

### FUND TERMS

Domicile	Delaware
Min. Subscription	\$25,000
Fees	1.00%
AUM	\$2.3 million*
High Water Mark	No
Subscriptions	Monthly
Redemptions	Quarterly

\*As of 8/23/2020

### SERVICE PROVIDERS

Prime Broker	Jones Trading
Auditor	Raines and Fischer
Administrator	SS&C
Legal	Morgan Lewis

### INVESTMENT TEAM

Team	Industry Start Date
Chuck Trafton	1994
Peter DeCaprio	1989

### CONTACT INFORMATION

FlowPoint Partners, LLC  
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Peter DeCaprio

### PORTFOLIO MANAGEMENT

Charles Trafton  
The Boston Company  
Canaccord Genuity

### STRATEGY OVERVIEW

Capital Partners, L.P. is a long/short fund built around the top 40 to 50 positive and negative trending stocks within the S&P 500 as ranked by our proprietary system.

### OBJECTIVE

Targeting 100 basis points of excess return over and above the return of the major market Standard and Poor's 500 ETF's (SPY:NYSE) and (VOO:NYSE) net of all expenses.

### STRATEGY IMPLEMENTATION AND PROCESS

Portfolio construction is built around factor analysis. This signals-based strategy seeks to own the shares of the highest quality, best-performing companies in the U.S. while these stocks are outperforming. Our risk management tools seek to maintain the fund's positions in the best-performing stocks and away from medium to long-term losers. At the macro level our market signals focus on trends in credit, volatility, breadth, index prices and momentum. At the micro level, our factor analysis focuses on revenue growth and earnings estimate revisions among others.

### INVESTMENT PROCESS

- Focus on cash flow quality, liquidity and revenue and earnings growth
- Sustainability of dividends/share buybacks/capex is also a factor
- Trend-following signals
- Volatility-based position sizing is a key element to risk control
- Avoid: Financial Engineers and melting ice-cubes

### SIGNALS SCHEMATIC

S&P 500 Directional model	Measure	US Equity Signal	Current	Since
S&P 500 - MT Trend	-4.3%	Long if > 0%	Short	5/11/20
S&P 500 - ST Momentum	4.65	Long if > 0	Long	4/15/20
S&P 500 - MT-Momentum	3.90	Long if > 0	Long	4/24/20
S&P 500 - Annualized volatility	18.8%	Long if <24%	Long	7/6/20
% Stocks above 10-day	76.4%	Reduce Gross Short if <10%	Neutral	3/19/20
Investment Grade CDS-1 mo. chg.	-8%	Long if <0	Long	5/18/20
BBB Spread 1 mo. chg	-0.56	Long if <0	Long	5/20/20
BBB Spread Trend1 Score (1-4)	2	Long if 3 or 4	Short	3/6/20
Chicago Federal Reserve Fin'l Conditions Index	-0.13	Long if <0	Long	5/8/18
BBB Spread 30d Trend	-0.25	Long if <0	Long	6/10/20
Global Equity Market Breadth	7%	Long if >60%	Short	3/24/20

## RISK STATISTICS

Measure	FPCP	SPY
Net Exposure	48%	100%
Gross Exposure	145%	100%
Top 10% of Longs	52%	31%
Top 10% of Shorts	32%	0%
Beta*	0.58	1.00
Correlation	0.25	1.00

\*Beta and Correlation are calculated relative to SPY.

## ABOUT FLOWPOINT PARTNERS

FlowPoint Partners, LLC is a boutique investment management firm focusing on alternative investing. The firm's principals have more than 20 years' experience running alternative funds, and have achieved five-star ratings from Morningstar previously. The firm offers private funds and SMA's to advisors and family offices.

## TOP 10 SHORTS

		YTD	Mkt Cap	Rank
LIBERTY GLOBAL PLC-A	Communication Services	(2.0)	\$14	4
ALEXION PHARMACEUTICALS	Health Care	(3.9)	\$23	4
MONSTER BEVERAGE CORP	Consumer Staples	(6.3)	\$31	4
CHECK POINT SOFTWARE TECH	Information Technology	(8.1)	\$15	4
COGNIZANT TECH SOLUTIONS-A	Information Technology	(8.9)	\$31	4
CERNER CORP	Health Care	(9.1)	\$20	4
CSX CORP	Industrials	(10.2)	\$50	4
WORKDAY INC-CLASS A	Information Technology	(10.8)	\$34	4
ANALOG DEVICES INC	Information Technology	(12.8)	\$38	4
PACCAR INC	Industrials	(13.7)	\$24	4

## TOP 10 LONGS

as of 6/30		YTD	Mkt Cap	Rank
MICROSOFT CORP	Information Technology	10.7	\$1,324	1
APPLE INC	Information Technology	(1.6)	\$1,253	1
AMAZON.COM INC	Consumer Discretionary	23.7	\$1,140	1
ALPHABET INC-CL A	Communication Services	(1.6)	\$900	1
INTEL CORP	Information Technology	(4.0)	\$243	1
NETFLIX INC	Communication Services	28.3	\$183	1
NVIDIA CORP	Information Technology	20.2	\$174	1
ADOBE INC	Information Technology	4.3	\$166	1
AMGEN INC	Health Care	(4.2)	\$136	1
COSTCO WHOLESALE CORP	Consumer Staples	2.7	\$133	1

