



# CTS ASSET MANAGEMENT LLC

## Flagship Program - August 2019

### 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 \$2.6 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

CTS Asset Management LLC  
 102 S. Tejon St., Suite 1100  
 Colorado Springs, CO 80903  
[www.ctsassetmanagement.com](http://www.ctsassetmanagement.com)  
 Brian Bell, Managing Member  
 (719) 578-3309 Office • (303) 941-4207 Cell  
[bbell@cts-am.com](mailto:bbell@cts-am.com)

**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
<b>2017</b>							1.56%	0.94%	-0.93%	2.98%	-0.82%	2.03%	<b>5.76%</b>
<b>2018</b>	1.49%	-6.74%	-0.07%	-3.78%	-6.14%	-0.24%	1.20%	2.32%	3.11%	-2.09%	-1.89%	2.44%	<b>-10.39%</b>
<b>2019</b>	-0.68%	-0.11%	-2.40%	2.13%	0.69%	1.42%	-0.15%	2.81%					<b>3.71%</b>

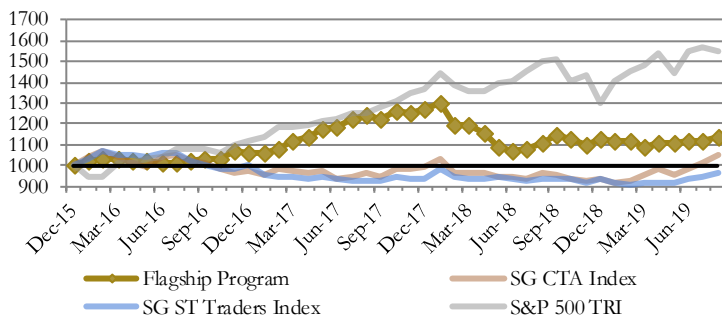
### Monthly Performance - Proprietary Accounts

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
<b>2016</b>	2.65%	0.45%	0.59%	-1.16%	-0.01%	-0.66%	-0.41%	0.72%	1.22%	0.02%	3.26%	-0.99%	<b>5.72%</b>
<b>2017</b>	0.86%	1.33%	3.10%	2.20%	3.00%	0.74%	3.45%	1.41%	-1.00%	2.75%	-0.70%	1.85%	<b>20.61%</b>
<b>2018</b>	2.05%	-8.27%	0.19%	-3.38%	-6.03%	-1.32%	1.23%	2.22%	3.22%	-1.40%	-2.13%	1.95%	<b>-11.70%</b>
<b>2019</b>	-0.57%	0.30%	-2.76%	1.91%	-0.08%	0.47%	0.01%	2.16%					<b>1.37%</b>

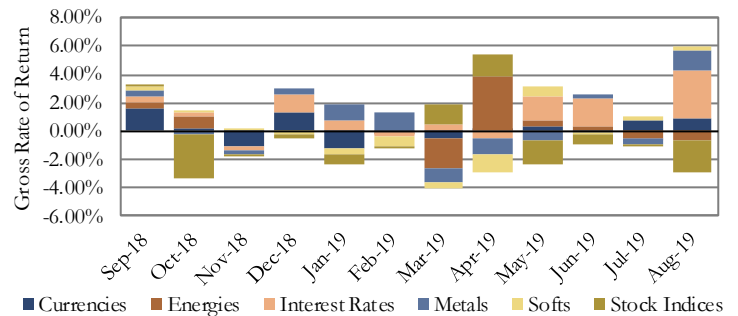
### Proprietary Accounts - Since Inception (January 2016)

	Flagship Program	SG CTA Index	SG Short-Term Traders Index	S&P 500 TRI	Sector Diversification
<b>Annualized ROR</b>	<b>3.67%</b>	1.38%	-0.96%	12.56%	Energies 20%
<b>Annualized Volatility</b>	<b>8.04%</b>	8.66%	6.50%	11.83%	Metals 20%
<b>Maximum Drawdown</b>	<b>-17.66%</b>	-14.26%	-14.68%	-13.52%	Softs 15%
<b>Sharpe Ratio (0%)</b>	<b>0.46</b>	0.16	-0.15	1.06	Currencies 15%
<b>Sortino Ratio (0%)</b>	<b>0.66</b>	0.29	-0.26	1.75	Interest Rates 15%
<b>% Winning Months</b>	<b>64%</b>	52%	43%	80%	Stock Indices 15%
<b>Correlation</b>	<b>1.00</b>	0.42	0.31	0.10	

### 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 created and managed multiple-CTA portfolios for more than thirty years. 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](mailto: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 9/9/2019, the trading level of this proprietary account was \$825,000. 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 9/9/2019, the trading level of the second proprietary account was \$500,000. 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. 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 September 10, 2019.