

**HF PARTNERS, L.P.**  
**BALANCE SHEET**  
**June 30, 2011**

	01/31/11	02/28/11	03/31/11	04/30/11	05/31/11	06/30/11	07/31/11	08/31/11	09/30/11	10/31/11	11/30/11	12/31/11
Cash at Broker	4,973,610	5,286,869	5,268,731	5,125,397	5,005,942	5,170,852	-	-	-	-	-	-
Dividends Receivable	-	7,550	17,220	-	7,540	37,050	-	-	-	-	-	-
Long Positions - Cost	9,524,678	9,656,235	9,587,542	9,452,316	9,356,789	9,546,754	-	-	-	-	-	-
Long Positions - Unrealized	3,375,901	3,235,314	3,304,007	3,436,141	3,531,667	3,408,125	-	-	-	-	-	-
Prepaid Management Fee	46,589	22,961	(667)	47,532	23,829	126	-	-	-	-	-	-
Start-Up Costs	41,006	39,298	37,589	35,880	34,172	32,463	-	-	-	-	-	-
<b>Total Assets</b>	<b>17,961,784</b>	<b>18,248,227</b>	<b>18,214,422</b>	<b>18,097,266</b>	<b>17,959,939</b>	<b>18,195,370</b>	-	-	-	-	-	-
Accrued Professional	(28,550)	(27,500)	(31,250)	(29,694)	(10,889)	(15,583)	-	-	-	-	-	-
Dividends Payable	-	(100)	(1,120)	(400)	(150)	(1,570)	-	-	-	-	-	-
Short Positions - Cost	(2,504,627)	(2,605,789)	(2,601,258)	(2,514,568)	(2,325,675)	(2,452,612)	-	-	-	-	-	-
Short Positions - Unrealized	(71,785)	(58,663)	(63,194)	(140,855)	(329,748)	(304,283)	-	-	-	-	-	-
Due to G.P.	-	-	-	-	-	-	-	-	-	-	-	-
Due to L.P.	(171,695)	(16,399)	(560,883)	(43,885)	(43,885)	(43,885)	-	-	-	-	-	-
Investor Deposits	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>(2,776,657)</b>	<b>(2,708,451)</b>	<b>(3,257,706)</b>	<b>(2,729,402)</b>	<b>(2,710,347)</b>	<b>(2,817,934)</b>	-	-	-	-	-	-
LP Equity	(14,163,459)	(14,506,270)	(13,921,978)	(14,323,979)	(14,212,132)	(14,329,666)	-	-	-	-	-	-
GP Equity	(1,021,668)	(1,033,506)	(1,034,739)	(1,043,884)	(1,037,461)	(1,047,771)	-	-	-	-	-	-
<b>Total Equity</b>	<b>(15,185,127)</b>	<b>(15,539,776)</b>	<b>(14,956,716)</b>	<b>(15,367,863)</b>	<b>(15,249,592)</b>	<b>(15,377,437)</b>	-	-	-	-	-	-
<b>Total Liabs &amp; Equity</b>	<b>(17,961,784)</b>	<b>(18,248,227)</b>	<b>(18,214,422)</b>	<b>(18,097,266)</b>	<b>(17,959,939)</b>	<b>(18,195,370)</b>	-	-	-	-	-	-

(Unaudited)

