

Pool Financial Statement Data Entry Instruction Guide

Schedule of Key Financial Balances

Line 1 – Investments in Commodity Interest Accounts

Commodity interests include futures, options, forex, and swaps under CFTC jurisdiction. This balance should include the net liquidating value (“NLV”) of any futures and forex trading accounts directly owned by the pool and carried at a futures commission merchant or forex dealer. The balance should also include all cash, government securities (at market), unrealized gain/loss on open contracts and net option value held in such accounts, along with the market value of all swaps under CFTC jurisdiction. Do not report here investments in funds that trade commodity interests as those should be reported on line 3.

Line 2 – Investments in Security Accounts

Report the market value of all securities directly owned by the pool. Do not report here U.S. government securities carried in a commodity interest account reported on line 1 or investments in funds reported on line 4.

Line 3 – Investments in other funds – Commodity Interests

Report, at fair value, the pool's investment in other pools generally considered to be commodity pools (i.e., pools that you know trade commodity interests). Commodity interests include futures, options, forex, and swaps under CFTC jurisdiction.

Line 4 – Investments in other funds

Report, at fair value, the pool's investment in any other fund not reported on line 3.

Line 5 – Redemptions receivable from other funds

Report any amounts owed to the pool by any other funds, including other funds operated by the CPO.

Line 6 – All Other Investments

Report, at fair value, any other assets, held for investment, owned by the pool and not already included in lines 1-5 above.

Line 7a – Receivable from CPO or any other affiliated person or entity for reimbursement of pool expenses

Report any amounts owed to the pool by the CPO or any other affiliated person or entity for reimbursement of pool expenses.

Line 7b – Other Receivable from CPO or any other affiliated person or entity – [NFA Compliance Rule 2-45](#)

Report any other amounts owed to the pool by the CPO or any other affiliated person or entity (e.g., loans, capital contributions not paid, etc.) [NFA Compliance Rule 2-45](#) Please note, receivables from other funds the CPO operates should be classified on line 5.

Line 8 – All other Assets

Report the summation of all other assets included on the pool's balance sheet that are not already itemized in the above balances.

Line 9 – Total Assets

This balance will be the summation of lines 1-8.

Line 10 – Short Securities

Report, at fair value, proceeds received from securities sold not yet purchased or securities sold under agreement to repurchase.

Line 11 – Amounts borrowed

Report amount of any outstanding loan or note including banks loans, margin loans, etc.

Line 12 – All other liabilities

Report the summation of all other liabilities included on the pool's balance sheet that are not already itemized in the above balances (lines 10 and 11).

Line 13 – Total Liabilities

This balance will be the summation of lines 10-12.

Line 14 – Total Net Asset Value

This balance should equal line 9 less line 13.

Line 15 – Gains/(Losses) on Commodity Interests

Report the realized and unrealized gains/losses on the pool's direct investments in commodity interests. Commodity interests include futures, options, forex, and swaps under CFTC jurisdiction. This should represent the investment income or loss generated on assets generally classified in line 1 above.

Line 16 – Gains/(Losses) on Securities

Report the realized and unrealized gains/losses on the pool's direct investments in securities. This should represent the investment income or loss generated on assets generally classified in line 2 above.

Line 17 – Gains/(Losses) on Investments in other funds

Report the investment income or loss generated by the pool's investments in other funds (assets classified on lines 3 and 4 above).

Line 18 – Gains/(Losses) on all other investments

Report the investment income or loss generated by all of the pool's other investments. This should represent the investment income or loss generated on assets generally classified in line 6 above.

Line 19 – Interest and Dividend Income

Report gross interest and dividends earned during the reporting period.

Line 20 – All other income

Report the summation of all other revenues included on the pool's Statement of Operations that are not already itemized on lines 15-19. This should include both investment and non-investment related revenues.

Line 21 – Total Revenue

This balance will be the summation of lines 15-20.

Line 22 – Management Fee Expense

A management fee is usually charged based simply upon a percentage of the assets under management and is payable irrespective of profitability. Report any fees paid directly from the pool to the CPO, CTA or administrator as a management fee. If the pool is a fund of funds, management fees charged at the investee fund levels need not be added here.

