Exhibit 12

STERLING STAMOS
Security Fund, L.P.

February 2005

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Confidential

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Overview

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Overview – The Firm and Its Philosophy

- **The Sterling Partnership**
  - Sterling Equities – real estate development and principal investments
  - Sterling American Properties – real estate funds
  - American Securities Capital Partners – private equity funds
  - Sterling Sports and Entertainment – New York Mets and Brooklyn Cyclones
  - Sterling Stamos – integrated investment arm of the Sterling Partnership
- **The Sterling Stamos Partnership**
  - Began as an investment partnership on behalf of the Katz, Wilpon, and Stamos families
- **The Value of Partnership**
  - Trust-based relationships built on transparency and communication
  - Access: Closed managers, sourcing, due diligence, macro perspectives
  - Unique network; a "collective intelligence"
- **Philosophy**
  - Treat investors as partners and always put their interests first
  - Ensure staying power in the market
  - Protect capital and seek consistent, positive returns (absolute return orientation)
  - Follow the charge of our founders: "Do well by doing good"

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Sterling Stamos Security Fund, L.P.

Overview

Security Fund

Overview – Attractive Asset Class / Attractive Structure

- **Why The Hedge Fund Asset Class?**
  - Skill-based performance (versus market based)
  - Operate in less efficient market space
  - Unconstrained
  - Opportunistic
  - Leverage
  - Interests aligned (Portfolio Manager is invested alongside their Limited Partners)
  - Relatively liquid (quarterly)
  - Historically have generated alpha (investment value add)

- **Why The Hedge Fund of Funds Structure?**
  - Reduce fund level risk through diversification (low correlated sub-strategies)
  - Mitigate risk of single hedge fund manager
  - Leverage additional level of professional due diligence, portfolio construction, and monitoring
  - Access to hedge funds that are closed to new investors
  - Access to multiple hedge funds at relatively low investment minimum
  - Consolidated performance and tax reporting

Security Fund

Overview – Attractive Attributes of the Security Fund

- **Highlights:**
  - Diversified; multi-strategy, multi-manager
  - Low correlation to equity and fixed income markets
  - Primarily "non-directional" – very little unhedged equity or fixed income market exposure
  - Tactical asset allocation; active; opportunistic
  - Non-directional strategies include relative value, event driven, and equity hedged

- **Investment Objective:**
  - Preserve capital and enhance wealth by achieving long-term absolute returns
  - Moderate absolute returns of 8% – 10% annually
  - Maintain low volatility of 2% – 4% annually

- **Actual Investment Performance (10/01/02 – 1/31/05):**
  - Annualized return of 8.7%
  - Annualized standard deviation of 1.9%
  - Annualized Sharpe ratio of 3.5 (using a risk free rate of 2.25%)

- **Alternative / Complement to Traditional Fixed Income Investments**
  - Historical equity-like returns with less than fixed income-like risk
  - Opportunity to reduce overall investment portfolio risk without sacrificing return

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Security Fund

Overview – Differentiating Characteristics of the Security Fund

- **Unique Macro Economic Perspective**
  - Peter Stamos' involvement as an advisor to elite academic, political, and private institutions
- **Access to Sterling Equities' Experience and Unique Proprietary Sourcing**
  - Sterling Stamos is able to leverage Sterling Equities' 40 years of alternative investment experience
- **Access to Closed Funds**
  - Fund currently invested in 16 closed funds with access to additional if desired
- **Alignment of GP and LP Interests**
  - Sterling Stamos is committed to invest alongside investment partners (25% of total Fund assets)
- **Higher Level of Transparency**
  - Sterling Stamos is committed to providing underlying Portfolio Manager information
- **Higher Level of Liquidity**
  - Quarterly liquidity after initial one year lockup
- **No Preferential Terms**
  - All limited partners are subject to identical Fund terms (fees, liquidity)

Sterling Stamos Security Fund, L.P.

Investment Performance

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Summary Statistics (10/01/02 – 1/31/05)

SUMMARY STATISTICS

Fund Inception	October 2002[1]
Firm Assets Under Management	1,217 MM
Fund Assets Under Management	358 MM
Average Annualized Return	8.7%
Standard Deviation	1.9%
Sharpe Ratio	3.5 [2]
Number of Managers	34
Number of Positive Months	24
Number of Negative Months	3
Largest Drawdown	-0.44%

Source: Sterling Stamos analysis.

