

Mercantile Alternative Strategies Fund for Tax-Exempt/Deferred Investors (TEDI) LLC

Form 3

August 23, 2006

FORM 3 UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL

OMB
Number: 3235-0104Expires: January 31,
2005Estimated average
burden hours per
response... 0.5**INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF
SECURITIES**Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section
30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting
Person *Â MERCANTILE
BANKSHARES CORP

(Last) (First) (Middle)

2 HOPKINS PLAZA

(Street)

BALTIMORE,Â MDÂ 21201

(City) (State) (Zip)

2. Date of Event Requiring
Statement(Month/Day/Year)
06/30/20063. Issuer Name **and** Ticker or Trading Symbol
Mercantile Alternative Strategies Fund for
Tax-Exempt/Deferred Investors (TEDI) LLC [N/A]4. Relationship of Reporting
Person(s) to Issuer5. If Amendment, Date Original
Filed(Month/Day/Year)

(Check all applicable)

____ Director ____X____ 10% Owner
____ Officer ____ Other
(give title below) (specify below)6. Individual or Joint/Group
Filing(Check Applicable Line)
X Form filed by One Reporting
Person
____ Form filed by More than One
Reporting Person**Table I - Non-Derivative Securities Beneficially Owned**1. Title of Security
(Instr. 4)2. Amount of Securities
Beneficially Owned
(Instr. 4)3. Ownership
Form:
Direct (D)
or Indirect
(I)
(Instr. 5)4. Nature of Indirect Beneficial
Ownership
(Instr. 5)Limited Liability Company Interest ⁽¹⁾\$ 135,000 ⁽¹⁾ ⁽²⁾ ⁽³⁾D ⁽¹⁾ ÂReminder: Report on a separate line for each class of securities beneficially
owned directly or indirectly.

SEC 1473 (7-02)

**Persons who respond to the collection of
information contained in this form are not
required to respond unless the form displays a
currently valid OMB control number.****Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**1. Title of Derivative Security
(Instr. 4)2. Date Exercisable and
Expiration Date
(Month/Day/Year)3. Title and Amount of
Securities Underlying
Derivative Security
(Instr. 4)
Title4. Conversion
or Exercise
Price of
Derivative
Security5. Ownership
Form of
Derivative
Security:
Direct (D)6. Nature of Indirect
Beneficial Ownership
(Instr. 5)

Date Exercisable	Expiration Date	Amount or Number of Shares	or Indirect (I) (Instr. 5)
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Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
MERCANTILE BANKSHARES CORP 2 HOPKINS PLAZA BALTIMORE, MD 21201	Â	Â X	Â	Â

Signatures

Mercantile Bankshares Corporation By: /s/ John L. Unger,
Secretary 08/22/2006

__Signature of Reporting Person

Date

Explanation of Responses:

* If the form is filed by more than one reporting person, *see* Instruction 5(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

(1) Mercantile Alternative Strategies Fund for Tax-Exempt/Deferred Investors (TEDI) LLC (the "Company") is a limited liability company organized under the laws of the State of Delaware and registered under the Investment Company Act of 1940, as amended, as a closed-end, non-diversified management investment company. Each Interest is a percentage of ownership interest in the Company. The value of each Interest is the corresponding percentage of the net asset value of the Company (as more fully set forth in the Company documents available with the Securities and Exchange Commission ("SEC")). Filer's Interest has been held directly by Mercantile Bankshares Corporation ("MBC") since June 30, 2006, which was the effective date of the registration statement filed by the Company with the SEC on June 29, 2006 (the "Registration Statement"). Filer's Interest was in exchange for the seed capital that MBC placed into the Company.

(2) Filer's Interest represented 100% of the outstanding Interests of the Company as of June 30, 2006. However, as a result of subsequent sales of Interest, Filer's Interest currently represents less than 100% of the outstanding Interests. The percentage interest in the Company held by MBC at a given time is related to the investments made by other investors in the Company and is subject to change when other investors buy or sell Interests. The audited financials attached by reference to the Registration Statement inadvertently state that the seed money Interest was held by and received in exchange for consideration tendered by Mercantile Capital Advisors, Inc., an indirect wholly-owned subsidiary of MBC. In fact, as noted herein, MBC directly paid for and received the Interest.

(3) The Interest held by MBC represented 100% of the Interests outstanding at the conclusion of the transaction.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *See* Instruction 6 for procedure.

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