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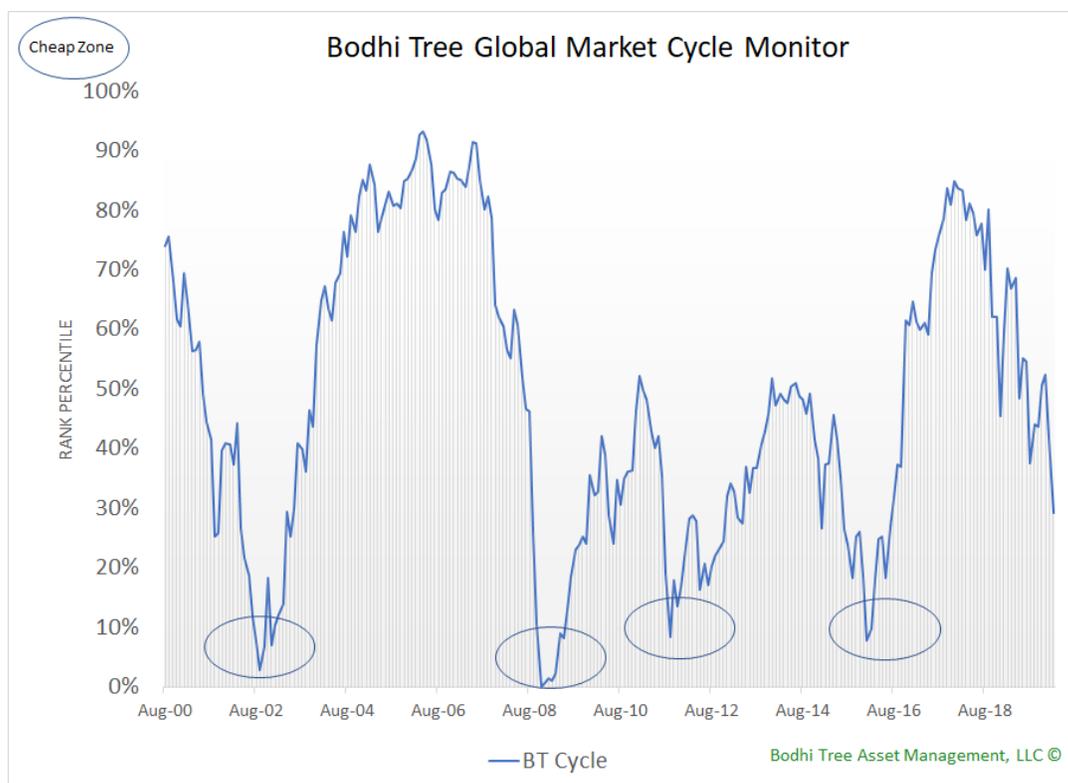
BodhiTree
ASSET MANAGEMENT

Bodhi Tree Cycle Monitor

The Fund continues to have a very solid month and is now in protective capital mode. Our hedges in US Treasuries and short equities were spot on. However, we recently sized up our position long volatility given some incredibly asymmetric dynamics unique to the Volatility futures curve. I won't say that currently being long volatility is risk-free, but I believe it has significantly less risk than being short equities at the moment given a near 10 point inversion in the Volatility futures curve with only a week to go before expiration. In my opinion, the current dynamics in volatility (a key input to Quant models) means there is a non-zero probability of a major quant manager driven market crash forthcoming (remember we work in probabilities, not absolutes). Why? Because volatility acts with a vicious feedback loop in risk management. Please go back to my old letters and refer to my fear of this exact episode of negative feedback loops transpiring.

We have also begun to swap out US treasury exposure for gold exposure given yield dynamics in the U.S. imply that treasuries will no longer act as an appropriate hedge to portfolios (this is why we shut down the old models). In my personal account, I have purchased a handful of alternative cryptocurrencies on the premise that the Central Banks are less than a month away from detonating nuclear bombs of stimulus.

I will be preparing a note over the coming weeks to help you pinpoint where I believe capitulation levels are on global markets. But our Bodhi Macro Cycle Monitor, I believe, provides the roadmap. If you recall, it combines Macroeconomic, Valuation, and Financial Stress indicators into a mean-reverting series. As you can see, at the end of February, we were not at levels that have historically marked market bottoms. That said, we are getting cheap and so that's a sliver of good news.



On another topic, I sincerely appreciate all of you who stuck with me either monetarily or psychologically. I apologize for not producing results that were not reflective of my capabilities. I had almost lost confidence in myself and years of hard work. The second half of 2019 was surreal in terms of the number of disconnects I observed and for much of it, I felt that I was screaming into a bottomless empty canyon. Couple that with the pressure of running a business, the toughest fundraising environment ever, and it was frustrating to say the least.

With that said, everything happens for a reason. Our business is repositioned for longevity through our partnership with Sudrania Fund Services. And our new strategy is built for the way I want to manage my money and not the way others say they want their money managed. I believe I am one of the few people in the world who has the tools to navigate what is currently transpiring. **I am confident that when this bear episode is over, we will all profit handsomely by picking up the shattered glass on the other side. Those profits will be multiples more than our old strategy was capable of producing, due to its heavy dead-weight low-yielding credit component.**

Again, everything happens for a reason.

Thank you so much for allowing me the opportunity to manage your money and re-build our track record properly.

Salud!

Shalin