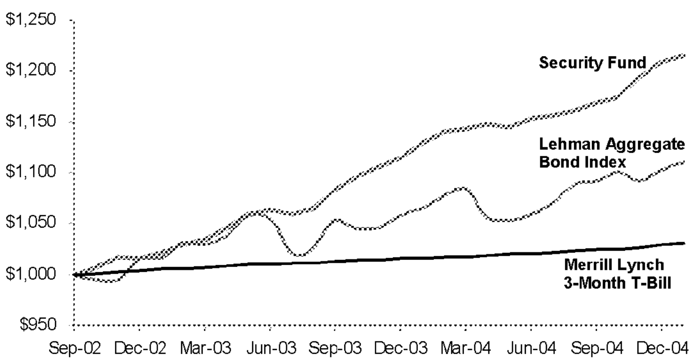
1. October 2002 marks the official launch to the public.
2. Sharpe ratio is based on 2.25% risk free rate.

Security Fund

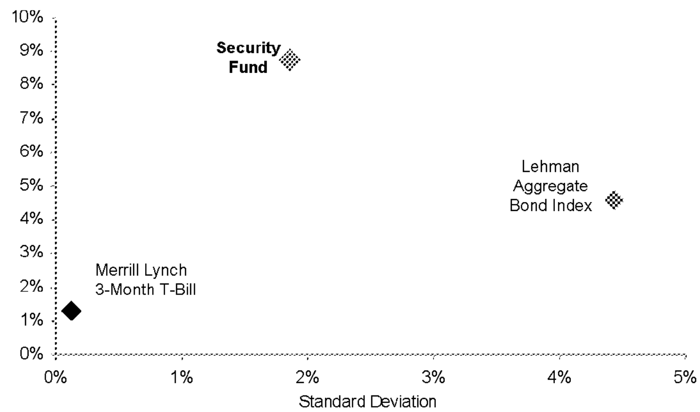
Comparison of Results (10/01/02 – 1/31/05)

	Annual Return	Standard Dev	Sharpe Ratio
Security Fund	8.7%	1.9%	3.5

SECURITY FUND PERFORMANCE



RETURN / RISK COMPARISON



Source: Sterling Stamos analysis.

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Security Fund

Monthly Performance (net of all fees and expenses)

Unaudited net returns

	2002	2003	2004	2005
January		0.70%	1.29%	0.48%[2]
February		0.59%	0.97%	
March		0.46%	0.31%	
April		1.19%	0.41%	
May		1.28%	-0.29%	
June		0.52%	0.72%	
July		-0.44%	0.24%	
August		0.46%	0.49%	
September		1.77%	0.63%	
October	0.71%[1]	1.23%	0.46%	
November	1.04%	0.75%	1.71%	
December	-0.19%	0.88%	1.27%	
YTD	**1.56%**	**9.79%**	**8.51%**	**0.48%**

Source: Sterling Stamos analysis.

1. October 2002 marks the official offering date to outside investors.
2. Based on estimate as of 2/10/05.

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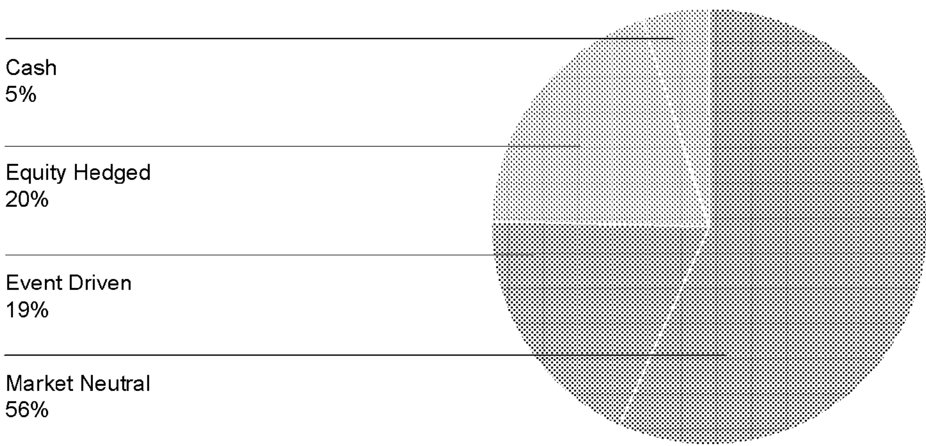
Strategy Allocation (As Of January 2005)



Source: Sterling Stamos analysis.