## PERFORMANCE DATA

2020	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	From Inception
FlowPoint L.P.	-0.19%	-2.58%	-8.36%	2.23%	15.44%	3.71%	4.29%						13.74%	29.3%
S&P 500	-0.04%	-7.92%	-13.00%	12.70%	4.76%	1.33%	5.64%						1.2%	30.3%
Difference	-0.15%	5.34%	4.64%	-10.47%	10.68%	2.38%	-1.35%						12.53%	
2019	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	
FlowPoint L.P.	5.93%	3.12%	-0.64%	2.92%	-4.58%	1.11%	4.27%	-1.47%	-3.06%	1.17%	2.94%	1.73%	13.72%	
S&P 500	8.01%	3.24%	1.36%	4.09%	-6.38%	6.44%	1.51%	-1.67%	1.48%	2.21%	3.62%	2.40%	28.79%	
Difference	-2.08%	-0.12%	-2.00%	-1.17%	1.80%	-5.33%	2.76%	0.20%	-4.54%	-1.04%	-0.68%	-0.67%	-15.07%	

AN INVESTMENT IN THE FUND INVOLVES RISK FACTORS THAT SHOULD BE REVIEWED CAREFULLY BY POTENTIAL INVESTORS. THERE IS NO ASSURANCE THAT THE FUND WILL ACHIEVE ITS INVESTMENT OBJECTIVE, AND INVESTMENT RESULTS MAY VARY SUBSTANTIALLY OVER TIME. INVESTMENT IN THE FUND IS THEREFORE SUITABLE FOR SOPHISTICATED INVESTORS WHO ARE ABLE TO BEAR THE LOSS OF A SUBSTANTIAL PORTION OR EVEN ALL OF THE MONEY INVESTED IN THE FUND. NO REPRESENTATIONS OR WARRANTIES OF ANY KIND ARE MADE OR INTENDED, AND NONE SHOULD BE INFERRED, WITH RESPECT TO THE ECONOMIC RETURN OR THE TAX CONSEQUENCES FROM AN INVESTMENT IN THE FUND. NO ASSURANCE CAN BE GIVEN THAT EXISTING LAWS WILL NOT BE CHANGED OR INTERPRETED ADVERSELY. PROSPECTIVE INVESTORS ARE NOT TO CONSTRUCT THIS MEMORANDUM AS LEGAL OR TAX ADVICE. EACH INVESTOR SHOULD CONSULT HIS OR ITS OWN COUNSEL AND ACCOUNTANT FOR ADVICE CONCERNING THE VARIOUS LEGAL, TAX, ERISA AND ECONOMIC MATTERS CONCERNING HIS/HER OR ITS INVESTMENT. NO OFFERING LITERATURE OR ADVERTISING IN ANY FORM SHALL BE EMPLOYED IN THE OFFERING OF THESE SHARES EXCEPT FOR THE FUND'S PRIVATE OFFERING MEMORANDUM, THE DECLARATION OF TRUST, AND THE SUBSCRIPTION DOCUMENTS (THE "OFFERING INFORMATION") PROVIDED SEPARATELY BY THE SPONSOR. NO PERSON OTHER THAN THE SPONSOR HAS BEEN AUTHORIZED TO MAKE REPRESENTATIONS, OR GIVE ANY INFORMATION, WITH RESPECT TO THESE SHARES, EXCEPT THE OFFERING INFORMATION, AND ANY INFORMATION OR REPRESENTATION NOT EXPRESSLY CONTAINED HEREIN OR OTHERWISE SUPPLIED BY THE SPONSOR IN WRITING MUST NOT BE RELIED UPON AS HAVING BEEN AUTHORIZED BY THE FUND OR ITS SPONSOR. ANY FURTHER DISTRIBUTION OR REPRODUCTION OF THIS PRESENTATION, IN WHOLE OR IN PART, OR THE DIVULGENCE OF ANY OF ITS CONTENTS, IS PROHIBITED. A PROSPECTIVE INVESTOR SHOULD NOT SUBSCRIBE FOR SHARES UNLESS SATISFIED THAT HE/SHE AND/OR HIS/HER OR ITS REPRESENTATIVE HAS ASKED FOR AND RECEIVED ALL INFORMATION THAT WOULD ENABLE HIM OR IT TO EVALUATE THE MERITS AND RISKS OF THE PROPOSED INVESTMENT. THE FUND SHALL MAKE AVAILABLE TO EACH INVESTOR OR HIS OR ITS AGENT, DURING THIS OFFERING AND PRIOR TO THE SALE OF ANY SHARES, THE OPPORTUNITY TO ASK QUESTIONS OF AND RECEIVE ANSWERS FROM ANY PERSON AUTHORIZED TO ACT ON BEHALF OF THE FUND CONCERNING ANY ASPECT OF THE FUND AND ITS PROPOSED BUSINESS AND TO OBTAIN ADDITIONAL INFORMATION, TO THE EXTENT THE FUND POSSESSES SUCH INFORMATION OR CAN ACQUIRE IT WITHOUT UNREASONABLE EFFORT OR EXPENSE. NEITHER THE DELIVERY OF THE OFFERING INFORMATION NOR ANY SALES MADE UNDER SUCH INFORMATION SHALL UNDER ANY CIRCUMSTANCES CREATE AN IMPLICATION THAT THERE HAS BEEN NO CHANGE IN THE MATTERS DISCUSSED THEREIN SINCE THE DATE THEREOF. THIS OFFERING INFORMATION HAS BEEN PREPARED IN CONNECTION WITH THE PRIVATE PLACEMENT OF THE SHARES OFFERED HEREBY AND DOES NOT CONSTITUTE AN OFFER OR SOLICITATION BY ANYONE IN ANY JURISDICTION IN WHICH SUCH AN OFFER OR SOLICITATION IS NOT AUTHORIZED OR IN WHICH THE MAKING OF SUCH AN OFFER OR SOLICITATION WOULD BE UNLAWFUL.