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Dear Friends and Investors,

For the month of February net performance for all accounts including the Navigator Fund L.P. gained 3.1%, YTD at 4.6%. The S&P on the month gained 3.72%, 5.56% YTD. The HFRX Equity Hedge Fund gained 1.17%, YTD at 2.03% after gaining 0.10% last year, while the HFRX Global Hedge Fund Index gained 1.12%, YTD at 1.63%, after finishing 2.5% last year. The monthly gain in the S&P the best since March 2016. The S&P's steepest daily lost last month was -0.25%. There was only 4 losing sessions in the month.

Stock prices gained ground for the second consecutive month this year and the fourth consecutive month in this sequence, bringing the YTD gain in the S&P to just over 5.5%. Since 1950 a YTD gain greater than 5% by the end of February is not that uncommon, occurring 28% of the time or having occurred in 19 of those years. In two-thirds of these years stock prices were at or near an all-time high. Monthly gains in both the months January and February has arisen in roughly 35% of years since 1950.

The S&P last month or to be precise on February 11<sup>th</sup>, marked its one year anniversary since the conclusion of a non-economic related bear market. Since WWII all non-recessionary bear markets excluding the 1987 -36% market decline retested the highs within one year. In 1987 Bear Market the rebound required a steep 50% advance to recoup the losses (-34%) and did so, taking slightly more than one and a half years. For the record the S&P's price advance on its one year anniversary gained 27.3%, which is not that unusual when not associated with a Recession. Additionally, stock prices at the market lows had flatlined over the previous 500- trading sessions or for nearly two years, as the rate of change during this time span declined to zero. Furthermore, the 500-day rate of change continued to hover near zero two other times last year. Just days after Brexit when this level declined to 1% and then after the weekend, before the Presidential Election, the level declined to 2.5%. Stock prices after reaching such a low level in all three of these occurrences rose sharply afterwards. At month's end this level rose to 12%, which is no longer at an extremely compelling level. Reviewing a longer time horizon based on the 2,500-day rate of change (essentially using 10- year rate of change) the Dow Jones Industrials (which goes back to 1900, further than the S&P) stands at 55%, which is also the longer-term average. A reading above 150% is considered overbought, which was last recorded in the year 2,000.

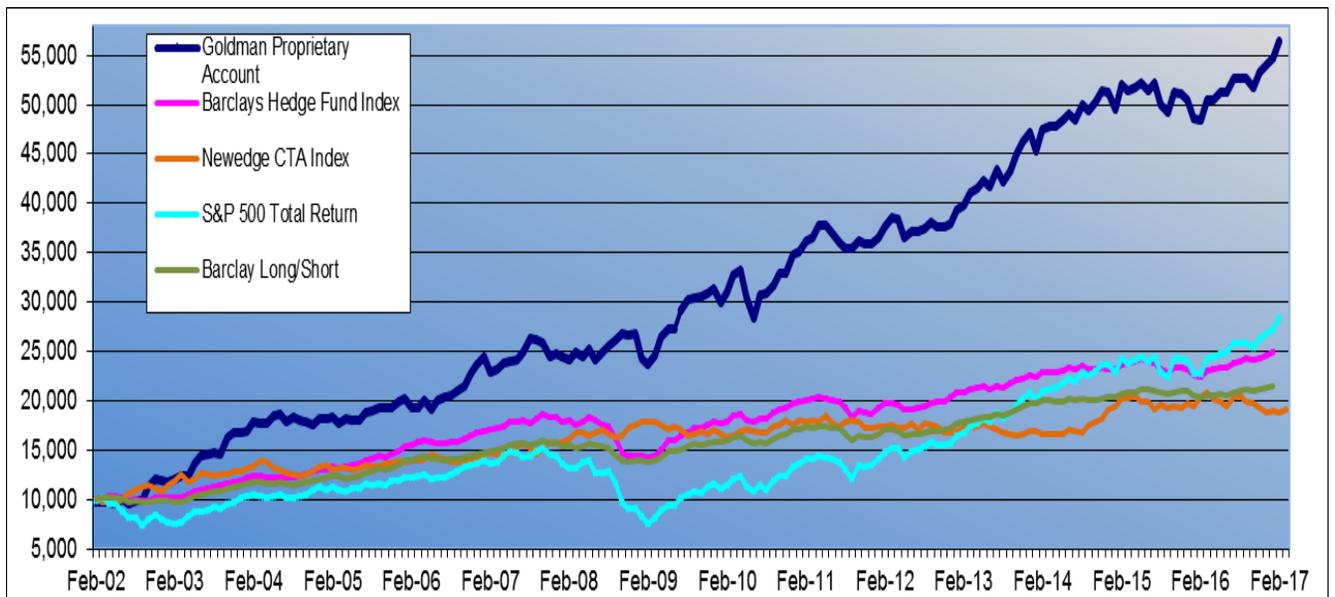
Stock prices persistent gains without any meaningful setback continued last month. There are number of attributes worth noting: The Dow entering the last trading day of the month of February reached 12 consecutive all-time highs, equaling the record in January 1987 (fell short of another record at month's end). The S&P and the Dow Jones Average had not declined on a single session by 1% in 95 trading sessions, the last such occurrence was in 1995. This lack of volatility was much more apparent during the 1950's-1960's when this pattern occurred in 40% of those years. Additionally, the 65- day average of the Volatility Index or VIX reached its lower level since late 1995. The persistence of gains was also noted using the 14 days RSI. The gauge is based on a momentum oscillator that measures speed and change of prices movements which range from 0-100. For ten-consecutive days the reading on this gauge was above 74.5, the longest streak since 1996. Overall, persistent gains without any noticeable retracements have generally been a favorable development for stock prices, although short-term constraining factors have also emerged.