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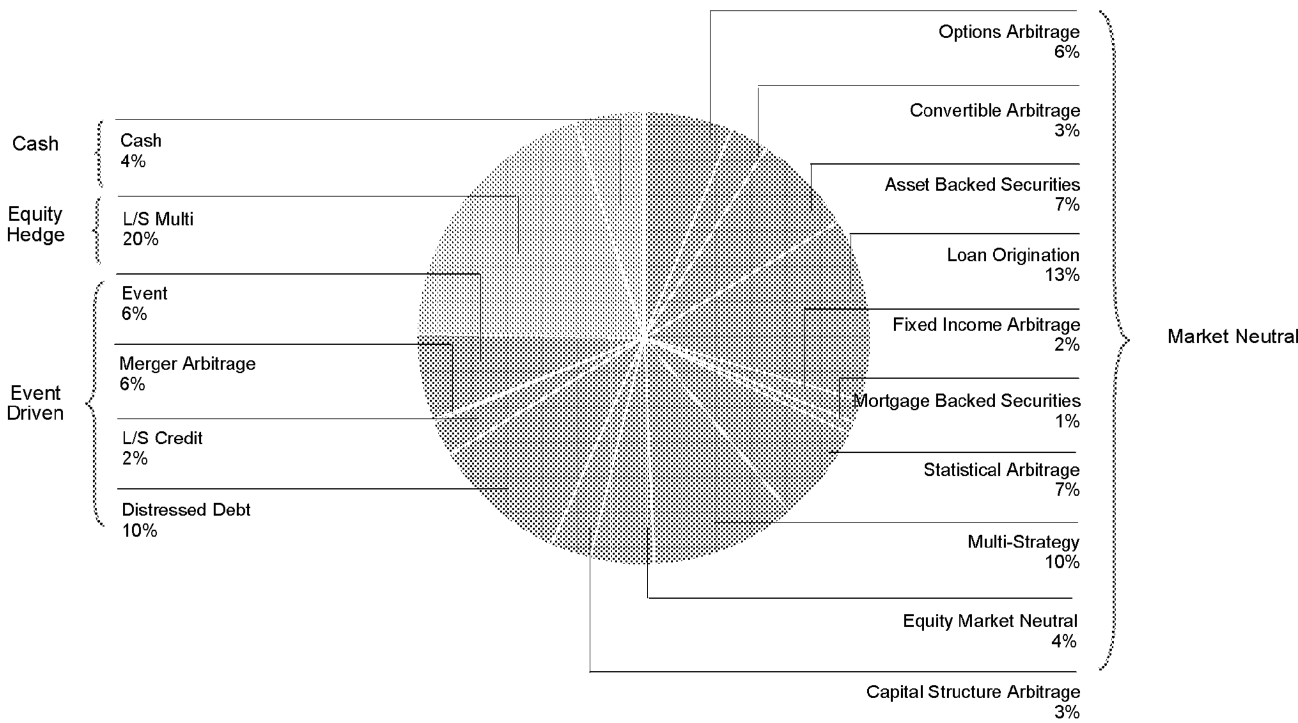
Sub-Strategy Allocation (As Of January 2005)



Source: Sterling Stamos analysis.

Sterling Stamos Security Fund, L.P.