**HF PARTNERS, L.P.**  
**INCOME STATEMENT**  
June 30, 2011

	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	YTD 06/30/11
<i>Dividend Income</i>	11,000	7,550	19,440	15,250	7,740	41,260	-	-	-	-	-	-	102,240
<i>Interest Income</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Realized G(L) - S/T</i>	184,529	180,690	(90,094)	(1,561)	(8,333)	30,414	-	-	-	-	-	-	295,645
<i>Realized G(L) - L/T</i>	3,457	123,996	-	74,694	7,369	189,027	-	-	-	-	-	-	398,542
<i>Unrealized G(L)</i>	32,876	(127,465)	64,161	54,473	(93,366)	(98,077)	-	-	-	-	-	-	(167,398)
<i>Other Income</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Income</b>	<b>231,862</b>	<b>184,771</b>	<b>(6,493)</b>	<b>142,855</b>	<b>(86,590)</b>	<b>162,624</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>629,030</b>
<i>Dividend Expense</i>	(400)	(100)	(2,245)	(400)	(150)	(3,258)	-	-	-	-	-	-	(6,553)
<i>Interest Expense</i>	(696)	(935)	(751)	(1,202)	(1,424)	(1,416)	-	-	-	-	-	-	(6,425)
<i>Management Fee</i>	(23,295)	(23,628)	(23,628)	(23,703)	(23,703)	(23,703)	-	-	-	-	-	-	(141,660)
<i>Audit Fees</i>	(1,667)	(1,667)	(1,667)	(2,611)	(2,611)	(2,611)	-	-	-	-	-	-	(12,833)
<i>Legal Fees</i>	(163)	-	-	-	-	-	-	-	-	-	-	-	(163)
<i>Admin Fees</i>	(2,083)	(2,083)	(2,083)	(2,083)	(2,083)	(2,083)	-	-	-	-	-	-	(12,500)
<i>Amort of Start-Up Costs</i>	(1,709)	(1,709)	(1,709)	(1,709)	(1,709)	(1,709)	-	-	-	-	-	-	(10,252)
<i>Other Expense</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Expenses</b>	<b>(30,012)</b>	<b>(30,122)</b>	<b>(32,082)</b>	<b>(31,709)</b>	<b>(31,681)</b>	<b>(34,780)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(190,385)</b>
<b>Net Income (Loss)</b>	<b>201,850</b>	<b>154,649</b>	<b>(38,575)</b>	<b>111,147</b>	<b>(118,271)</b>	<b>127,844</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>438,644</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**PARTNER CAPITAL ACCOUNTS**  
**June 30, 2011**

Partners	Partner Capital 12/31/10	Contributions	Partner Capital B/F Income	Inc. (Loss) Regular	Management Fee	Net Income (Loss)	Earned Incentive Allocation	Adjusted Partner Capital	Accrued Incentive Allocation	Partner Capital 06/30/11	(Withdrawals) (Transfers) 06/30/11	Partner Capital 06/30/11
Partner 1	3,142,266	-	3,142,266	121,347	(31,749)	89,598	-	3,231,864	(17,920)	3,213,944	-	3,213,944
Partner 2	1,946,246	-	1,946,246	75,159	(19,665)	55,495	-	2,001,741	(11,099)	1,990,642	-	1,990,642
Partner 3	63,829	-	63,829	2,465	(645)	1,820	-	65,650	(364)	65,286	-	65,286
Partner 4	127,659	-	127,659	4,930	(1,290)	3,640	-	131,299	(728)	130,571	-	130,571
Partner 5	127,659	-	127,659	4,930	(1,290)	3,640	-	131,299	(728)	130,571	-	130,571
Partner 6	127,659	-	127,659	4,930	(1,290)	3,640	-	131,299	(728)	130,571	-	130,571
Partner 7	59,907	-	59,907	2,313	(605)	1,708	-	61,616	(342)	61,274	-	61,274
Partner 8	299,537	-	299,537	11,567	(3,026)	8,541	-	308,078	(1,708)	306,370	-	306,370
Partner 9	187,535	-	187,535	7,242	(1,895)	5,347	-	192,882	(1,069)	191,813	-	191,813
Partner 10	317,565	-	317,565	12,264	(3,209)	9,055	-	326,620	(1,811)	324,809	-	324,809
Partner 11	113,535	-	113,535	4,384	(1,147)	3,237	-	116,772	(647)	116,124	-	116,124
Partner 12	240,331	-	240,331	9,281	(2,428)	6,853	-	247,184	(1,371)	245,814	-	245,814
Partner 13	101,339	-	101,339	3,913	(1,024)	2,890	-	104,229	(578)	103,651	-	103,651
Partner 14, IRA	849,624	-	849,624	32,810	(8,585)	24,226	-	873,850	(4,845)	869,005	-	869,005
Partner 15	437,215	-	437,215	11,273	(2,186)	9,087	(1,817)	444,485	-	444,485	(444,485)	-
Partner 16	205,614	-	205,614	7,940	(2,078)	5,863	-	211,477	(1,173)	210,304	-	210,304
Partner 17	1,564,322	-	1,564,322	60,410	(15,806)	44,605	-	1,608,927	(8,921)	1,600,006	-	1,600,006
Partner 18	201,367	-	201,367	6,514	(1,533)	4,981	(409)	205,940	(587)	205,352	(100,000)	105,352
Partner 19	145,236	-	145,236	5,609	(1,467)	4,141	-	149,377	(828)	148,549	-	148,549
Partner 20	2,514,679	-	2,514,679	97,111	(25,408)	71,703	-	2,586,382	(14,341)	2,572,041	-	2,572,041
Partner 21, IRA	456,159	-	456,159	17,616	(4,609)	13,007	-	469,166	(2,601)	466,564	-	466,564
Partner 22	352,478	-	352,478	13,612	(3,561)	10,050	-	362,528	(2,010)	360,518	-	360,518
Partner 23	394,972	-	394,972	15,253	(3,991)	11,262	-	406,234	(2,252)	403,982	-	403,982
Partner 24	-	200,000	200,000	4,656	(1,674)	2,982	-	202,982	(596)	202,386	-	202,386
Partner 25	-	300,000	300,000	3,772	(1,500)	2,272	-	302,272	(454)	301,817	-	301,817
<b>Total Limited Partners</b>	<b>13,976,734</b>	<b>500,000</b>	<b>14,476,734</b>	<b>541,303</b>	<b>(141,660)</b>	<b>399,643</b>	<b>(2,226)</b>	<b>14,874,151</b>	<b>(77,702)</b>	<b>14,796,448</b>	<b>(544,485)</b>	<b>14,251,964</b>
HF Partners Advisor, LLC	1,006,543	-	1,006,543	39,002	-	39,002	2,226	1,047,771	77,702	1,125,473	-	1,125,473
<b>Total Partners</b>	<b>14,983,277</b>	<b>500,000</b>	<b>15,483,277</b>	<b>580,304</b>	<b>(141,660)</b>	<b>438,644</b>	<b>-</b>	<b>15,921,922</b>	<b>-</b>	<b>15,921,922</b>	<b>(544,485)</b>	<b>15,377,437</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**INCENTIVE ALLOCATION**  
**June 30, 2011**

