder.

The Partnership is a limited partner in Third Point Hellenic Recovery U.S. Feeder Fund, L.P. (the "Hellenic Fund"), which is an affiliate of the Investment Manager. The Hellenic Fund was formed as a limited partnership under the laws of the Cayman Islands and invests in and holds debt and equity interests. The Partnership's interest in the Hellenic Fund is highly illiquid due to the nature of underlying investments. The Partnership committed $71,603,000 to the Hellenic Fund, of which $334,147 was called and $2,211,591 was distributed during the period ended June 30, 2014. As of June 30, 2014, the estimated fair value of the investment in the Hellenic Fund was $36,114,758. The valuation policy with respect to this investment in a limited partnership is further described in Note 2.

7. Financial Instruments with Off-Balance Sheet Risk or Concentrations of Credit Risk

In the normal course of its business, the Partnership trades various financial instruments and engages in various investment activities with off-balance sheet risk. These financial instruments include securities sold, not yet purchased, forwards, futures, options, swaptions, swaps and contracts for differences. Generally, these financial instruments represent future commitments to purchase or sell other financial instruments at specific terms at specified future dates. Each of these financial instruments contains varying degrees of off-balance sheet risk whereby changes in the fair values of the securities underlying the financial instruments or fluctuations in interest rates and index values may exceed the amounts recognized in the statement of financial condition.

Securities sold, not yet purchased are recorded as liabilities in the statement of financial condition and have market risk to the extent that the Partnership, in satisfying its obligations, may have to purchase securities at a higher value than that recorded in the statement of financial condition. The Partnership's investments in securities and amounts due from brokers are partially restricted until the Partnership satisfies the obligation to deliver securities sold, not yet purchased.

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

7. Financial Instruments with Off-Balance Sheet Risk or Concentrations of Credit Risk (continued)

Forward and future contracts are a commitment to purchase or sell financial instruments, currencies or commodities at a future date at a negotiated rate. Forward and future contracts expose the Partnership to market risks to the extent that adverse changes occur to the underlying financial instruments such as currency rates or equity index fluctuations.

Option contracts give the purchaser the right but not the obligation to purchase or sell to the option writer financial instruments, commodities or currencies within a defined time period for a specified price. The premium received by the Partnership upon writing an option contract is recorded as a liability, marked to market on a daily basis and is included in securities sold, not yet purchased and derivative contracts in the statement of financial condition. In writing an option, the Partnership bears the market risk of an unfavorable change in the financial instrument underlying the written option. Exercise of an option written by the Partnership could result in the Partnership selling or buying a financial instrument at a price different from the current fair value.

In the normal course of trading activities, the Partnership trades and holds certain fair value financial instruments, such as written options, which constitute guarantees. The maximum payout for written put options is limited to the number of contracts written and the related strike prices and the maximum payout for written call options is contingent upon the market price of the underlying security at the date of a payout event. At June 30, 2014, the portfolio had a maximum payout amount of approximately $1,446,200,000 relating to written put option contracts with expiration ranging from 1 month to 13 months from the statement of financial condition date. The maximum payout amount could be offset by the subsequent sale, if any, of assets obtained via the settlement of a payout event. The fair value of these written put options as of June 30, 2014 is $6,557,740 and is included in securities sold, not yet purchased and derivative contracts in the statement of financial condition.

Swaption contracts give the Partnership the right, but not the obligation, to enter into a specified interest-rate swap within a specified period of time. The Partnership's market and counterparty credit risk is limited to the premium paid to enter into the swaption contract and fair value.

Total return swaps, contracts for differences, index swaps, and interest rate swaps that involve the exchange of cash flows between the Partnership and counterparties based on the change in market value of a particular equity, index, or interest rate on a specified notional holding. The use of these contracts exposes the Partnership to market risks equivalent to actually holding securities of the notional value but typically involve little capital commitment relative to the exposure achieved. The gains or losses of the Partnership may therefore be magnified on the capital commitment.