Investment Process

Investment Process
Macro Economic Analysis

MACRO ECONOMIC ANALYSIS → SECTOR ANALYSIS → MANAGER SOURCING → DUE DILIGENCE → RISK/ PORTFOLIO MANAGEMENT → ONGOING MONITORING

- **Identify key macro economic trends based upon:**
  - Fundamentals
  - Technicals
  - Liquidity

- **Determine potential investment opportunities and risks among:**
  - Asset classes
  - Geographies

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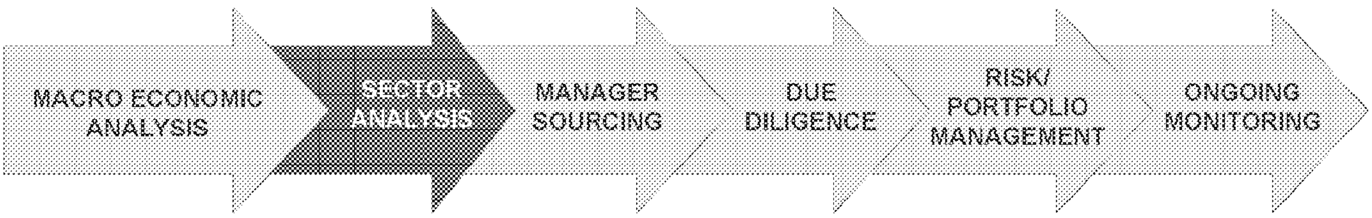
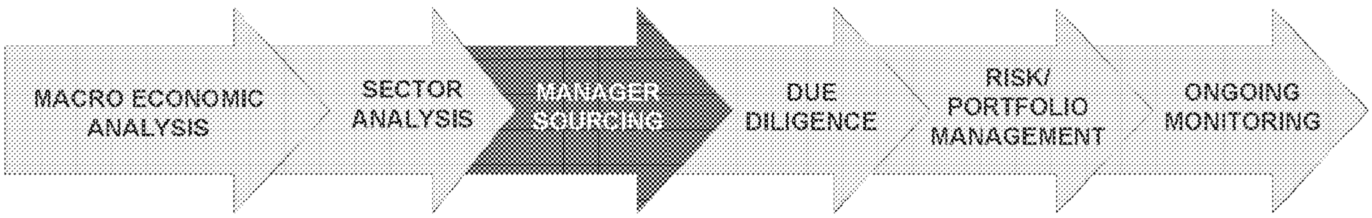
Investment Process
Sector Analysis



- **Determine directional portfolio concentrations to specific hedge fund strategies based on:**
  - Macro economic opportunity set
  - Risk analysis

Investment Process
Manager Sourcing



- **Leverage network and relationships of Sterling Stamos to:**
  - Identify emerging managers
  - Obtain capacity with "closed managers"
- **Leverage relationships with investment banks, third-party marketers, consultants, and research firms to identify Portfolio Managers**
- **Utilize industry-specific internal network, databases, newspapers, and magazines to identify prospective Portfolio Managers**

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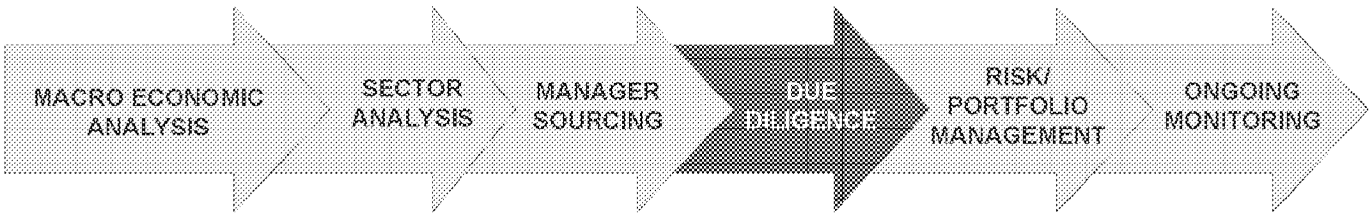
Investment Process

Due Diligence



- **Obtain information on fund-specific strategy, monthly returns, performance attribution, and references**
- **Analyze performance, liquidity, and correlations between proposed Portfolio Manager and existing Portfolio Managers in portfolio**
- **Conduct interviews and on-site visits to gain understanding of:**
  - Strategy (position level detail)
  - Operations (decision making rules, execution, and infrastructure)
  - Risk management
  - Back office infrastructure
  - Other procedures (e.g., portfolio pricing)

