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French companies in the US are actively (and legally!) participating to the US mid-term election. How? By giving cash to both Republicans and Democrats. A list of the main ones.

US Mid-term Elections *and the French Companies*

AXA	\$381,784	Lafarge	\$95,779
Vivendi	\$185,145	Sodexo	\$44,250
Sanofi-Aventis	\$165,444	Louis Dreyfus	\$38,000
GDF-Suez	\$119,071	Suez Env.	\$27,600
Areva	\$117,912	Alcatel	\$25,000

2010 Peace Nobel Prize: *Liu Xiaobo*



How it was announced on Chinese news

The Chinese government didn't like the Peace Nobel Prize being given to one of its political prisoners. The largest emerging country, the one that fascinated us with its Olympic Games and gave the world the best Universal Exposition in Shanghai could not tune properly the announcement of Liu Xiaobo's price... so Chinese viewers got a scrambled screen. Thinking these guys are the ones manufacturing our TV sets!!!



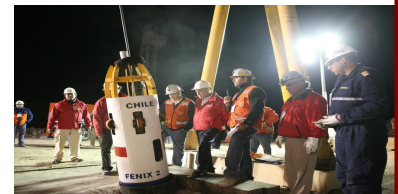
Paul the Pulp died (and foul play is suspected), a Chinese political prisoner got a Nobel Peace Prize, the French were in the streets to get more retirement with less work. Tea Party candidates in the US are flushing (and maybe should be flushed themselves) and the winner is Jérôme Kerviel with a €5 Billion fine for lack of supervision by Société Générale... nice shot...

Miners *Good to be Chilean*

Good to be a Chilean miner! You got stuck 700 meters underground in a cave and your government will make every possible move to get you out. And in fanfare! More than 200 TV networks, sponsors (!) who gave money and gifts to the miners, the show was a #1 hit in all countries... except

China maybe were it is cheaper to let them where they are and hire new ones.

One miner is getting out viewed by millions



Kerviel Gets Fined... *€5 Billion*

The next 390,000 years are going to be tough for little Jérôme

Société Générale comes out clean after the court gave all responsibility to JK. Which means, if you are a customer of the bank, that your money lies with an institution that was not able to spot one of

its employees playing with amounts in excess of its capital... scarring isn't it? And if the bank is not guilty why did it fire all of JK's supervisors up to the bank's chairman himself...



Kerviel will need to work **390,000 years** to repay SG using 100% of his salary. His fine could pay for **20 Airbus 380** or **20,000 Ferrari**...

Crisis? *What Crisis?*

France has most millionaires *in Europe*

According to a Crédit Suisse study one millionaire out of 11 in the world is French. France has 2.2 million millionaires ranking #1 in Europe and #3 in the world!

Hedge Fund Magnate purchases Liverpool FC
John W. Henry made his fortune managing hedge funds, he then became the owner of the Boston Red Sox baseball team and now owns Liverpool FC for which he paid £300 millions.

walnutfinance *Investments*

Fund	Last	Month	YTD	2009	2008
Man Directional Series 2 USD Income	\$ 1.0491	+2.40%	n.a.	n.a.	n.a.
Man AP Enhanced Series 2 USD	\$ 1.1501	+070%	+15.90%	-7.80%	-12.90%
Man-IP 220 EUR	€ 1.4345	+4.30%	+19.50%	-10.50%	+13.40%
Man AP Enhanced Series 3 EUR Capital	€ 1.0018	-0.50%	+11.10%	-1.20%	-15.60%
Man Directional USD Income	\$ 0.9730	+2.90%	+4.00%	n.a.	n.a.
Man IP 220 Series 5 USD	\$ 1.0289	+1.90%	+23.90%	-17.30%	+0.40%
Man AP Stratum Series 2 USD	\$ 0.9447	+1.00%	+19.10%	-11.90%	n.a.
Man IP 220 Series 6 USD	\$ 1.0658	+3.00%	+16.80%	-8.70%	n.a.
Man IP 200 Series 7 USD	\$ 1.1638	+3.70%	+16.40%	n.a.	n.a.
FIM Brazil	€ 30.53	+1.77%	+11.30%	+135.60%	-57.80%
FIM India	€ 47.89	-0.66%	+24.10%	+71.00%	-61.20%
FIM Russia	€ 91.58	+3.50%	+19.30%	+152.30%	-69.10%
FIM Emerging Europe	€ 16.13	+2.87%	+10.00%	+44.20%	-56.50%
FIM China	€ 13.16	+4.78%	+10.40%	+40.60%	-51.20%
FIM Sahara	€ 10.81	+1.03%	+13.70%	+31.70%	-49.80%
FIM Ukraine	€ 2.48	-8.82%	+23.70%	+15.20%	-91.60%
FIM Brands	€ 12.90	+2.54%	+11.50%	+40.93%	-44.63%
Swiss-Asia Marco Polo Hedge Fund	\$76.60	+3.31%	+1.27%	+12.82%	n.a.

