



CTS ASSET MANAGEMENT LLC

Flagship Program - February 2018

Program Description

- Short-term managed futures program
- Average hold time of six days
- Trading Velocity = 1,800 RT/\$M
- Average MTE = 7%
- 100% systematic & automated
- Client AUM \$13.2 million
- Trades highly liquid futures markets in the Energies, Metals, Softs, Currencies, Interest Rates, and Stock Indices sectors
- Seasoned principal has experience both as a CTA and as a CTA allocator
- Uses very selective short-term pattern recognition and breakout trading models.

Contact Information

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PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS.

Monthly Performance - Client Accounts

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2017							1.56%	0.94%	-0.93%	2.98%	-0.76%	2.03%	5.75%
2018	1.49%	-6.74%											-5.25%

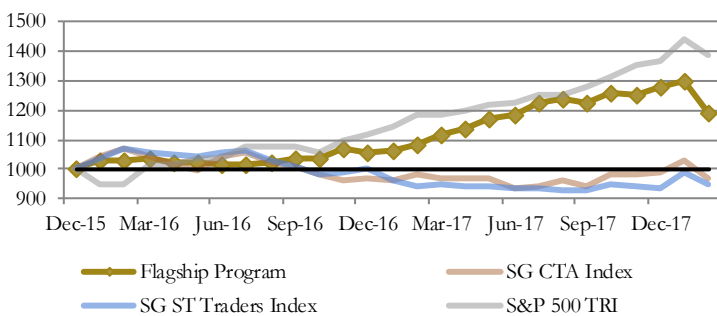
Monthly Performance - Proprietary Accounts

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2016	2.65%	0.45%	0.59%	-1.16%	-0.01%	-0.66%	-0.41%	0.72%	1.22%	0.02%	3.26%	-0.99%	5.72%
2017	0.86%	1.33%	3.10%	2.20%	3.00%	0.74%	3.45%	1.41%	-1.00%	2.75%	-0.70%	1.85%	20.61%
2018	2.05%	-8.27%											-6.39%

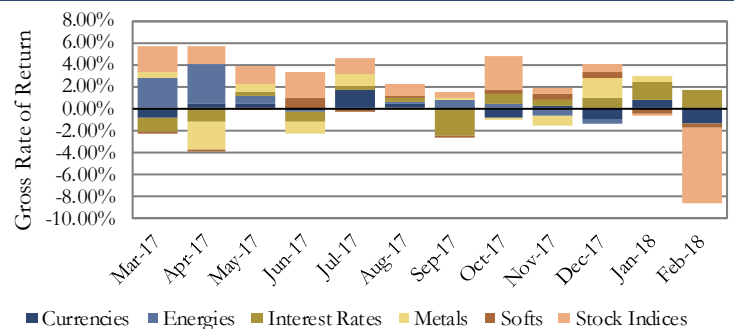
Proprietary Accounts - Since Inception (January 2016)

	Flagship Program	SG CTA Index	SG Short-Term Traders Index	S&P 500 TRI	Sector Diversification	
Annualized ROR	8.51%	-1.58%	-2.46%	16.37%	Energies	20%
Annualized Volatility	7.91%	9.39%	7.81%	8.55%	Metals	20%
Maximum Drawdown	-8.27%	-12.63%	-13.17%	-5.09%	Softs	15%
Sharpe Ratio (0%)	1.08	-0.17	-0.31	1.91	Currencies	15%
Sortino Ratio (0%)	1.54	-0.29	-0.56	3.95	Interest Rates	15%
% Winning Months	69%	50%	38%	85%	Stock Indices	15%
Correlation	1.00	0.49	0.41	0.29		

VAMI - Proprietary Accounts



Sector Attributions (prev. 12 mos.)



Brian Bell, Managing Member

Mr. Bell's career in the futures industry as a trading system designer, CTA, and managed futures allocator spans four decades. He was previously the Director of Research at The Bornhoft Group, a firm that has created and managed multiple-CTA portfolios since the 1980's. Mr. Bell was also the owner of CTS Capital Management, LLC, a CTA that operated from 2006 to 2010. He has developed proprietary trading systems and indicators since 1991, some of which are still used by traders around the world. As an educator, Mr. Bell taught three-day seminars on trading system design and programming to top Wall Street firms.

Terms

The Flagship Program is currently available for separately managed accounts.

- Minimum Account Size: \$1,000,000
- Management Fee: 2%
- Incentive Fee: 20%

Contact Brian Bell at (303) 941-4207 / bbell@cts-am.com for more information.

Please see next page for performance notes.

1. **Client Accounts Performance:** Client accounts began trading on 7/3/2017. Some client accounts are excluded from certain months due to the use of the only accounts traded (OAT) method of calculating monthly ROR. Difference between proprietary and client accounts performance in July 2017 is primarily due to start-up effects, wherein the single client account included in the performance calculation took only new trading system positions at the direction of the client and thus had materially different positions than proprietary accounts for approximately half of the month. The difference in February 2018 is primarily due to the timing of trading level changes in the proprietary accounts. Other differences are due primarily to rounding effects inherent in trading different account sizes. Prior to February 2018, the client account performance presented reflects pro forma fees of 1/12th of 2% monthly management fee and 20% quarterly incentive fee. Starting in February 2018, the client account performance reflects pro forma fees of 1/365th of 2% daily management fee and 20% quarterly incentive fee. Due to NFA rules regarding annual performance of accounts that use fixed trading levels, YTD performance for client accounts is a simple sum of the monthly rates of return.
2. **Proprietary Accounts Performance.** From inception through January 2017, performance shown is that of a single proprietary account owned by Mr. Bell and traded in the Flagship Program. As of 3/11/2018, the trading level of this proprietary account was \$810,000. From 2/1/2017 forward, the performance shown is a composite of the original proprietary account and another proprietary account owned by Mr. Bell and traded in the Flagship Program. As of 3/11/2018, the trading level of the second proprietary account was \$720,000. Neither of the proprietary accounts are charged fees. Prior to February 2018, the performance and statistics presented reflect pro forma fees of 1/12th of 2% monthly management fee and 20% quarterly incentive fee. Starting in February 2018, the performance and statistics presented reflect pro forma fees of 1/365th of 2% daily management fee and 20% quarterly incentive fee.
3. The Sector Attributions chart shows the approximate gross monthly returns for the six sectors traded in the Flagship Program for the previous 12 months. From inception through April 2017, only the original account belonging to Mr. Bell was included in the analysis. From May 2017 through August 2017, both accounts belonging to Mr. Bell are included in the analysis. From September 2017 forward, only client accounts are reflected in the analysis.
4. The Flagship Program is offered only to investors that meet the criteria of a qualified eligible person as defined under CFTC Regulation 4.7. This document is not permitted to be distributed without the prior approval of CTS Asset Management, LLC.
5. The CTS Asset Management LLC QEP Disclosure Document is available upon request. Managed accounts will only be accepted after the investor has read and acknowledged receipt of the disclosure document.
6. Values in italics are estimates.
7. The date of this document is March 11, 2018.