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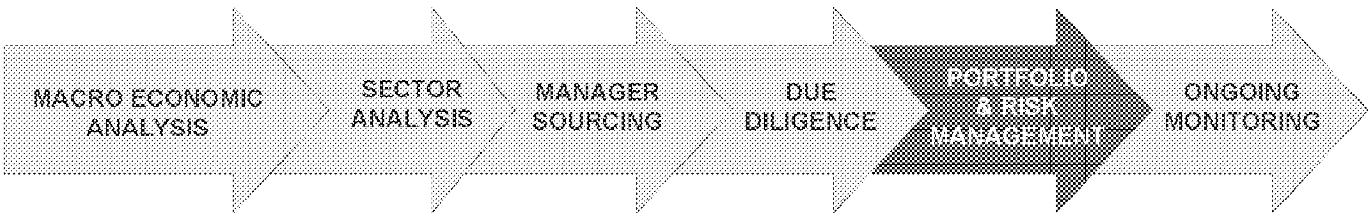
Investment Process
Portfolio & Risk Management



- **Maintain portfolio exposure limits by:**
  - Sector
  - Strategy
  - Portfolio Manager
  - Factors (credit, asset class, style, etc.)
- **Monitor each asset class and strategy associated with underlying Portfolio Managers to determine market opportunities and key events**
- **Compare weekly NAVs from Portfolio Managers with performance of associated market/asset class**

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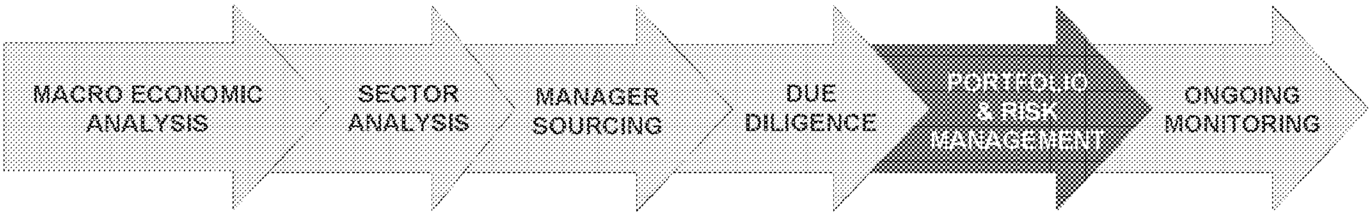
Investment Process

Portfolio & Risk Management



RISK TOOLS	ANALYSIS
Portfolio Optimization	▪ Mean-Variance optimization model by strategy and Fund Manager utilizing historical monthly performance data
Time Series Analysis	▪ Covariance/correlation analysis by Fund Manager-to-Fund Manager, to-strategy, and to-the-market ▪ Distribution Curve mapping (i.e., Skewness and Kurtosis) ▪ Drawdown attribution and downside deviation/recovery analysis
Portfolio Value-at-Risk	▪ Allocation range limits set by strategy and Fund Manager given a 2-3 standard deviation adverse move (assuming normal market conditions) ▪ Probability of loss determined through historical simulation as well as parametric methods such as Monte Carlo simulation
Stress/Scenario Testing	▪ Worst case scenario analysis developed through *straining* the covariance matrix and analysis of historical returns and factor observations outliers ▪ Qualitative case studies of high volatility periods and adverse moves in key asset classes (e.g., Russian default, WorldCom) to build "what if" scenario testing capabilities
Style Analysis	▪ Style drift and asset allocation analysis to quantify Fund Manager's performance attribution to the stated strategy and asset class ▪ Factor sensitivities and factor tilt analysis to determine underlying drivers of a specific fund manager's performance at different points

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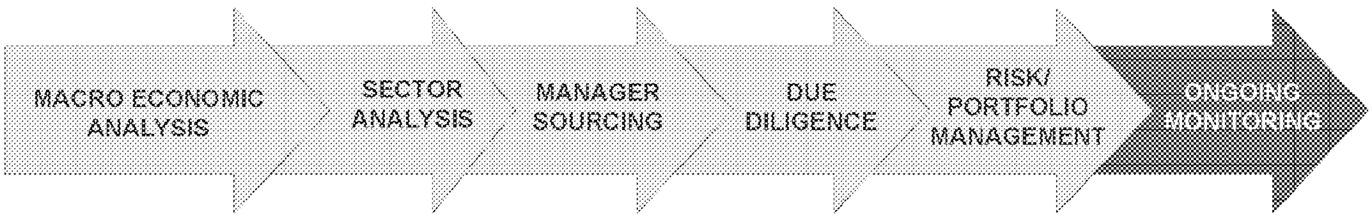
Investment Process
Ongoing Monitoring