The World according to *walnutfinance*

Europe



Turkey Suicide bomb rocks Turkish celebration, 32 injured by a suspected Kurdish separatists action.

France After one month of strikes and bitter words exchanged, the French government finally got the retirement reform voted, the country was on the verge of blockade with harbors and refineries occupied and blocked by a few decided strikers.

The Middle East



Iraq Hostage were taken and 52 were killed in a Baghdad Christian church. The terrorists identified themselves as al-Qaida affiliated. Whatever that means...

Yemen Spreading bombs and terror: Dubai, London, or the USA. Testing security?

Iraq French airline Air Azur landed in Baghdad inaugurating the first commercial flight from the West in Iraq after years of isolation.

Asia



Indonesia One tsunami, an earthquake, and a volcano eruption. All in one week. Indonesia is not the easiest place to stay these days...

Americas



USA Unknown Tea Party candidates are coming out from nowhere for mid-term elections. Dumber seems to be better.

walnutfinance Panel

	\$/€	Dow	NASDAQ	Nikkei225	FTSE100	CAC40
Last	1.3942	11,118.49	2,507.41	9,202.45	5,675.16	3,833.50
1-Month	▼ -2.33%	▲ +2.61%	▲ +5.51%	▼ -3.73%	▲ +1.90%	▲ +2.58%
Year-to-Date	▲ +2.92%	▲ +4.82%	▲ +8.62%	▼ -13.85%	▲ +3.18%	▼ -5.23%
12-Month	▼ -1.39%	▲ +11.12%	▲ +21.88%	▼ -6.13%	▲ +10.35%	▲ +4.45%
5-Year	▼ -18.52%	▲ +1.66%	▲ +10.80%	▼ -40.26%	▲ +4.64%	▼ -15.86%

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Liu Xiaobo
 Peace Nobel Prize



Chilean Miners
 This month winners



Dilma Rousseff
 Brazilian President

walnutfinance \$100K Portfolio vs. Markets

Index	October 2010	Year-to-date	Since January '09*
WF 100K Portfolio	Best +13.50%	Best +31.12%	Best +160.88%
S&P500	+3.37%	+4.11%	+31.00%
CAC40	+2.58%	-5.23%	+19.13%
FTSE100	+1.90%	+3.18%	+28.01%

*Inception of WF 100K Portfolio

walnutfinance \$100,000 Portfolio

Company	Symbol	Shares	Paid	Last	Value	P/L
Ensign Group	ENSG	2,000	\$18.20	\$18.79	\$37,580.00	\$1,180.00
Hewlett Pack.	HPQ	1,000	\$42.00	\$42.04	\$42,040.00	\$40.00
Nat. Semi Con.	NSM	2,500	\$12.75	\$13.70	\$34,237.50	\$2,362.50
Microsoft	MSFT	1,300	\$25.20	\$26.67	\$34,664.50	\$1,904.50
Dell	DELL	2,400	\$13.15	\$14.40	\$34,548.00	\$2,988.00
Nvidia	NVDA	3,500	\$11.00	\$12.02	\$42,071.75	\$3,571.75
Taiwan Semi	TSM	2,900	\$10.20	\$10.91	\$31,639.00	\$2,059.00
Cash + Net Dividends Earned					\$4,098.57	
Portfolio Net Value as of October 31, 2010					\$260,878.82	\$160,878.82

(**\$100,000 invested on January 1, 2009 evenly split over five securities**)

Volatile markets in October so we traded actively the portfolio locking small profits to maintain a positive spread over the benchmark.

October Trades	
Sold	Bot
NTAP \$51.00 - GFI \$16.25 GE \$17.30 - YHOO \$16.50 PBY \$12.00 - INTC \$20.55	YHOO \$14.50 - TSM \$10.20 MSFT \$25.20 - NVDA \$11.00 ENSG \$ 18.20

Quote of the month
 "I always tried to turn every disaster into an opportunity."
 J. D. Rockefeller, US Businessman

Annualized Return Since Inception:
 +67.22%

2009 >>> +98.97%

2010 >>> +31.12%

On January 1, 2009, **walnut** finance invested \$100,000 split evenly into five different US-listed securities. The table on the right gives the result of that investment as of October 31, 2010. Dividends are net and not re-invested. Total profit is +160.88%.

Current Value:
\$260,878.82

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