



US Equity Index Income & Protection Fund



Investment Thesis

The Fund seeks to opportunistically benefit from perceived mispricing in the equity index options market. Specifically, by exploiting the relationship between shorter-dated and longer-dated contracts, the Fund aims to provide ongoing income via a reverse diagonal put spread, as well as leveraged insurance against sharp market declines and a potential equity bear market.

The strategy's backtests are designed to be predictive and profitable over any reasonable period of time, and makes money (hedges conventional assets) based on a formula that was verified and corroborated by selecting market periods that, taken together, reflect all types of market cycles.

Given the Strategy's rules-based program and the fund's capital deployment protocols, the demonstrated results reflect a limited number of, as well as muted drawdowns.

The Manager believes that global equities are at major highs, viewing 2000 as having marked the summit of equities' "real" inflation-adjusted peaks, in financial and economic terms. Consistent with peaking equity markets, volatility premiums were at historic lows at the beginning of 2018.

The manipulation of global asset markets via currency printing and interest rate suppression has created untenable, artificially inflated equity valuations.

Fundamental treatise supporting Investment Thesis includes

- Artificial and untenable currency printing
- Artificial and untenable interest rates
- Market manipulation (i.e. suppressed, inflated)
- Valuation
 - Historically unfavorable price to book value
 - Unfavorable price earnings ratio versus historical data and/or growth projections
 - Historically unfavorable price to cash flow

Technical treatise supporting Investment Thesis

- Trend reversal, moving averages, wave theory, and volumes confirming quantitative conclusions
- Relative performance to international markets or sectors
- Resistance levels as relates to discounted fundamentals

Strategy Overview

The Strategy is comprised of three legs: A reverse diagonal put spread is used to generate premium income on a short-term basis in order to fund intermediate-term insurance to hedge against sharp market declines and eventual bear market.

TERMS & FEES

Management Fee:	1.85%
Performance Fee:	20%
	w/ High Water Mark
Minimum Investment:	\$100,000
Lock-up Period:	None
	*(Fee assessed on 12 months)
Redemptions:	Monthly
	w/7 days notice

About GAI: The firm is a boutique specialty investment advisory firm. The Firm's founder and managing member is *Sidney Klein*, frequent guest on CNBC and other such televised programs where he is an internationally acclaimed global market prognosticator and recognized expert with regards to broader investment trends. *Mark Marex* is formerly of Citibank where he served as product manager in Foreign Exchange Services for institutional investors after beginning with the bank as an analyst focused on statistical analysis and integration of Big Data techniques as applied to Client Strategy and Analytics. *Jake Rapaport* is a former financial analyst at Citibank and CFA charterholder.