<i>Partners</i>	<i>Incentive Alloc. %</i>	<i>Beginning Cumulative Inc. (Loss) 12/31/10</i>	<i>YTD Inc. (Loss)</i>	<i>Total Incentive Allocation Inc. (Loss)</i>	<i>Earned Incentive Allocation Inc. (Loss)</i>	<b><i>Earned Incentive Allocation</i></b>	<i>Accrued Incentive Allocation Inc. (Loss)</i>	<b><i>Accrued Incentive Allocation</i></b>	<b><i>Total Incentive Allocation</i></b>
<i>Partner 1</i>	20%	-	89,598	89,598	-	-	89,598	17,920	17,920
<i>Partner 2</i>	20%	-	55,495	55,495	-	-	55,495	11,099	11,099
<i>Partner 3</i>	20%	-	1,820	1,820	-	-	1,820	364	364
<i>Partner 4</i>	20%	-	3,640	3,640	-	-	3,640	728	728
<i>Partner 5</i>	20%	-	3,640	3,640	-	-	3,640	728	728
<i>Partner 6</i>	20%	-	3,640	3,640	-	-	3,640	728	728
<i>Partner 7</i>	20%	-	1,708	1,708	-	-	1,708	342	342
<i>Partner 8</i>	20%	-	8,541	8,541	-	-	8,541	1,708	1,708
<i>Partner 9</i>	20%	-	5,347	5,347	-	-	5,347	1,069	1,069
<i>Partner 10</i>	20%	-	9,055	9,055	-	-	9,055	1,811	1,811
<i>Partner 11</i>	20%	-	3,237	3,237	-	-	3,237	647	647
<i>Partner 12</i>	20%	-	6,853	6,853	-	-	6,853	1,371	1,371
<i>Partner 13</i>	20%	-	2,890	2,890	-	-	2,890	578	578
<i>Partner 14, IRA</i>	20%	-	24,226	24,226	-	-	24,226	4,845	4,845
<i>Partner 15</i>	20%	-	9,087	9,087	9,087	1,817	-	-	1,817
<i>Partner 16</i>	20%	-	5,863	5,863	-	-	5,863	1,173	1,173
<i>Partner 17</i>	20%	-	44,605	44,605	-	-	44,605	8,921	8,921
<i>Partner 18</i>	20%	-	4,981	4,981	2,045	409	2,937	587	996
<i>Partner 19</i>	20%	-	4,141	4,141	-	-	4,141	828	828
<i>Partner 20</i>	20%	-	71,703	71,703	-	-	71,703	14,341	14,341
<i>Partner 21, IRA</i>	20%	-	13,007	13,007	-	-	13,007	2,601	2,601
<i>Partner 22</i>	20%	-	10,050	10,050	-	-	10,050	2,010	2,010
<i>Partner 23</i>	20%	-	11,262	11,262	-	-	11,262	2,252	2,252
<i>Partner 24</i>	20%	-	2,982	2,982	-	-	2,982	596	596
<i>Partner 25</i>	20%	-	2,272	2,272	-	-	2,272	454	454
<b><i>Total Limited Partners</i></b>		-	<b>399,643</b>	<b>399,643</b>	<b>11,132</b>	<b>2,226</b>	<b>388,511</b>	<b>77,702</b>	<b>79,929</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**RETURNS**  
**June 30, 2011**

