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April 11th, 2012

Dear Partner,

Welcome to the performance update for Far View Partners L.P. for the quarter ended March 31, 2012.

Portfolio Performance

For the quarter, Far View Partners generated a return of +9.97% net of all fees and expenses. Since inception on July 1, 2011, Far View Partners has generated a total net return of +10.31%. Global equity markets enjoyed another strong quarter with the S&P 500 advancing 12% to recover the losses it suffered in the fall of 2011 and the EuroStoxx 50 rallying almost 7%. During the quarter, the Partnership was roughly 50% net long with a concentration in European and US equities and benefitted from the strong performance of its largest positions. The overall rally in global equity markets provided the Partnership with opportunities to exit from investments where the risk-rewards were no longer attractive.

Process: Patience

One of the largest advantages of Far View Partners is its lack of an institutional imperative to always invest in new securities. Many firms feel pressured to continuously make new investments to utilize their resources and avoid missing potential gains. When opportunities become less plentiful, this need to constantly deploy capital can seduce investors into riskier investments with the potential for losses during subsequent downturns.

Far View Partners, on the other hand, prefers to be “actively inactive”, constantly searching for new opportunities but willing to hold cash unless there is a sufficiently mispriced security. As Charlie Munger explained clearly, an investor must have “the discipline to bet only when the odds are in your favor” instead of consistently allocating capital to mediocre opportunities. By remaining patient and not investing in marginal securities, Far View Partners retains the flexibility to fully take advantage of the most attractive opportunities when they occur.

Portfolio Investment: Ferrellgas Partners Puts

The Partnership’s goal is to find securities with attractive risk-rewards. This strategy mainly focuses on investments with solid downside protection and significant upside potential. Occasionally, however, the Partnership will invest a small portion of capital in securities with the chance of significant losses if the potential return is large enough to justify the risk. These “option-like” positions must be able to provide returns that are multiples of the capital committed and must be sized conservatively to reflect their potential downside.

During the quarter, Far View Partners initiated a position in the put options of Ferrellgas Partners, L.P. (FGP), a propane distribution master limited partnership (MLP). Because dividends are of paramount importance to MLP investors, FGP’s share price had been supported by its attractive historical dividend yield. However, the abnormally warm winter of 2011/12 (4th warmest on record for the contiguous US¹) caused a large decline in the usage of propane for home heating. Because of this weak demand

¹ <http://www.ncdc.noaa.gov/sotc/national/2012/2>

environment and the poor results generated by multiple propane competitors, Far View Partners concluded that FGP's earnings were likely to decline materially. When combined with the amount of debt on the company's balance sheet, this drop in cash flow had the potential to force FGP to have to cut its dividend to preserve capital, an action that would devastate its share price. To take advantage of this potential dividend cut, Far View Partners committed 0.30% of its capital to out-of-the-money put options with the potential to be worth over 10x their cost if the thesis proved to be correct. Unfortunately, despite reporting results that were even weaker than expectations, FGP's management chose to continue paying a dividend that was well in excess of earnings. While the thesis did not play out as planned, the weakness of the results allowed the Partnership to recover the bulk of its capital and exit the position with a loss of less than 0.10% of assets.

Portfolio Investment: Marriott Vacations Worldwide

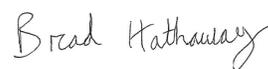
Marriott Vacations Worldwide (VAC) operates a global time-share business through the Marriott and Ritz-Carlton brands and was spun-off from hotel operator Marriott International (MAR) in November 2011. Due to its small size relative to its parent as well as its reputation as a non-core business for MAR, VAC faced non-economic selling pressure from MAR shareholders who were either uninterested or unable to hold this new security. Because of these spin-off dynamics, VAC traded at a discounted price where downside was protected by the company's strong balance sheet and its massive near-term cash flow generation from inventory liquidations and the sale of excess land. VAC also provided more than 100% potential upside if the company increased cash flow generation by improving the margins of its core timeshare business. After the initial selling pressure abated, VAC's share price leapt over 80% off its lows from November to March. While Far View Partners generally invests with a multi-year time horizon, the rapid advance of VAC's share price without any material improvement in its business outlook worsened the security's risk-reward and caused the Partnership to sell its entire position during the first quarter of 2012.

The Partnership

Far View Partners continues to seek out additional resources to uncover mispriced securities as well as new methods to improve the due diligence process. Since inception in July 2011, the Partnership has added new research providers, partnered with additional sell-side brokers, and forged relationships with like-minded buy-side firms. I remain pleased with the continued improvement of the investment process at Far View Partners and believe that the Partnership continues to create a lasting infrastructure for long-term success.

As always, it is critical for Far View Partners to retain the confidence of limited partners who understand and support the investment process and goals of the firm. To that end, please contact me with any questions or thoughts that you have about the Partnership. As the largest investor in Far View Partners, I remain extremely excited for its long-term prospects and hope that you share my enthusiasm. Thank you very much for your trust and support.

Sincerely,



Brad Hathaway
Managing Partner

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