

Active Alts SentimenTrader L/S Strategy

Active Alts has partnered with SentimenTrader to create an unleveraged, long/short investment strategy powered by SentimenTrader.com's research.

Strategy Description

The Strategy is built to generate alpha regardless of market conditions and throughout investment cycles via both long and short positions. Active Alts' **Exposure Gauge**, a proprietary indicator that determines the strategy's exposure, provides a high-conviction, quantified, and back-tested means of determining the Strategy's Long/Short mix at any given time, while portfolio construction emphasizes diversification across several industries and specific companies with a special focus on earnings quality and trend analysis.

Objective

Seeking to achieve meaningful risk-adjusted returns.

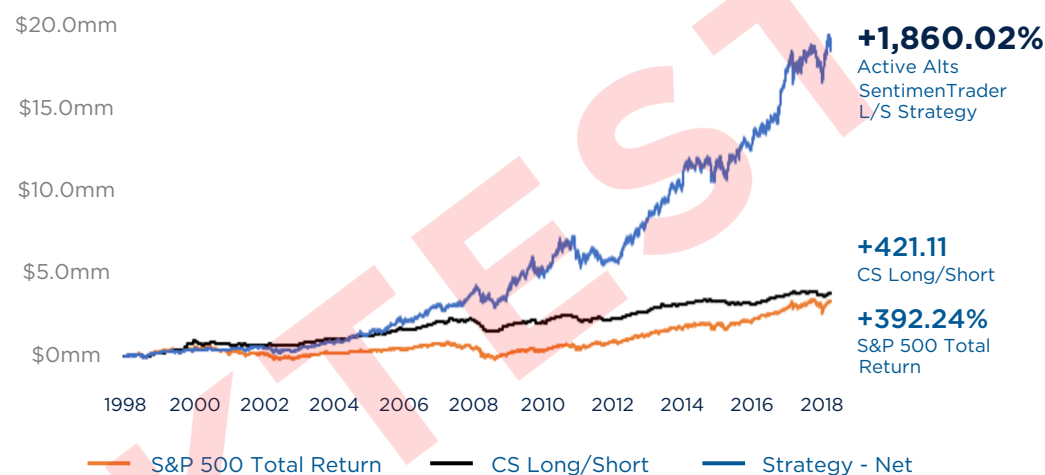
Minimum Investment

\$50,000

Investment Advisor	Active Alts, LLC
Inception Date	January 1, 2020
Lock-Up	None
Reporting	Monthly
AUM	\$XXmm
Prime Broker & Administrator	Interactive Brokers
Legal	Sadis & Goldberg LLP

Backtested Performance

Growth of \$100,000 - Active Alts SentimenTrader L/S Strategy vs. Benchmark Indices



	Strategy - Net of Fees	S&P 500 TR	C/S Long/Short*
3-Year Rolling Volatility	15.2%	17.0%	8.2%
Beta	0.7	1.00	0.41
Sharpe Ratio	0.7	0.32	0.45
Days to Recovery	395	1541	941
Max Drawdown	-24.8%	-55.3%	-22.0%
YTD Return	10.1%	9.1%	5.3%
1-Year Return	-4.7%	-4.4%	-3.8%
Avg 3-Year Return	12.2%	9.8%	1.8%
Avg 5-Year Return	11.4%	8.9%	2.9%
Avg 10-Year Return	13.4%	13.7%	6.2%

Please note the following:

- All numbers are shown as percentages
- All numbers are annualized
- The net strategy assumes 180 bps in fees per year (assessed as 15 bps per month)
- The numbers reflect total return (including dividends)

* Returns through March 21, fees at 1.7% if assets

This back-tested hypothetical chart is for illustration purposes only and does not depict actual performance.

Source: Bloomberg

Past performance is not a reliable indicator of future performance and the Fund may not achieve the same level of returns as those achieved by previous investments due to material market and economic conditions during the shown timeframe and actual results may be material and adverse. Future investments may be under materially different economic conditions, including interest rates, market trends and general business conditions, in different portfolio securities and using different investment strategies. Each of these material market or economic conditions may or may not be repeated. It should not be assumed that recommendations made in the future will be profitable or will equal the performance of the investments described in this Presentation.

One cannot invest directly in an Index. An Index may differ significantly from the holdings of the Fund as an Index is not managed and no fees or expenses are deducted from an Index. Performance results of the Index include the reinvestment of dividends and income. Accordingly, comparing or contrasting Composite results or characteristics with those of the Index may be of limited use.