- **Monthly / quarterly conference calls to discuss market conditions and fund performance with each underlying Portfolio Manager**

- **Review portfolio to assess performance, risk, and allocation on:**
  - Weekly basis by Portfolio Team and Principals
  - Quarterly basis by Sterling Stamos Investment Committee

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Professionals

Professionals
Senior Investment Team

INVESTMENT PROFESSIONAL	TITLE	EXPERIENCE	EDUCATION
Peter S. Stamos	Chief Executive Officer Managing Partner	Stamos Associates, Inc. (SAI) U.S. Senator Bill Bradley McKinsey & Company Booz Allen & Hamilton Doblin Group Harvard University, Dept. of Economics	Stanford University, BA Oxford University, DPhil Harvard University, JD Rhodes Scholar Truman Scholar
Ashok Chachra	Senior Portfolio Manager Partner	McKinsey & Company Morgan Stanley Chase Securities	Carnegie Mellon University, BS
Ellen T. Hornig	Senior Portfolio Advisor Partner	Highgate Partners Gabelli & Co. Weiss, Peck & Greer Merrill Lynch	Columbia University, MBA Colorado University, BS London School of Economics
Saul B. Katz	President of Sterling Equities General Partner	Sterling Equities New York Mets and Brooklyn Cyclones Chairman of the Board, NS-LIJ	Brooklyn College, BS CPA
David M. Katz	Executive VP of Sterling Equities General Partner	Sterling Equities Changing World Technologies New York Mets	Hofstra University, BA

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Professionals
Investment Professionals

INVESTMENT PROFESSIONAL	TITLE	EXPERIENCE	EDUCATION
Cathy Tse	Associate	Magna Securities Merrill Lynch & Co. Goldman Sachs & Co.	NYU, Leonard Stern School of Business, BS The Wharton School, MBA
Catherine Lee	Private Equity Manager	Stadium Capital Management, LLC Bain & Company Delta Air Lines Booz Allen and Hamilton	University of Kansas, BS Massachusetts Institute of Technology, MS Harvard Graduate School of Business Administration, MBA
Rohit Kumar	Associate	Brilliant Software Solutions, Inc. Alphasoft Services, Co. Icici Bank, Limited Ernst & Young, Private Limited	Indian Institute of Technology, BS Xavier Institute of Management, MS NYU, Leonard Stern School of Business, MBA
Angella Rainford	Associate	McKinsey & Company	Harvard University, BA University of Cambridge, MS
John Lee	Associate	Visa USA Guru.com Charles Schwab & Co.	Stanford University, BA
Catherine Liu	Senior Analyst	Merrill Lynch & Co.	Nanjing University, BS Renmin University, MS UCLA, Anderson School of Management, MS

Professionals
Other Investment Professionals

INVESTMENT PROFESSIONAL	TITLE	EXPERIENCE	EDUCATION
Fred Wilpon	Chairman of Sterling Equities General Partner	Sterling Equities New York Mets and Brooklyn Cyclones Bear Stearns & Co. Board Loews Corporation Board	University of Michigan, BS
Spiro Stamos	Chief Administrative Officer General Partner	Stamos Associates, Inc. (SAI) Whitaker Corporation Atlantic Richfield Hughes Aircraft	McGill University, BA
Chris Stamos	Chief Operating Officer Partner	Saatchi & Saatchi Stamos Creative U.S. Environmental Protection Agency	Stanford University, BA Oxford University, MA International University of Japan, MA Newton Tatum Scholar Mombusho Scholar
Kevin Barcelona	Chief Financial Officer Partner	RK Consulting Dreyfus Corporation	Seton Hall University, MS Hofstra University, BBA CPA
Kevin Okimoto	Front Office Manager Partner	Robertson Stephens MDvista	Santa Clara University, BS
Georgette Wong	Investor Relations Manager	ICG Financial USBancorp Piper Jaffray	UCLA, Anderson School of Management, MBA Amherst College, BA