Credit default swaps protect the buyer against the loss of principal on one or more underlying bonds, loans, or mortgages in the event the issuer suffers a credit event. Typical credit events include failure to pay or restructuring of obligations, bankruptcy, dissolution or insolvency of the underlying issuer. The buyer of the protection pays an initial and/or a periodic premium to the seller and receives protection for the period of the contract. If there is not a credit event, as defined in the contract, the buyer receives no payments from the seller. If there is a credit event, the buyer receives a payment from the seller of protection as calculated by the contract between the two parties.

The Partnership may also enter into index and/or basket credit default swaps where the credit derivative may reference a basket of single-name credit default swaps or a broad-based index. Generally, in the event of a default on one of the underlying names, the buyer will receive a pro-rata portion of the total notional amount of the credit default index or basket contract from the seller. When the Partnership purchases single-name, index and basket credit default swaps, the Partnership is exposed to counterparty nonperformance.

Upon selling credit default swap protection, the Partnership may expose itself to the risk of loss from related credit events specified in the contract. Credit spreads of the underlying together with the period of expiration is indicative of the likelihood of a credit event under the credit default swap contract and the

7. Financial Instruments with Off-Balance Sheet Risk or Concentrations of Credit Risk (continued)

Partnership's risk of loss. Higher credit spreads and shorter expiration dates are indicative of a higher likelihood of a credit event resulting in the Partnership's payment to the buyer of protection. Lower credit spreads and longer expiration dates would indicate the opposite and lowers the likelihood the Partnership needs to pay the buyer of protection. At June 30, 2014 there was no cash collateral received specifically related to written credit default swaps as collateral is based on the net exposure associated with all derivative instruments subject to applicable netting agreements with counterparties and may not be specific to any individual derivative contract. The following table sets forth certain information related to the Partnership's written credit derivatives as of June 30, 2014:

	Maximum Payout/Notional Amount (by period of expiration)			Fair Value of Written Credit Derivatives[2]		
Credit Spreads on underlying (basis points)	0-5 years $	5 years or Greater Expiring Through 2047 $	Total Written Credit Default Swaps[1] $	Asset $	Liability $	Net Asset/ (Liability) $
Single name (0-250)	–	18,022,800	18,022,800	–	4,961,951	(4,961,951)
Single name (251-500)	36,014,992	9,398,665	45,413,657	4,828,657	–	4,828,657
Total	**36,014,992**	**27,421,465**	**63,436,457**	**4,828,657**	**4,961,951**	**(133,294)**

1. *As of June 30, 2014 the Partnership did not hold any offsetting buy protection credit derivatives with the same underlying reference obligation.*
2. *Fair value amounts of derivative contracts are shown on a gross basis prior to cash collateral or counterparty netting.*

In addition to off-balance sheet risks related to specific financial instruments, the Partnership may be subject to concentration of credit risk with particular counterparties. Substantially all securities transactions of the Partnership are cleared by several major securities firms. The Partnership had substantially all such individual counterparty concentration with these brokers or their affiliates as of June 30, 2014. Partnership obtains collateral from counterparties to reduce its exposure to counterparty credit risk.

The Partnership's maximum exposure to credit risk associated with counterparty nonperformance on derivative contracts is limited to the unrealized gains by counterparty inherent in such contracts. At June 30, 2014, the Partnership's maximum counterparty credit risk exposure was $39,864,740.

8. Derivative Contracts

The Partnership enters into derivative contracts to manage credit risk, interest rate risk, currency exchange risk, and other exposure risks. The Partnership uses derivatives in connection with its risk-management activities to hedge certain risks and to gain exposure to certain investments. The utilization of derivative contracts also allows for an efficient means in which to trade certain asset classes. The derivatives that the Partnership invests in are primarily credit default swaps, foreign currency forwards and options, index futures, interest rate swaptions, contracts for differences, interest rate swaps and total returns swaps. Typically, derivatives serve as a component of the Partnership's investment strategy and are utilized primarily to structure the portfolio, or individual investments, to economically match the investment objective of the Partnership. Fair values of derivatives are determined by using quoted market prices and counterparty quotes when available; otherwise fair values are based on pricing models that consider the time value of money, volatility, and the current market and contractual prices of underlying financial instruments.