Investment Process

Long Strategy Criteria

- Top 2% of ranking score
- No more than 25% sector exposure
- Positive trend performance
- Positive up/down volume accumulation
- \$500 million market cap and greater



Short Strategy Criteria

- Bottom 2% of ranking score
- No more than 25% sector exposure
- Negative trend performance
- Negative volume/distribution
- \$1 billion market cap and greater



Active Alts is on the Forefront of Liquid Alternative Investments

Active Alts' mission is to create alpha-generating strategies for equities. With over 100 years of combined experience in the alternatives business, the management team at Active Alts is focused on bringing innovative liquid alternative strategies to the marketplace.



SentimenTrader.com is a research and analytics firm with 20 years of proven Wall Street credibility

Over 3,500 top investors and firms in all 50 states and 50 countries around the world rely on SentimenTrader.com research & data to help make more informed investment decisions.



Brad Lamensdorf
 CEO/Portfolio Manager

Brad Lamensdorf serves as both the Portfolio Manager and owner of the Sub-Advisor. He has served as a portfolio manager and principal of Ranger Alternative Management, L.P. since 2009, providing trading and marketing strategy for short only portfolios.

Mr. Lamensdorf was also the founder and CIO of Tarpon Partners, managing a long/short fund that was up more than 260% gross from 1998-2005. Earlier in his career, he was as an equity trader/market strategist for Taylor and Company, the Bass Brothers' trading arm, co-managing a short-only strategy among other alternative strategies of over \$1 billion in AUM.

Mr. Lamensdorf is a seasoned money manager and market strategist, and the CIO of The Lamensdorf Market Timing Report, a newsletter designed to help investors improve performance via market timing by assessing the environment of the stock market using a variety of technical, fundamental and sentiment-oriented tools from powerful independent research firms. He is also a frequent guest commentator and analyst on major business networks including CNBC, CNN and Fox Business News.

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Important Information

All returns presented from inception through the end of 2019 are hypothetical. Hypothetical returns are net of estimated advisory fees and transaction costs; all dividends are assumed to be reinvested annually. Hypothetical performance results have many inherent limitations, some of which are described below. No representation is being made that any account will or is likely to achieve profits or losses similar to those shown. In fact, there are frequently sharp differences between hypothetical performance results and the actual results subsequently achieved by any particular trading program. One of the limitations of hypothetical performance results is that they are generally prepared with the benefit of hindsight.

Back-tested results are calculated by the retroactive application of a model constructed on the basis of historical data and based on assumptions integral to the model which may or may not be testable and are subject to losses. Back-tested results do not reflect actual trading or the effect of material economic and market factors on the decision-making process. Since trades have not actually been executed, results may have under- or over-compensated for the impact, if any, of certain market factors, such as lack of liquidity, and may not reflect the impact that certain economic or market factors may have had on the decision-making process. Further, back-testing allows the security selection methodology to be adjusted until past returns are maximized.

General assumptions include: Active Alts Inc. ("Active Alts") would have been able to purchase the securities recommended by the model and the markets were sufficiently liquid to permit all trading. Changes in these assumptions may have a material impact on the back-tested returns presented. Certain assumptions have been made for modeling purposes and are unlikely to be realized. No representations and warranties are made as to the reasonableness of the assumptions. Back-tested results are adjusted to reflect the reinvestment of dividends and other income and, except where otherwise indicated, are presented net of a 150 basis point management fee and 20 basis points of additional expenses. The returns displayed do not include performance compensation payable to the Investment Advisor. Current performance may be lower or higher than the performance data quoted. Principal value and investment returns will fluctuate so that investors' interests, when redeemed, may be worth more or less than their original cost.

In addition, hypothetical trading does not involve financial risk, and no hypothetical trading record can completely account for the impact of financial risk in actual trading. For example, the ability to withstand losses or adhere to a particular trading program in spite of trading losses are material points which can also adversely affect actual trading results. There are numerous other factors related to the markets in general or to the implementation of an specific trading program which cannot be fully accounted for in the preparation of hypothetical performance results and all of which can adversely affect actual trading results. PAST HYPOTHETICAL PERFORMANCE IS NOT A GUARANTEE OF FUTURE RETURNS.

Contact Us



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