Line 23 – Incentive Fee Expense

Incentive fees are usually charged by the pool's CPO or CTA based upon the overall profits of the pool. Report any fees paid directly from the pool to the CPO or CTA as an incentive fee. If the pool is a fund of funds, incentive fees charged at the investee fund levels need not be added here. See line 31 for incentive fees paid as a special allocation of income to the general partner.

Line 24 – Interest Expense

Report gross interest paid during the period plus accrued interest payable.

Line 25 – All other expenses

Report the summation of all other expense items included on the pool's Statement of Operations that are not already itemized on lines 22 through 24.

Line 26 – Total Expense

This balance will be the summation of lines 22 through 25.

Line 27 – Net Income (Loss)

This should be equal to total revenue (line 21), less total expense (line 26) and before any special allocation to the General Partner (line 31).

Line 28 – Beginning Net Asset Value

Report the net asset value at the close of the pool's last fiscal year. Pools which have not previously operated should show zero.

Line 29 – Additions to Net Asset Value

Report contributions made by limited and general partners throughout the reporting period.

Line 30 – Withdrawals from Net Asset Value

Report distributions made to limited and general partners throughout the reporting period.

Line 31 – Special Allocation to General Partner

Incentive fees paid to general partners may be structured as incentive allocation or a special allocation of income to the general partner. Under this approach, rather than the general partner receiving a fee paid out in cash from the pool, the general partner is allocated a disproportionate profit share to its capital account. Pursuant to CFTC Interpretative Letter Number 94-3, these special allocations must be

- Recognized in the financial statements in the same period as the net income or other basis of computation.
- Classified in the financial statements as either an expense in the partnership's income statement or a special allocation of net income, which is presented as a deduction on the income statement.
- Separately reported in the statement of changes in net asset value.

Report these allocations on line 31 of the schedule of key financial balances.

Line 32 – Number of Outstanding Units

For pools sold in units, report the total of outstanding units at the end of the reporting period.

Line 33 – Net Asset Value per unit

Total net asset value of the pool at year-end (line 14) divided by the number of outstanding units at year end (line 32). This balance is only required if the pool is unitized. If the pool is not unitized, a schedule itemizing the total value of each participant's interest or share in the pool must be uploaded as a pdf file.

Line 34 – Total Level I Assets

Report the total value of assets considered to be Level I assets in the Fair Value Hierarchy. Level I assets are assets that are valued utilizing unadjusted quoted market prices in active markets for the identical asset.

Line 35 – Total Level II Assets

Report the total value of assets considered to be Level II assets in the Fair Value Hierarchy. Level II assets are assets that are valued using quoted prices for identical or similar assets in markets that are less active, that is, markets in which there are few transactions that are observable for substantially the full term.

Line 36 – Total Level III Assets

Report the total value of assets considered to be Level III assets in the Fair Value Hierarchy. Level III assets are assets whose value is estimated based on internally developed models utilizing significant inputs that are not readily observable from objective sources. See FAS 157 for more details.

Line 37 – Assets valued using practical expedient

Report the value of assets that were measured at fair value using the net asset value per share practical expedient.

Line 38 – Total Level I Liabilities

Report the total value of liabilities considered to be Level I liabilities in the Fair Value Hierarchy. Level I liabilities are liabilities that are valued utilizing unadjusted quoted market prices in active markets for the identical liability.

Line 39 – Total Level II Liabilities

Report the total value of liabilities considered to be Level II liabilities in the Fair Value Hierarchy. Level II liabilities are liabilities that are valued using quoted prices for identical or similar liabilities in markets that are less active, that is, markets in which there are few transactions that are observable for substantially the full term.

Line 40 – Total Level III Liabilities

Report the total value of liabilities considered to be Level III liabilities in the Fair Value Hierarchy. Level III liabilities are liabilities whose value is estimated based on internally developed models utilizing significant inputs that are not readily observable from objective sources.