The following table identifies the volume and fair value amounts of derivative instruments included in unrealized gain/loss on derivative contracts on the statement of financial condition, categorized by primary underlying risk, as of June 30, 2014. Balances are presented on a gross basis, prior to the application of the impact of counterparty netting.

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

8. Derivative Contracts (continued)

	Listing currency (1)	Fair Value $	Notional Amounts (2) $
Derivative Assets by Primary Underlying Risk			
Commodity Price			
Credit Default Swaps – Protection Purchased	USD	44,312,661	417,055,886
Credit Default Swaps – Protection Sold	USD	4,828,657	45,413,657
Equity Price			
Contracts for Differences – Long Contracts	EUR/GBP/USD	17,871,095	230,739,365
Contracts for Differences – Short Contracts	EUR	34,547	2,433,775
Total Return Swaps – Long Contracts	AUD/BRL/JPY/MXN/USD	17,146,501	257,173,669
Options contracts – Purchased	USD	1,879,680	32,040,000
Index			
Options contracts – Purchased	EUR/JPY/USD	9,194,573	1,750,664,757
Interest Rates			
Interest Rate Swaps	EUR	1,015,813	1,229,719,014
Interest Rate Swaptions	USD	8,727,784	1,423,150,785
Foreign Currency Exchange Rates			
Foreign Currency Forward Contracts	GBP	1,286,403	60,725,282
Foreign Currency Options – Purchased	HKD/JPY/SAR	7,770,828	673,480,826
Total Derivative Assets		**114,068,542**	**6,122,597,016**
Derivative Liabilities by Primary Underlying Risk			
Credit			
Credit Default Swaps – Protection Purchased	EUR/USD	11,493,828	301,407,151
Credit Default Swaps – Protection Sold	USD	4,961,951	18,022,800
Equity Price			
Contracts for Differences – Long Contracts	USD	3,848,929	60,130,430
Contracts for Differences – Short Contracts	EUR	1,133,483	14,975,288
Total Return Swaps – Long Contracts	USD	2,532,452	74,280,690
Total Return Swaps – Short Contracts	USD	2,369,038	28,981,313
Index Futures – Short Contracts	USD	1,470,811	108,397,819
Options contracts – Sold	USD	6,266,412	182,606,000
Index			
Options contracts – Sold	EUR/JPY/USD	13,835,556	2,375,232,369
Interest Rates			
Bond Futures – Short Contracts	JPY	568,748	184,084,917
Interest Rate Swaps	EUR	2,698,020	1,226,004,929
Interest Rate Swaptions	USD	6,404,493	726,384,593
Treasury Futures – Short Contracts	USD	81,102	43,810,016
Foreign Currency Exchange Rates			
Foreign Currency Forward Contracts	AUD/BRL/CAD/ EUR/GBP/JPY/TRY	9,520,497	944,947,457
Foreign Currency Options – Sold	JPY	2,117,046	103,179,821
Total Derivative Liabilities		**69,302,366**	**6,392,445,593**

1. *AUD = Australian Dollar, BRL = Brazilian Real, CAD = Canadian Dollar, EUR = Euro, GBP = British Pound, HKD = Hong Kong Dollar, JPY = Japanese Yen, MXN = Mexican Peso, SAR = Saudi Arabian Riyal, TRY = Turkish Lira, USD = US Dollar.*
2. *The absolute notional exposure represents the Partnership's derivative activity as of June 30, 2014, which is representative of the volume of derivatives held during the period.*

8. Derivative Contracts (continued)

The following table sets forth by major risk type the Partnership realized and unrealized gains/(losses) related to trading activities for the period ended June 30, 2014. These realized and unrealized gains/(losses) are included in the statement of income.