Partners	01/31/11	02/28/11	03/31/11	1st Qtr	04/30/11	05/31/11	06/30/11	2nd Qtr	07/31/11	08/31/11	09/30/11	3rd Qtr	10/31/11	11/30/11	12/31/11	4th Qtr	YTD	Inception to Date
Partner 1	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>32.47%</b>
Partner 2	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>32.75%</b>
Partner 3	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>30.55%</b>
Partner 4	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>30.55%</b>
Partner 5	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>30.55%</b>
Partner 6	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>30.55%</b>
Partner 7	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>22.53%</b>
Partner 8	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>22.53%</b>
Partner 9	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>29.85%</b>
Partner 10	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>29.90%</b>
Partner 11	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>16.10%</b>
Partner 12	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>22.90%</b>
Partner 13	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>10.05%</b>
Partner 14, IRA	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>9.91%</b>
Partner 15	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>1.66%</b>	<b>8.81%</b>
Partner 16	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>8.80%</b>
Partner 17	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>8.67%</b>
Partner 18	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>7.52%</b>
Partner 19	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>7.52%</b>
Partner 20	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>7.15%</b>
Partner 21, IRA	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>7.15%</b>
Partner 22	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>5.55%</b>
Partner 23	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>5.55%</b>
Partner 24	0.00%	0.79%	-0.21%	<b>0.58%</b>	0.57%	-0.63%	0.66%	<b>0.60%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>1.18%</b>	<b>1.18%</b>
Partner 25	0.00%	0.00%	0.00%	<b>0.00%</b>	0.57%	-0.64%	0.68%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>0.61%</b>	<b>0.61%</b>
<b>HF PARTNERS, L.P.</b>	1.07%	0.80%	-0.21%	<b>1.66%</b>	0.58%	-0.63%	0.66%	<b>0.61%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	0.00%	0.00%	0.00%	<b>0.00%</b>	<b>2.28%</b>	<b>32.53%</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**CONTRIBUTIONS**  
**June 30, 2011**