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Summary of Principal Terms

Security Fund

Summary of Principal Terms

Legal Structure:	Domestic 3(c)(7) Limited Partnership
Investor Eligibility:	Qualified Purchasers
Minimum Investment:	US $5,000,000
Management Fee:	1% per annum
Performance Fee:	5%
Threshold Rate:	5%
High Water Mark:	Yes
Lock-up:	1 Year
Redemptions:	Quarterly
Notice Period:	90 days prior written notice

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Underlying Portfolio Manager Results

Security Fund

Underlying Portfolio Manager Results (through 1/31/05)[1]

STRATEGY	SUB-STRATEGY	FUND MANAGER	FUND STATUS	INCEPTION DATE	ANNUALIZED RETURN	STANDARD DEVIATION	SHARPE RATIO [2]
Market Neutral	Options Arb	A	Closed	1993	13.5%	3.0%	2.8
	Convert Arb	A	Open	1988	10.2%	5.5%	1.0
		B	Closed	1992	19.9%	4.1%	3.6
	Asset Backed	A	Limited	1997	12.9%	1.9%	4.1
		B	Open	2001	16.0%	4.3%	2.6
		C	Open	2004	4.0%	0.3%	N/A
	Loan Origination	A	Closed	1996	11.7%	2.3%	2.9
		B	Closed	2002	13.5%	0.8%	10.5
		C	Limited	2002	12.2%	2.8%	2.6
	FI Arb	A	Closed	2001	7.6%	2.0%	1.3
		B	Closed	1999	12.1%	2.2%	3.2
	MBS Arb	A	Open	1998	10.6%	9.2%	0.6
	Statistical Arb	A	Closed	2001	18.6%	6.8%	2.0
	Multi-Strategy	A	Open	1993	9.6%	2.8%	1.6
		B	Open	1994	17.2%	6.6%	1.8
		C	Closed	2003	1.0%	3.7%	N/A
		D	Closed	1990	16.1%	3.9%	2.9
	Equity M/N	A	Limited	1997	17.5%	11.1%	1.1
	Cap Struct Arb	A	Closed	2002	19.9%	7.6%	2.0

Source: Sterling Stamos analysis.

1. Since inception of each Portfolio Manager.
2. Sharpe ratio is based on 5% risk free rate.

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Security Fund

Underlying Portfolio Manager Results Continued (through 1/31/05)[1]

STRATEGY	SUB-STRATEGY	FUND MANAGER	FUND STATUS	INCEPTION DATE	ANNUALIZED RETURN	STANDARD DEVIATION	SHARPE RATIO[2]
Event Driven	Distressed	A	Limited	1993	10.2%	5.3%	1.0
		B	Closed	1999	12.5%	4.3%	1.7
		C	Limited	1999	14.8%	6.6%	1.5
		D	Limited	2004	16.4%	2.2%	5.2
		E	Closed	1999	18.4%	3.5%	3.8
		F	Closed	1992	15.0%	3.6%	2.8
	L/S Credit	A	Closed	2002	19.6%	6.6%	2.2
		B	Closed	2004	9.6%	1.2%	3.9
	Merger Arb	A	Open	1995	8.3%	3.5%	1.0
	Event	A	Open	2000	19.3%	9.4%	1.5
		B	Closed	1988	16.4%	5.9%	1.9
Equity Hedged	L/S Multi	A	Limited	2002	14.4%	4.0%	2.3
		B	Limited	2003	9.3%	2.0%	2.1
		C	Limited	2004	18.6%	4.1%	3.3
Cash	Cash	A	Limited	2004	4.1%	0.5%	N/A
		B	N/A	N/A	1.4%	0.1%	N/A

Source: Sterling Stamos analysis.