	Realized Gain/(Loss) $	Unrealized Gain/(Loss) $
Primary Underlying Risk		
Commodity Price		
Commodity Future Options – Purchased	(1,177,901)	(20,830)
Commodity Future Options – Sold	1,410,886	(750,707)
Credit		
Credit Default Swaps – Protection Purchased	(12,662,360)	(11,982,107)
Credit Default Swaps – Protection Sold	2,574,267	(129,613)
Equity Price		
Contracts for Differences – Long Contracts	20,147,068	(28,478,185)
Contracts for Differences – Short Contracts	(10,232,634)	631,266
Total Return Swaps – Long Contracts	81,486,293	(21,381,488)
Total Return Swaps – Short Contracts	3,782,427	(1,964,633)
Options contracts – Purchased	2,412,262	(14,335,730)
Options contracts – Sold	35,750,308	1,258,444
Index		
Index Futures – Short Contracts	(1,444,616)	448,302
Options contracts – Purchased	(35,589,777)	(12,483,043)
Options contracts – Sold	4,402,772	580,492
Interest Rates		
Bond Futures – Short Contracts	(2,153,821)	(1,495,881)
Interest Rate Swaps	(2,596,979)	1,995,609
Interest Rate Swaptions	2,896,742	(7,158,108)
Treasury Futures – Short Contracts	(2,554,324)	(551,157)
Foreign Currency Exchange Rates		
Foreign Currency Forward Contracts	(2,059,386)	(14,064,388)
Foreign Currency Options – Purchased	(7,654,366)	(8,426,591)
Foreign Currency Options – Sold	2,849,169	1,626,250
Total	**79,586,030**	**(116,682,098)**

The Partnership's International Swaps and Derivatives Association ("ISDA") agreements with its counterparties provide for various termination events including decline in NAV of the Partnership over a certain period, key man provisions, document delivery schedules, and Employment Retirement Income Security Act and bankruptcy provisions. Upon the triggering of a termination event, a counterparty may avail itself of various remedies including, though not limited to, waiver of the termination event, request for additional collateral, renegotiation of the ISDA agreement, or immediate settlement of positions.

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

8. Derivative Contracts (continued)

Exposure of all derivatives in a net liability position that are subject to ISDA agreement termination events were $10.9 million as of June 30, 2014, for which the Partnership posted of $108.8 million collateral. If a trigger event had occurred at June 30, 2014, for those derivative financial instruments in a net liability position, after the application of master-netting agreements, no additional amounts would be required to be posted by the Partnership since the aggregate fair value of the required collateral posted exceeded the settlement amounts of open derivative contracts. During the period ended June 30, 2014, the Partnership did not experience any trigger events.

The Partnership obtains/provides collateral from/to various counterparties for OTC derivative contracts in accordance with bilateral collateral agreements. The Partnership posted collateral in the form of cash (approximately $108.8 million) to certain counterparties to cover collateral requirements for open OTC derivatives. Similarly, the Fund held collateral (approximately $24.9 million) in the form of cash from certain counterparties as of June 30, 2014.

The Partnership's derivatives do not qualify as hedges for financial reporting purposes and are recorded in the statement of financial condition on a gross basis and not offset against any collateral pledged or received. Pursuant to the ISDA master agreements, securities lending agreements and other counterparty agreements, the Partnership and its counterparties typically have the ability to net certain payments owed to each other in specified circumstances. In addition, in the event a party to one of the ISDA master agreements, securities lending agreements or other derivatives agreements defaults, or a transaction is otherwise subject to termination, the non-defaulting party generally has the right to set off against payments owed to the defaulting party or collateral held by the non-defaulting party.