<i>Partners</i>	<i>01/01/11</i>	<i>02/01/11</i>	<i>03/01/11</i>	<i>04/01/11</i>	<i>05/01/11</i>	<i>06/01/11</i>	<i>07/01/11</i>	<i>08/01/11</i>	<i>09/01/11</i>	<i>10/01/11</i>	<i>11/01/11</i>	<i>12/01/11</i>	<i>Total 2011</i>
<i>Partner 1</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 2</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 3</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 4</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 5</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 6</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 7</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 8</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 9</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 10</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 11</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 12</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 13</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 14, IRA</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 15</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 16</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 17</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 18</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 19</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 20</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 21, IRA</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 22</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 23</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Partner 24</i>	-	200,000	-	-	-	-	-	-	-	-	-	-	200,000
<i>Partner 25</i>	-	-	-	300,000	-	-	-	-	-	-	-	-	300,000
<b><i>Total Limited Partners</i></b>	-	<b>200,000</b>	-	<b>300,000</b>	-	-	-	-	-	-	-	-	<b>500,000</b>
<i>HF Partners Advisor, LLC</i>	-	-	-	-	-	-	-	-	-	-	-	-	-
<b><i>Total Partners</i></b>	-	<b>200,000</b>	-	<b>300,000</b>	-	-	-	-	-	-	-	-	<b>500,000</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**WITHDRAWALS**  
**June 30, 2011**

Partners	01/31/11	02/28/11	03/31/11	04/30/11	05/31/11	06/30/11	07/31/11	08/31/11	09/30/11	10/31/11	11/30/11	12/31/11	Total 2011
Partner 1	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 2	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 3	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 4	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 5	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 6	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 7	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 8	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 9	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 10	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 11	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 12	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 13	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 14, IRA	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 15	-	-	(444,485)	-	-	-	-	-	-	-	-	-	(444,485)
Partner 16	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 17	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 18	-	-	(100,000)	-	-	-	-	-	-	-	-	-	(100,000)
Partner 19	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 20	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 21, IRA	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 22	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 23	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 24	-	-	-	-	-	-	-	-	-	-	-	-	-
Partner 25	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Limited Partners</b>	-	-	<b>(544,485)</b>	-	-	-	-	-	-	-	-	-	<b>(544,485)</b>
HF Partners Advisor, LLC	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Partners</b>	-	-	<b>(544,485)</b>	-	-	-	-	-	-	-	-	-	<b>(544,485)</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**MANAGEMENT FEE PAYABLE**  
**July 1, 2011**

<i>Partners</i>	<i>Mgmt Fee %</i>	<i>Partner Capital 06/30/11</i>	<i>Contributions 07/01/11</i>	<i>Total Mgmt Fee Capital</i>	<i>Quarterly Mgmt Fee 07/01/11</i>
<i>Partner 1</i>	2.0%	3,231,864	-	3,231,864	16,159.32
<i>Partner 2</i>	2.0%	2,001,741	-	2,001,741	10,008.70
<i>Partner 3</i>	2.0%	65,650	-	65,650	328.25
<i>Partner 4</i>	2.0%	131,299	-	131,299	656.50
<i>Partner 5</i>	2.0%	131,299	-	131,299	656.50
<i>Partner 6</i>	2.0%	131,299	-	131,299	656.50
<i>Partner 7</i>	2.0%	61,616	-	61,616	308.08
<i>Partner 8</i>	2.0%	308,078	-	308,078	1,540.39
<i>Partner 9</i>	2.0%	192,882	-	192,882	964.41
<i>Partner 10</i>	2.0%	326,620	-	326,620	1,633.10
<i>Partner 11</i>	2.0%	116,772	-	116,772	583.86
<i>Partner 12</i>	2.0%	247,184	-	247,184	1,235.92
<i>Partner 13</i>	2.0%	104,229	-	104,229	521.14
<i>Partner 14, IRA</i>	2.0%	873,850	-	873,850	4,369.25
<i>Partner 15</i>	2.0%	-	-	-	-
<i>Partner 16</i>	2.0%	211,477	-	211,477	1,057.38
<i>Partner 17</i>	2.0%	1,608,927	-	1,608,927	8,044.63
<i>Partner 18</i>	2.0%	105,940	-	105,940	529.70
<i>Partner 19</i>	2.0%	149,377	-	149,377	746.89
<i>Partner 20</i>	2.0%	2,586,382	-	2,586,382	12,931.91
<i>Partner 21, IRA</i>	2.0%	469,166	-	469,166	2,345.83
<i>Partner 22</i>	2.0%	362,528	-	362,528	1,812.64
<i>Partner 23</i>	2.0%	406,234	-	406,234	2,031.17
<i>Partner 24</i>	2.0%	202,982	-	202,982	1,014.91
<i>Partner 25</i>	2.0%	302,272	-	302,272	1,511.36
<b>Total Limited Partners</b>		<b>14,329,666</b>	<b>-</b>	<b>14,329,666</b>	<b>71,648.34</b>
<b>(Prepaid) Accrued Management Fee</b>					<b>(125.73)</b>
<b>Total Management Fee Payable</b>					<b>71,522.61</b>

