

January 2020

LEICH ARBITRAGE FUND PERFORMANCE REPORT

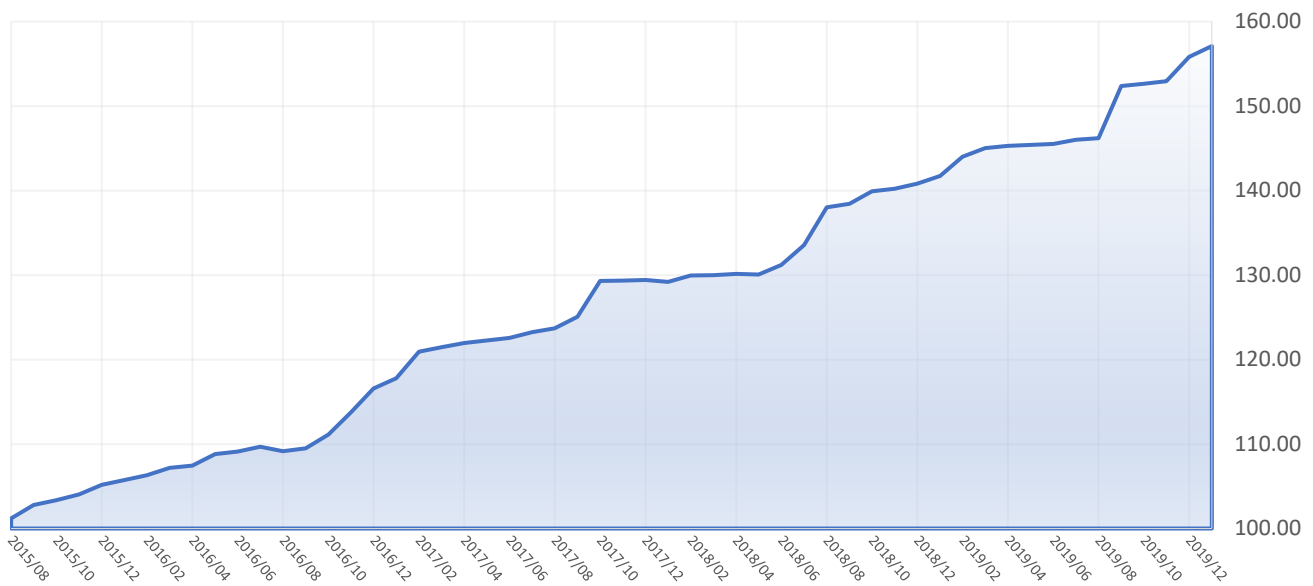
Oil prices and the world economy have been affected by speculation about the spread of new coronaviruses and are in turmoil. As a result, it is difficult to predict oil prices and the world economy, especially the Chinese economy. Especially the Chinese economy (labor, production and transportation). What has been clearly hit are airlines and jet fuel. It is expected that Chinese flights will be suspended one after another, and the demand for jet fuel may drop significantly.



OPEC and non-member oil-producing countries would have thought that the Q1 production cut would help overcome expected weak Q1 and Q2 demand. But it is speculated that the new coronavirus will continue to cause crude oil prices to fall. Investors are asking if OPEC is panicking. The Saudi energy minister stated that OPEC was closely monitoring the developments in the oil market, but was unable to provide any specific response. The OPEC Plus production cutback has not worked well and it is unclear how urgent decisions of the next OPEC General Assembly will contribute to stable oil prices. Despite reports of some production cuts in Libya and Iraq, crude oil prices have continued to fall after a temporary rise. In the coming weeks and months, if new coronaviruses continue to dominate financial markets, crude oil traders may want to know more about epidemiology than the act from oil-producing countries.

Some reports believe that new coronavirus might not be as deadly as feared, and a vaccine may be on the way, as well as China lifting some quarantines. China is calling on all regions outside of the Hubei province to resume their "normal" work starting from next week onwards. Yet oil is giving up some overnight gains on news that OPEC plus, mainly Russia, can't finalize a 600,000 barrel a day oil production cut.

CUMULATIVE PERFORMANCE (net of fees)



NET ASSET VALUE **157.10**

2020 YEAR-TO-DATE **0.82% ↑**

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

SHARPE RATIO **0.87**

AVG MONTHLY RETURN **0.84%**

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%												0.82%

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INVESTORS SHOULD CAREFULLY REVIEW THE TREND SPREAD TRADING PROGRAM DISCLOSURE DOCUMENT PRIOR TO INVESTING.

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