The Partnership does not offset its derivative instruments and presents all amounts in the statement of financial condition on a gross basis. The Partnership has pledged cash collateral to counterparties to support the current value of amounts due to the counterparties based on the value of the underlying security. As of June 30, 2014, the gross and net amounts of derivative instruments and the cash collateral applicable to derivative instruments were as follows:

8. Derivative Contracts (continued)

Financial Assets, Derivative Assets and Collateral received by Counterparty:

	Gross Amounts not Offset in the Statement of Financial Condition			
Counterparty	Gross Amounts of Assets Presented in the Statement of Financial Condition $	Financial Instruments $	Cash Collateral Received $	Net Amount $
Counterparty 1	2,971,096	2,971,096	–	–
Counterparty 2	5,000,758	693,099	–	4,307,659
Counterparty 3	36,987,100	15,800,396	–	21,186,704
Counterparty 4	4,280,353	4,280,353	–	–
Counterparty 5	6,473,407	6,473,407	–	–
Counterparty 6	34,529,519	1,668,979	20,839,291	12,021,249
Counterparty 7	121,910	121,910	–	–
Counterparty 8	5,472,896	4,926,343	–	546,553
Counterparty 9	1,322,915	1,322,915	–	–
Counterparty 10	2,048,246	–	1,510,312	537,934
Counterparty 11	901,457	–	901,457	–
Counterparty 12	509,226	–	–	509,226
Counterparty 14	2,375,406	–	1,619,991	755,415
Total	**102,994,289**	**38,258,498**	**24,871,051**	**39,864,740**

Financial Liabilities, Derivative Liabilities and Collateral pledged by Counterparty:

	Gross Amounts not Offset in the Statement of Financial Condition			
Counterparty	Gross Amounts of Liabilities Presented in the Statement of Financial Condition $	Financial Instruments $	Cash Collateral Pledged $	Net Amount $
Counterparty 1	5,736,072	2,971,096	2,764,976	–
Counterparty 2	693,099	693,099	–	–
Counterparty 3	15,800,396	15,800,396	–	–
Counterparty 4	6,115,518	4,280,353	1,835,165	–
Counterparty 5	8,129,401	6,473,407	1,655,994	–
Counterparty 6	1,668,979	1,668,979	–	–
Counterparty 7	1,975,585	121,910	1,853,675	–
Counterparty 8	4,926,343	4,926,343	–	–
Counterparty 9	1,649,141	1,322,915	326,226	–
Counterparty 13	2,505,864	–	–	2,505,864
Total	**49,200,398**	**38,258,498**	**8,436,036**	**2,505,864**

Notes to Unaudited Condensed Interim Financial Statements continued

Period ended June 30, 2014

9. Indemnifications

In the normal course of business, the Partnership enters into contracts that contain a variety of indemnifications and warranties. The Partnership's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Partnership that have not yet occurred. However, the Partnership has not had prior claims or losses pursuant to these contracts and expects the risk of loss to be remote. Thus, no amounts have been accrued related to such indemnifications. The Partnership also indemnifies the General Partner, the Investment Manager and employees from and against any loss or expense, including, without limitation any judgment, settlement, legal fees and other costs. Any expenses related to this indemnification are reflected in administrative and professional fees in the statement of income.

10. Financial Highlights

The following represents the ratios to average Feeder capital and total return information for the period ended June 30, 2014:

Ratios to average limited partners' capital:	
Total expenses	0.25%
Incentive allocation	1.44%
Total expenses and incentive allocation	**1.69%**
Net investment income	**0.65%**

The ratios above are calculated for the Feeder taken as a whole. The computation of such ratios based on the amount of expenses, incentive allocation, and net investment income assessed to each shareholder's investment in the Feeder may vary from these ratios. The net investment income ratio does not reflect the effect of any incentive allocation.

Total return before incentive allocation	8.55%
Incentive allocation	(1.48%)
Total return after incentive allocation	**7.07%**

Total return is calculated for the Feeder's investment in the Partnership. Each shareholder's return on their investment in the Feeder may vary from these returns.

11. Subsequent Events

Subsequent to June 30, 2014, the Partnership recorded subscriptions of $302.7 million and capital withdrawal requests of approximately $30.9 million through September 30, 2014. Subsequent events were evaluated by the Partnership's management until August 26, 2014, which is the date the financial statements were available to be issued.

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