(Unaudited)



**HF PARTNERS, L.P.**  
**ACCRUED/PREPAID EXPENES**  
**June 30, 2011**

		Accrued Admin	Accrued Audit	Accrued Legal	Accrued Expenses	Total Accrued Professional	Prepaid Management Fee
<b>Beginning Accrual</b>	<b>01/01/11</b>	<b>(6,250.00)</b>	<b>(20,000.00)</b>	-	<b>(4,800.00)</b>	<b>(31,050.00)</b>	-
YTD Expense		(12,499.98)	(12,833.35)	(162.50)	-	<b>(25,495.83)</b>	(141,660.18)
Payments		12,500.00	23,500.00	162.50	4,800.00	<b>40,962.50</b>	141,785.91
<b>Ending Accrual</b>	<b>06/30/11</b>	<b>(6,249.98)</b>	<b>(9,333.35)</b>	-	-	<b>(15,583.33)</b>	<b>125.73</b>
Expense							
01/31/11		(2,083.33)	(1,666.67)	(162.50)	-	<b>(3,912.50)</b>	(23,294.56)
02/28/11		(2,083.33)	(1,666.67)	-	-	<b>(3,750.00)</b>	(23,627.89)
03/31/11		(2,083.33)	(1,666.67)	-	-	<b>(3,750.00)</b>	(23,627.89)
04/30/11		(2,083.33)	(2,611.11)	-	-	<b>(4,694.44)</b>	(23,703.28)
05/31/11		(2,083.33)	(2,611.11)	-	-	<b>(4,694.44)</b>	(23,703.28)
06/30/11		(2,083.33)	(2,611.11)	-	-	<b>(4,694.44)</b>	(23,703.28)
07/31/11		-	-	-	-	-	-
08/31/11		-	-	-	-	-	-
09/30/11		-	-	-	-	-	-
10/31/11		-	-	-	-	-	-
11/30/11		-	-	-	-	-	-
12/31/11		-	-	-	-	-	-
<b>YTD Expense</b>		<b>(12,499.98)</b>	<b>(12,833.35)</b>	<b>(162.50)</b>	-	<b>(25,495.83)</b>	<b>(141,660.18)</b>
Payments							
01/31/11		6,250.00	-	162.50	-	<b>6,412.50</b>	69,883.68
02/28/11		-	-	-	4,800.00	<b>4,800.00</b>	-
03/31/11		-	-	-	-	-	-
04/30/11		6,250.00	-	-	-	<b>6,250.00</b>	71,902.23
05/31/11		-	23,500.00	-	-	<b>23,500.00</b>	-
06/30/11		-	-	-	-	-	-
07/31/11		-	-	-	-	-	-
08/31/11		-	-	-	-	-	-
09/30/11		-	-	-	-	-	-
10/31/11		-	-	-	-	-	-
11/30/11		-	-	-	-	-	-
12/31/11		-	-	-	-	-	-
<b>Total Payments</b>		<b>12,500.00</b>	<b>23,500.00</b>	<b>162.50</b>	<b>4,800.00</b>	<b>40,962.50</b>	<b>141,785.91</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**DIVIDEND SUMMARY**  
**June 30, 2011**