***The market commentary may not necessarily be correlated with returns from Goldman Management, Inc. as trading decisions are based on an array of proprietary indicators and models.***

Thank you for your interest,

Steven Goldman

### Returns Compared to Other Asset Classes



**PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS**

### Performance Table (Proprietary Account 1% and 20%)

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Returns	WDD*
2002	n/a	(2.8)	(0.4)	(0.4)	(1.1)	4.8	(5.1)	3.9	0.6	14.4	5.9	(1.2)	18.6%	(5.2%)
2003	(0.8)	2.4	2.3	0.5	9.9	5.6	1.5	1.1	(1.7)	11.3	2.3	0.7	40.2%	(1.7%)
2004	0.7	5.7	(1.0)	(0.1)	4.1	1.4	(4.8)	3.2	(2.4)	(0.8)	(1.6)	3.5	7.8%	(6.3%)
2005	0.6	0.4	(3.8)	3.5	(1.4)	(0.1)	4.9	0.7	1.3	(0.2)	(0.1)	3.4	9.5%	(3.8%)
2006	2.1	(4.7)	0.0	3.9	(5.0)	5.1	2.0	0.6	2.4	1.6	6.4	3.7	18.9%	(5.9%)
2007	3.8	(6.9)	1.7	2.6	0.9	0.6	3.3	5.4	(0.6)	(1.4)	(5.1)	1.1	4.9%	(7.0%)
2008	(0.9)	(1.6)	3.2	(1.7)	3.2	(4.3)	3.2	2.5	2.1	2.6	(0.4)	0.4	8.3%	(4.3%)
2009	(9.1)	(3.0)	4.4	7.2	3.4	(0.1)	6.6	3.6	1.0	0.5	0.6	1.7	17.0%	(11.8%)
2010	(4.6)	3.6	5.6	1.4	(8.3)	(6.7)	8.4	0.4	2.4	3.8	0.0	5.8	10.9%	(14.4%)
2011	0.9	3.3	0.7	3.5	(0.1)	(1.8)	(2.7)	(1.7)	(0.1)	2.3	(0.8)	0.1	3.4%	(6.3%)
2012	1.7	3.1	2.3	(0.5)	(4.6)	1.5	0.3	0.9	1.5	(1.3)	0.2	0.6	5.2%	(5.1%)
2013	3.9	1.1	3.1	1.2	1.7	(1.5)	4.2	(2.7)	2.7	4.0	2.7	2.1	24.6%	(2.7%)
2014	(3.9)	4.8	0.5	0.2	1.3	1.3	(1.1)	3.01	(1.1)	1.8	2.1	(0.3)	8.5%	(3.9%)
2015	(3.2)	5.2	(1.4)	0.7	0.9	(1.7)	1.6	(4.3)	(1.5)	4.3	(0.15)	(1.4)	(1.4%)	(5.9%)
2016	(3.8)	(0.1)	4.1	0.2	1.4	0.1	2.8	0.0	(0.1)	(1.5)	2.9	1.5	7.2%	(3.8%)
2017	1.4	3.1											4.5%	(0.0%)
<b>Avg.</b>													<b>12.1</b>	<b>(5.7)</b>

### Information & Statistics 2002 to Present

Internal Rate of Returns	12.25%	Avg. yr. max cum. monthly DD	5.7%	AUM (millions)	\$56
Compounded Returns	12.95%	Correlation to the S&P 500	0.60	Avg. Monthly Return	1%
IRR (Gross)	16.0%	Correlation to the CTA Index	0.01	Proprietary acct.	\$11.5 mil
Sharpe Ratio	1.08	Correlation to the Hedge Index	0.42	LTR (GMIPA)	465%
Standard Deviation	11.37	Profitable Months	68%	LTR (S&P 500)	107%
Sortino Ratio	2.08	Beta to S&P	0.48		

WDD Worse cumulative monthly draw down from a peak during the year

### Managed Accounts, Fund & Prop. (Composite)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Returns	WDD
2011												0.0	0.0%	0.0%
2012	1.7	2.8	2.1	(0.5)	(5.1)	1.7	0.3	1.0	1.7	(1.4)	0.2	0.6	5.0%	(5.6%)
2013	3.9	1.1	3.1	1.2	1.7	(1.5)	4.3	(2.7)	2.7	4.0	2.8	2.1	25.0%	(2.7%)
2014	(4.0)	4.8	0.5	0.2	1.3	1.4	(1.2)	3.1	(1.1)	1.8	2.1	(0.3)	8.6%	(4.0%)
2015	(3.2)	5.2	(1.4)	0.7	1.0	(1.7)	1.8	(4.3)	(1.5)	4.3	(0.1)	(1.4)	(1.4%)	(5.9%)
2016	(3.9)	(0.1)	4.1	0.2	1.4	0.1	3.0	0.0	(0.1)	(1.6)	3.0	1.5	7.5%	(4.0%)
2017	1.4	3.1											4.6%	(0.0%)

### PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

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