1. Since inception of each Portfolio Manager.
2. Sharpe ratio is based on 5% risk free rate.

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Sample Portfolio Manager Tracking Report

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Portfolio Manager Tracking Report

Sample Options Arbitrage Manager

INVESTMENT STRATEGY

The Manager engages primarily in the practice of options arbitrage with a focus on LEAPS. The Manager executes numerous options strategies including hedged directional strategies, such as bull spreads and bear spreads and long volatility strategies including straddles and strangles.

MANAGER BACKGROUND

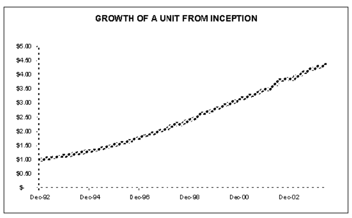
The Managing Director was formerly the Managing and General Partner of Ariel Capital from 1989 through 1991. Prior to that, he served as Managing Partner of Gotham Capital, an investment partnership from 1985 to 1988. The Managing Director was associated with Halcyon Investments from 1982 to 1985, and with the law firm of Milbank, Tweed, Hadley & McCloy from 1979 to 1982.

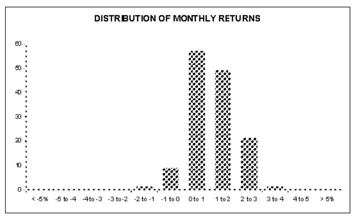
FUND TERMS

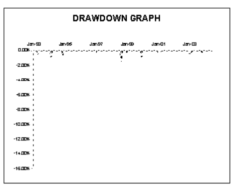
Assets Under Management	$1 Billion	Lockup	None
Fund Status	Closed	High Water Mark	No Incentive Fee
Minimum Investment	$500,000	Redemption Frequency	Annually (Dec 31)
Fees	1.5% + 0%	Redemption Notice Period	45 Days

MONTHLY PERFORMANCE

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2004	1.00%	0.59%	0.08%	0.40%	0.78%	1.60%							4.53%
2003	-0.38%	-0.24%	2.53%	-0.02%	0.93%	1.28%	1.62%	0.17%	1.15%	1.51%	-0.22%	0.41%	9.00%
2002	0.10%	0.50%	0.80%	1.00%	2.80%	0.30%	3.51%	0.31%	0.32%	0.81%	0.09%	0.07%	11.07%
2001	2.50%	-0.10%	1.30%	1.50%	0.20%	0.40%	0.30%	1.10%	1.10%	1.60%	1.40%	0.20%	12.09%
2000	2.40%	0.30%	2.30%	0.30%	1.40%	1.10%	0.60%	1.70%	0.20%	1.10%	0.40%	0.80%	13.32%
1999	1.70%	0.30%	2.70%	0.60%	2.20%	2.30%	0.60%	0.50%	0.60%	1.10%	1.60%	-0.60%	14.08%
1998	1.20%	1.90%	2.70%	0.40%	1.90%	1.50%	0.00%	-1.40%	2.00%	2.40%	1.60%	0.50%	15.65%
1997	2.90%	1.30%	0.80%	1.70%	1.50%	1.50%	1.00%	0.50%	2.50%	0.40%	1.50%	0.60%	17.42%
1996	1.80%	0.70%	1.70%	0.70%	1.70%	0.30%	2.10%	0.60%	1.60%	1.60%	1.60%	0.90%	16.40%
1995	1.60%	0.80%	1.20%	1.30%	1.90%	0.80%	1.20%	0.00%	2.20%	1.90%	0.70%	1.30%	16.39%
1994	2.20%	-0.80%	1.60%	2.90%	0.60%	0.50%	2.20%	0.60%	1.10%	2.10%	-0.60%	1.10%	14.17%
1993	1.20%	2.00%	2.00%	-0.40%	1.50%	1.90%	0.40%	1.70%	0.20%	2.00%	0.30%	0.50%	14.10%







PERFORMANCE

Annualized Average Geometric	13.74%
Rolling 12m Average	13.87%
Monthly Average Geometric	1.08%
Standard Deviation	3.05%
Average Positive Return Monthly	1.21%
Average Negative Return Monthly	-0.50%

RISK METRICS

Largest Drawdown	-1.40%	# Positive Months	128
Longest Recovery Period	1	# Negative Months	10
Average of 5 Largest Drawdowns	-0.84%	% Positive Months	92.75%

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