	01/31/11	02/28/11	03/31/11	04/30/11	05/31/11	06/30/11	07/31/11	08/31/11	09/30/11	10/31/11	11/30/11	12/31/11	Total
<i>Beginning Receivable</i>	16,320.00	-	7,550.00	17,220.00	-	7,540.00	37,050.00	37,050.00	37,050.00	37,050.00	37,050.00	37,050.00	16,320.00
<i>Dividends Received</i>	(27,320.00)	-	(9,770.00)	(32,470.00)	(200.00)	(11,750.00)	-	-	-	-	-	-	(81,510.00)
<i>Dividend Income</i>	11,000.00	7,550.00	19,440.00	15,250.00	7,740.00	41,260.00	-	-	-	-	-	-	102,240.00
<b><i>Dividends Receivable</i></b>	<b>-</b>	<b>7,550.00</b>	<b>17,220.00</b>	<b>-</b>	<b>7,540.00</b>	<b>37,050.00</b>	<b>37,050.00</b>	<b>37,050.00</b>	<b>37,050.00</b>	<b>37,050.00</b>	<b>37,050.00</b>	<b>37,050.00</b>	<b>37,050.00</b>
<i>Beginning Payable</i>	(900.00)	-	(100.00)	(1,120.00)	(400.00)	(150.00)	(1,570.00)	(1,570.00)	(1,570.00)	(1,570.00)	(1,570.00)	(1,570.00)	(900.00)
<i>Dividends Paid</i>	1,300.00	-	1,225.00	1,120.00	400.00	1,837.50	-	-	-	-	-	-	5,882.50
<i>Dividend Expense</i>	(400.00)	(100.00)	(2,245.00)	(400.00)	(150.00)	(3,257.50)	-	-	-	-	-	-	(6,552.50)
<b><i>Dividends Payable</i></b>	<b>-</b>	<b>(100.00)</b>	<b>(1,120.00)</b>	<b>(400.00)</b>	<b>(150.00)</b>	<b>(1,570.00)</b>	<b>(1,570.00)</b>	<b>(1,570.00)</b>	<b>(1,570.00)</b>	<b>(1,570.00)</b>	<b>(1,570.00)</b>	<b>(1,570.00)</b>	<b>(1,570.00)</b>
<i>Foreign Tax Paid</i>													-

(Unaudited)

**HF PARTNERS, L.P.**  
**DIVIDEND ACTIVITY**  
**June 30, 2011**

	01/31/11	02/28/11	03/31/11	04/30/11	05/31/11	06/30/11	07/31/11	08/31/11	09/30/11	10/31/11	11/30/11	12/31/11	Total	Accrued Dividend
<i>Dividend Income</i>														
Company 1	5,000.00			7,750.00		7,750.00							20,500.00	7,750.00
Company 2	6,000.00			7,500.00		8,750.00							22,250.00	8,750.00
Company 3		1,500.00			2,340.00								3,840.00	
Company 4		3,200.00			3,200.00								6,400.00	
Company 5		1,400.00			1,400.00								2,800.00	
Company 6		200.00			600.00								800.00	
Company 7		1,250.00											1,250.00	
Company 8			13,020.00			13,650.00							26,670.00	13,650.00
Company 9			1,680.00										1,680.00	
Company 10			920.00		200.00								1,120.00	
Company 11			1,600.00			1,500.00							3,100.00	1,500.00
Company 12			1,120.00			1,680.00							2,800.00	
Company 13			1,100.00			2,530.00							3,630.00	
Company 14						5,400.00							5,400.00	5,400.00
<b>Total Dividend Income</b>	<b>11,000.00</b>	<b>7,550.00</b>	<b>19,440.00</b>	<b>15,250.00</b>	<b>7,740.00</b>	<b>41,260.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>102,240.00</b>	<b>37,050.00</b>
<i>Dividend Expense</i>														
Company 15	(400.00)			(400.00)		(450.00)							(1,250.00)	(450.00)
Company 16		(100.00)			(150.00)								(250.00)	
Company 17			(1,120.00)			(1,120.00)							(2,240.00)	(1,120.00)
Company 18			(1,125.00)			(1,687.50)							(2,812.50)	
													-	
<b>Total Dividend Expense</b>	<b>(400.00)</b>	<b>(100.00)</b>	<b>(2,245.00)</b>	<b>(400.00)</b>	<b>(150.00)</b>	<b>(3,257.50)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6,552.50)</b>	<b>(1,570.00)</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**ERISA CALCULATION**  
**June 30, 2011**

