500 Morris Avenue
Suite 110
Springfield, NJ. 07081
Office 973-258-0502
Mobile 973-727-8149
Fax 973-379-4076

10/7/2016

Dear Friends and Investors,

For the month of September net performance of a composite of for all accounts including the Navigator Fund L.P. declined by -0.14% YTD 4.3% (5.8% gross) while the S&P lost -0.14% and YTD 6.0.%. The HFRX Equity Hedge Fund Index gained 1.53%, YTD -0.69% VS -2.33% in 2015. The HFRX Global Hedge Fund Index gained 0.55%, YTD at 1.33% vs –3.64% in 2015. Investor's Business Daily Mutual Fund Index, a select list of active equity mutual funds is higher YTD by 4.2%. The more than 2% gain in the NASDAQ 100 may have been a contributing factor for the monthly outperformance in Hedge Funds last month Vs the S&P.

Economic data reported last month were universally disappointing. Disappointments include the reports from ISM or The Institute for Supply Management (both manufacturing and services) as well as Industrial Production. The majority of economic reports in previous months had previously indicated robust levels of growth. Election concerns may partly explain the recent downturn in the economic reports. For instance, according to University of Michigan, Consumer Uncertainty spiked to the highest on record. In this report the percentage of U.S. consumers saying "it depends" is most likely due to the presidential election according to the survey's director. In another survey from the NFIB or the National Federation of Independent Business, the results from small business owners citing the political climate as a reason not to expand spiked to 38%, an all-time high. Confidence may return once certainty returns after the election.

The Economic Cycle Research Institute or ECRI, is an economic forecasting firm which dates back to the 1960's. It's co-founder Geoffrey Moore collaborated with the US government to begin the development of sophisticated tools for analyzing economic business cycles. This comprehensive framework can be broken into different time frames. One of the shorter term time frames incorporates an oscillator that recently has reached one of the highest readings in this economic cycle. This oscillator may be implying a pickup in growth prospects over the next quarter or two. The reading is corroborated by other forecasts for the 3rd quarter GDP growth prospects. The ECRI weekly leading index rose to the highest level since the first quarter of 2013 and in 2013 quarter to quarter GDP growth rose to 2.8%. In April 2011 this index rose to similar levels and 2nd quarter GDP rose to 2.9%. S&P earnings have also been loosely tethered to this Index. Overall, qtr. to qtr. GDP growth expectations over the next two quarters is expected to rise by roughly 2.5%, although at this juncture the six-month forecast is too distant for a high probability forecast.

Following up on the public outflows from equity Mutual Funds in last month's letter, the demand from U.S. Corporations has more than offset these outflows. In the past twelve months ending June Corporations in the S&P 500 have brought back nearly $600 billion in stock which theoretically equals 3% to shareholders. Dividends have roughly equaled just under $400 billion or 2.15% which equates in aggregate to a 5.15% return. Capacity Utilization has continued to hover near historical lows (75.5%) this long into the business cycle, which may argue for profits to continue to be plowed into buybacks then into business expansion.

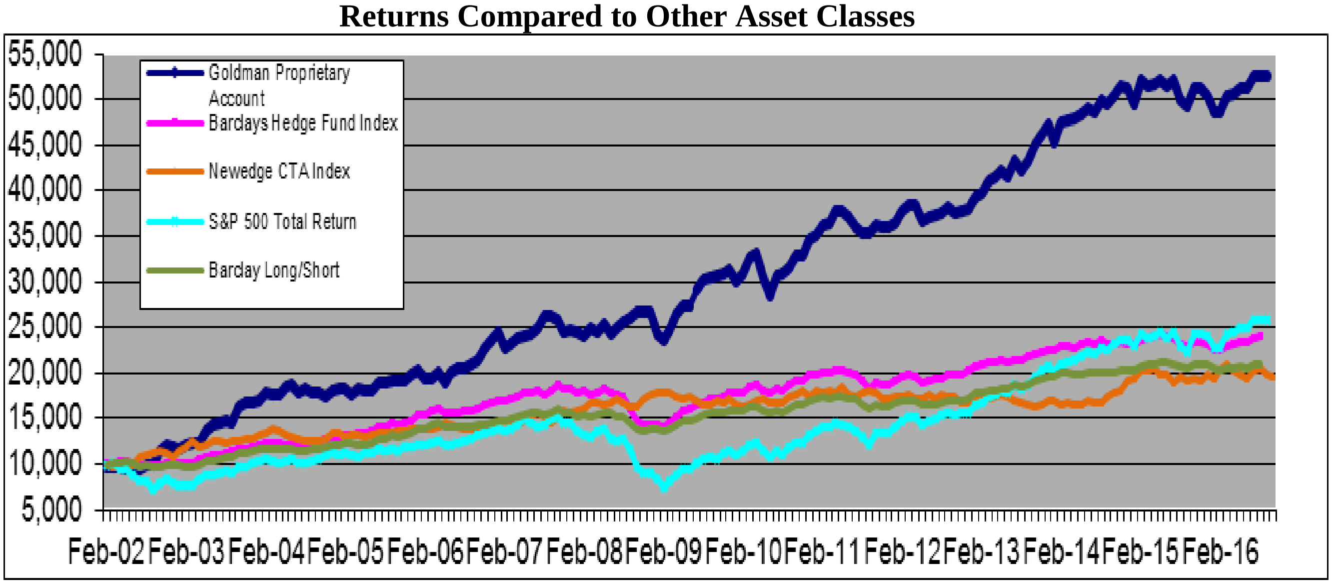
Last month we highlighted the fact that the S&P rose for five consecutive months then fractionally declined in August. Revising this study to include S&P 500 total returns shows a fractional gain in August, one of just 17 other such occurrences since 1950 whereby the S&P moved higher for six consecutive months. Based on this frequency, as stated last month is not worrisome despite what may be considered an overbought condition. Historically, stock prices have on average led to favorable outcomes six months later, although **PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS.** For the record the S&P win streak continued for a seventh month as the total return rose by a few cents last month.

The aforementioned 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)				**4.3%**	**(3.8%)**
AVG													**12.3%**	**(6.0%)**

Information & Statistics 2002 to Present

Internal Rate of Returns	12.1%	Avg. yr. max cum. monthly DD	6.0%	AUM (million)	$44
Compounded Returns	12.8%	Correlation to the S&P 500	0.60	Avg. Monthly Return	1.02%
IRR (Gross)	15.8%	Correlation to the CTA Index	0.01	Proprietary acct.	$10+ mil
Sharpe Ratio	1.05	Correlation to the Hedge Index	0.42	LTR (GMI)	426%
Standard Deviation	11.55	Profitable Months	68%	LTR (S&P 500)	91%
Sortino Ratio	2.02%	Beta to S&P	0.46		

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)				**4.4%**	**(3.9%)**

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS