

## Natural Gas Investment Strategy

Trader aims to achieve absolute returns by engaging in the financial trading of instruments associated with the US Natural Gas market. The goal is to attain a net 22% uncorrelated annualized return, while simultaneously minimizing the risk of loss. The approach involves utilizing proprietary and formalized research methods along with analytical models. These tools are designed to identify short to intermediate-term ratios of asset prices to their fundamental values, pinpointing trading opportunities within the Energy markets.

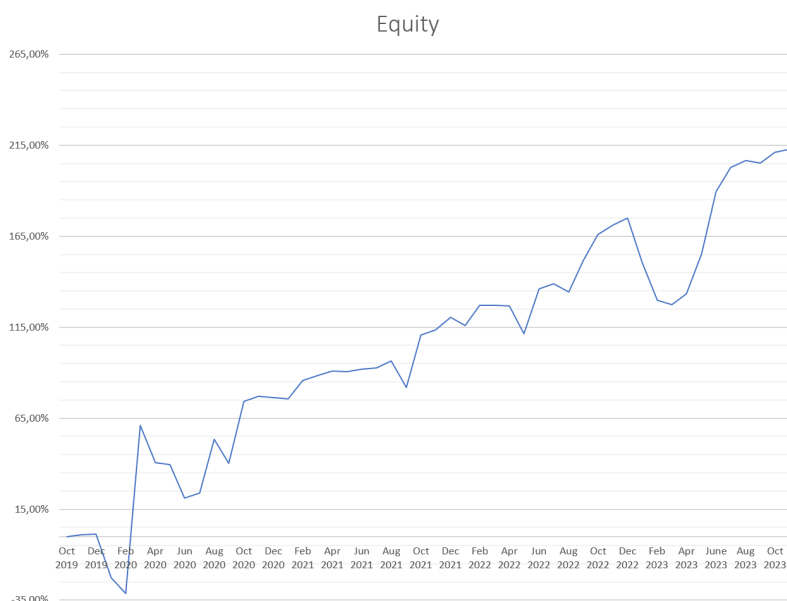
The trading strategy is implemented through outright price and calendar spreads, employing directional, relative value, and option strategies. The accounts actively trade in liquid exchange-cleared instruments, primarily focusing on futures and options on futures. The majority of risk is concentrated in the initial 12 months of the curve, with ongoing monitoring, review, and rebalancing of positions.

On a daily basis, the trader closely monitors real-time key pricing drivers and adjusts risk based on expected risk-reward outcomes. The overall approach is structured to dynamically respond to market conditions while maintaining a focus on achieving the stated return objectives.

### Strategy Performance

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2023	-24,3%	-21.1%	-2.2%	5.7%	21.9%	34.4%	13,2%	-3%	-1%	5,9%	1,6%	0%	37,6%*
2022	-4.4%	10,9%	0%	-0,2%	-15,2%	24,62%	2,7%	-4,4%	17,3%	14.4%	5.2%	1.2%	52,52%
2021	-0.52%	10.05%	2.56%	2.5%	-0.3%	1.5%	0.6%	3.8%	-14.6%	28.7%	2.8%	7,0%	37.29%
2020	-23.86%	-8.77%	92.53%	-20.5%	-1.2%	-18.32%	2.82%	29.59%	-13.33%	33.91%	2.83%	-0.66%	75.04%
2019										-0.12%	1.07%	0.31%	1.26%

### STRATEGY DETAILS (COMPOSITE, BASED ON DAILY DATA)



Ratio	data
1Y volatility	36.2%
Average Annualized Return (IRR)	44.77%
Average margin to equity	43%
What it trades	Futures Spreads
% Positive Months	60,2%
Sortino Ratio	2.2
Calmar Ratio	2.31
Sharpe ratio since LD	1.69
Max peak-to-valley drawdown	-41.05%
Best Monthly Return	92,53%
Worst Monthly Return	-23,86%
Longest Drawdown [bus. days]	112
1Y Corr. S&P GSCI TR	0.13
1Y Corr. S&P 500	0,11
Avg Round turns per million 1Y	2000

- The strategy is traded according to the Hedge Fund risk profile, with notionally funded accounts employing a **200% leverage exposure**. **This doubling of both risks and returns on the strategy** implies that, for nominal value account performance, all values in strategy characteristics should be divided by 2.
- Please note that this is a live trading track record. In various periods, the total Assets Under Management (AUM) under the strategy fluctuated, ranging from 0.2 up to 11.2 million USD. On the date 6.0m USD traded.
- The minimum account requirement to commence trading is \$500,000 USD.

## **DISCLAIMER**

THIS DOCUMENT IS ADDRESSED TO PROFESSIONAL AND WELL-INFORMED INVESTORS. IT GIVES A GENERAL IDEA OF FUNDAMENTAL TERMINOLOGY AND CONCEPTS; THE DOCUMENT'S CONTENT IS GENERAL AND IS NOT ADDRESSED TO ANY PARTICULAR INDIVIDUAL OR ENTITY OR ANY PARTICULAR NEEDS OR INVESTMENT OBJECTIVES AND/OR LEGAL, ACCOUNTING, REGULATORY, TAXATION, OR FINANCIAL SITUATION. YOU SHOULD SEEK QUALIFIED FINANCIAL OR OTHER PROFESSIONAL ADVICE CONCERNING ANY PARTICULAR MATTER OR CIRCUMSTANCES RELATED TO YOUR SPECIFIC SITUATION BASED ON THIS DOCUMENT'S CONTENT. IN PREPARING THIS DOCUMENT, WE DID NOT TAKE YOUR GOALS, FINANCIAL STANDING, AND NEEDS INTO ACCOUNT. BEFORE INVESTING, YOU SHOULD DECIDE WHETHER THIS INVESTMENT METHOD IS SUITABLE FOR YOUR GOALS, FINANCIAL STANDING, AND NEEDS. THE DOCUMENT'S CONTENT DOES NOT CONSTITUTE FINANCIAL, INVESTMENT, OR PROFESSIONAL ADVICE, AND NO INFORMATION THEREIN SHOULD BE CONSIDERED A FULL OR COMPLETE STATEMENT ON ANY MATTER. TAX RATES DEPEND ON INDIVIDUAL CIRCUMSTANCES AND MAY CHANGE IN THE FUTURE. REVENUES LINKED TO FOREIGN CURRENCIES MAY INCREASE OR DECREASE DUE TO EXCHANGE RATE FLUCTUATIONS. PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS. THE EXAMPLES INCLUDED ARE FOR ILLUSTRATIVE PURPOSES ONLY. INVESTMENT RESULTS AND RETURN ON CAPITAL ARE NOT GUARANTEED. THE TRADER CANNOT PROVIDE SERVICES TO US CITIZENS. THE ABOVE GENERAL SUMMARY SHOULD NOT BE TAKEN AS A COMPLETE LIST OF THE RISKS AND OTHER IMPORTANT DISCLOSURES INVOLVED IN INVESTING IN THE STRATEGY AND SUBJECT TO MORE COMPLETE AND SPECIFIC DISCLOSURE IN THE STRATEGY'S RESPECTIVE DOCUMENTS. RISK DISCLOSURE STATEMENT THE RISK OF LOSS IN TRADING COMMODITY INTERESTS CAN BE SUBSTANTIAL. THEREFORE, YOU SHOULD CAREFULLY CONSIDER WHETHER SUCH TRADING IS SUITABLE FOR YOU IN LIGHT OF YOUR FINANCIAL CONDITION. IN CONSIDERING WHETHER TO TRADE OR AUTHORIZE SOMEONE ELSE TO TRADE FOR YOU, YOU SHOULD BE AWARE OF THE FOLLOWING: IF YOU PURCHASE A COMMODITY OPTION, YOU MAY SUSTAIN A TOTAL LOSS OF THE PREMIUM AND ALL TRANSACTION COSTS. SUPPOSE YOU PURCHASE OR SELL A COMMODITY FUTURES CONTRACT OR SELL A COMMODITY OPTION OR ENGAGE IN OFF-EXCHANGE FOREIGN CURRENCY TRADING. IN THAT CASE, YOU MAY SUSTAIN A TOTAL LOSS OF THE INITIAL MARGIN FUNDS OR SECURITY DEPOSIT AND ANY ADDITIONAL FUNDS YOU DEPOSIT WITH YOUR BROKER TO ESTABLISH OR MAINTAIN YOUR POSITION. IF THE MARKET MOVES AGAINST YOUR POSITION, YOU MAY BE CALLED UPON BY YOUR BROKER TO DEPOSIT A SUBSTANTIAL AMOUNT OF ADDITIONAL MARGIN FUNDS ON SHORT NOTICE TO MAINTAIN YOUR POSITION. IF YOU DO NOT PROVIDE THE REQUESTED FUNDS WITHIN THE PRESCRIBED TIME, YOUR POSITION MAY BE LIQUIDATED AT A LOSS, AND YOU WILL BE LIABLE FOR ANY RESULTING DEFICIT IN YOUR ACCOUNT. THIS IS NOT INVESTMENT ADVICE. UNDER CERTAIN MARKET CONDITIONS, YOU MAY FIND IT DIFFICULT OR IMPOSSIBLE TO LIQUIDATE A POSITION. THIS CAN OCCUR, FOR EXAMPLE, WHEN THE MARKET MAKES A "LIMIT MOVE." THE PLACEMENT OF CONTINGENT ORDERS BY YOU OR YOUR TRADING ADVISOR, SUCH AS A "STOP-LOSS" OR "STOP-LIMIT" ORDER, WILL NOT NECESSARILY LIMIT YOUR LOSSES TO THE INTENDED AMOUNTS, SINCE MARKET CONDITIONS MAY MAKE IT IMPOSSIBLE TO EXECUTE SUCH ORDERS. A "SPREAD" POSITION MAY NOT BE LESS RISKY THAN A SIMPLE "LONG" OR "SHORT" POSITION. THE HIGH DEGREE OF LEVERAGE THAT IS OFTEN OBTAINABLE IN COMMODITY INTEREST TRADING CAN WORK AGAINST YOU AND YOU. THE USE OF LEVERAGE CAN LEAD TO SIGNIFICANT LOSSES AS WELL AS GAINS. THIS BRIEF STATEMENT CANNOT DISCLOSE ALL THE RISKS AND OTHER SIGNIFICANT ASPECTS OF THE COMMODITY INTEREST MARKETS. YOU SHOULD, THEREFORE, CAREFULLY STUDY RISKS AND COMMODITY INTEREST TRADING BEFORE YOU TRADE.