<i>Partners</i>	<i>Non-Erisa Management Capital</i>	<i>Non-Restricted Partner Capital</i>	<i>Non-Restricted Erisa Capital</i>	<i>Restricted Partner Capital</i>	<i>Restricted Erisa Capital</i>
<i>Partner 1</i>	-	3,231,864	-	-	-
<i>Partner 2</i>	-	2,001,741	-	-	-
<i>Partner 3</i>	-	65,650	-	-	-
<i>Partner 4</i>	-	131,299	-	-	-
<i>Partner 5</i>	131,299	-	-	-	-
<i>Partner 6</i>	131,299	-	-	-	-
<i>Partner 7</i>	-	61,616	-	-	-
<i>Partner 8</i>	-	308,078	-	-	-
<i>Partner 9</i>	-	192,882	-	-	-
<i>Partner 10</i>	-	326,620	-	-	-
<i>Partner 11</i>	-	116,772	-	-	-
<i>Partner 12</i>	-	247,184	-	-	-
<i>Partner 13</i>	-	104,229	-	-	-
<i>Partner 14, IRA</i>	-	873,850	873,850	-	-
<i>Partner 15</i>	-	-	-	-	-
<i>Partner 16</i>	-	211,477	-	-	-
<i>Partner 17</i>	-	1,608,927	-	-	-
<i>Partner 18</i>	-	105,940	-	-	-
<i>Partner 19</i>	-	149,377	-	-	-
<i>Partner 20</i>	-	2,586,382	-	-	-
<i>Partner 21, IRA</i>	-	469,166	469,166	-	-
<i>Partner 22</i>	-	362,528	-	-	-
<i>Partner 23</i>	-	406,234	-	-	-
<i>Partner 24</i>	-	202,982	-	-	-
<i>Partner 25</i>	-	302,272	-	-	-
<b>Total Limited Partners</b>	<b>262,598</b>	<b>14,067,068</b>	<b>1,343,016</b>	<b>-</b>	<b>-</b>
<b>ERISA %</b>			<b>9.55%</b>		<b>0.00%</b>

(Unaudited)

**HF PARTNERS, L.P.**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**June 30, 2011**

	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	YTD 06/30/11
<i>Increases (Decrease) in Net Assets from Operations</i>													
<i>Net Realized Gain on Sale of Investments</i>	187,986	304,686	(90,094)	73,132	(964)	219,441	-	-	-	-	-	-	694,187
<i>Net Change in Unrealized Appreciation (Depreciation)</i>	32,876	(127,465)	64,161	54,473	(93,366)	(98,077)	-	-	-	-	-	-	(167,398)
<i>Net investment Income (Loss)</i>	(19,012)	(22,572)	(12,642)	(16,459)	(23,941)	6,480	-	-	-	-	-	-	(88,145)
<b>Net Increase (Decrease) - Operations</b>	<b>201,850</b>	<b>154,649</b>	<b>(38,575)</b>	<b>111,147</b>	<b>(118,271)</b>	<b>127,844</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>438,644</b>
<i>Increases (Decrease) in Net Assets from Capital Transactions</i>													
<i>Contributions</i>	-	200,000	-	300,000	-	-	-	-	-	-	-	-	500,000
<i>Withdrawals</i>	-	-	(544,485)	-	-	-	-	-	-	-	-	-	(544,485)
<b>Net Increase (Decrease) - Capital Transactions</b>	<b>-</b>	<b>200,000</b>	<b>(544,485)</b>	<b>300,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(44,485)</b>
<b>Net Increase (Decrease) in Net Assets</b>	<b>201,850</b>	<b>354,649</b>	<b>(583,060)</b>	<b>411,147</b>	<b>(118,271)</b>	<b>127,844</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>394,159</b>
<b>Net Assets - Beginning of Period</b>	<b>14,983,277</b>	<b>15,185,127</b>	<b>15,539,776</b>	<b>14,956,716</b>	<b>15,367,863</b>	<b>15,249,592</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,983,277</b>
<b>Net Assets - End of Period</b>	<b>15,185,127</b>	<b>15,539,776</b>	<b>14,956,716</b>	<b>15,367,863</b>	<b>15,249,592</b>	<b>15,377,437</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,377,437</b>

(Unaudited)