

April 2020

## LEICH ARBITRAGE FUND PERFORMANCE REPORT

After the global outbreak of the COVID-19 in April, many industries experienced huge shocks, and many industries are about to disappear. But Leich has adjusted the strategy since January to prepare for the global economic decline that will not end so soon. Although the performance in the first quarter of 2020 was not as good as last year, it has gone more stability this year. The performance in April 2020 was 0.15% more profitable than in April last year. Our attention and investment in coffee, corn and sugar are still the main driving forces for maintaining stable income.



The global cocoa market is expected to reach US \$ 24.25 billion (in terms of retail price) by 2024, thereby growing at a CAGR of 7.19%. The term is 2019-2024. This is an increase from the annual growth rate of approximately 6.97% from 2014 to 2018.

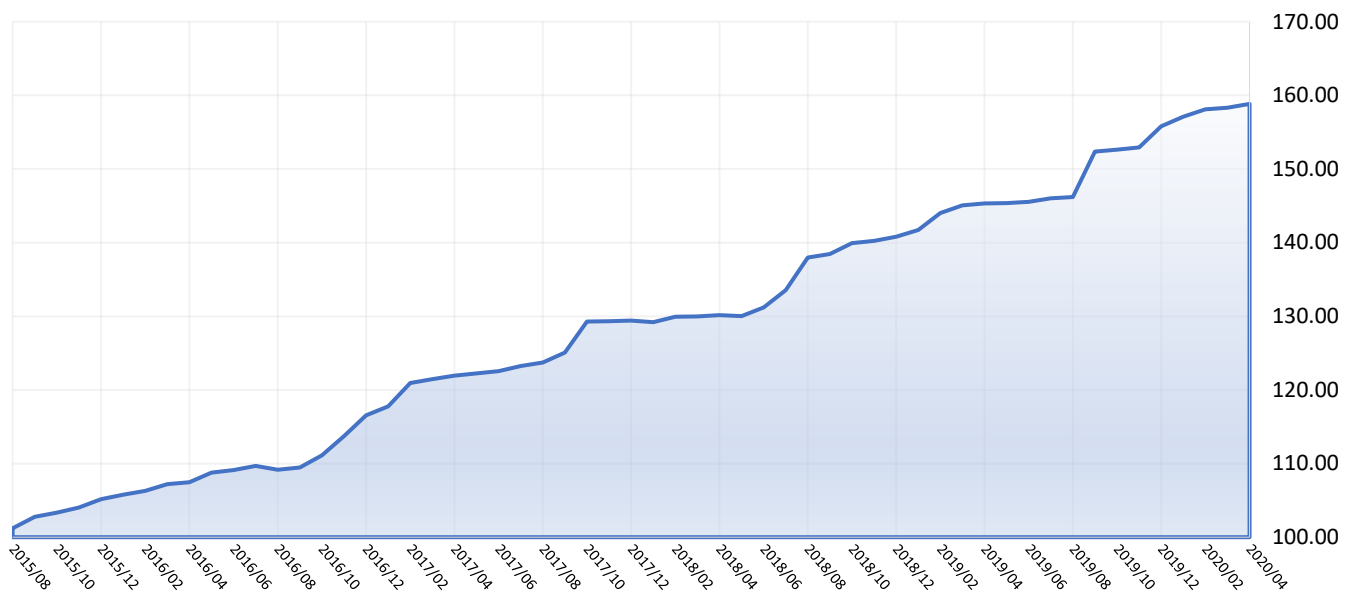
In recent years, the demand for high-quality cocoa has been increasing. In fact, it is the fastest growing segment due to the proliferation of specialty and premium chocolate products. In terms of production, most cocoa beans are traditionally produced in Africa, but in recent years, competition from companies in Asia Pacific and Latin America has intensified. Leich's trading strategy takes into account the impact of COVID-19 on the global cocoa market, conducts strategic analysis and predictions on the global cocoa market, and continuously improves the cocoa trading strategy.

We have also notice that milk production is declining. As the school districts do not plan to reopen before the fall semester, some dairy farmers believe that demand will decline. But the demand for cream is increasing. With the advent of summer and the increase in temperature, the demand from ice cream producers has increased, and the price of cream is bullish.

Corn is being planted, but unlike last year, the field may be somewhat dry. The wheat is in good condition. Although some areas have been severely damaged by storms / hail, it is estimated that the demand is still met.



## CUMULATIVE PERFORMANCE (net of fees)



NET ASSET VALUE **158.84**

2020 YEAR-TO-DATE **1.94% ↑**

LARGEST DRAWDOWN **-0.49**(Aug-16)

SHARPE RATIO **0.87**

AVG MONTHLY RETURN **0.82%**

## MONTHLY PERFORMANCE(NAV)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015								1.20%	1.56%	0.57%	0.64%	1.10%	5.16%
2016	0.56%	0.51%	0.85%	0.24%	1.25%	0.30%	0.53%	-0.49%	0.31%	1.49%	2.36%	2.48%	10.84%
2017	1.04%	2.69%	0.44%	0.40%	0.23%	0.26%	0.55%	0.39%	1.09%	3.38%	0.05%	0.06%	11.04%
2018	-0.19%	0.60%	0.04%	0.11%	-0.07%	0.89%	1.77%	3.35%	0.32%	1.08%	0.21%	0.42%	8.80%
2019	0.64%	1.62%	0.71%	0.18%	0.06%	0.09%	0.33%	0.13%	4.22%	0.17%	0.20%	1.89%	10.66%
2020	0.82%	0.65%	0.13%	0.33%									1.94%

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