

Global Macro Total Return Strategy

Actively Managed. Globally Diversified

2017



THE BKCM TOTAL RETURN STRATEGY seeks to achieve superior rates of return with low correlation to global indexes and other asset managers through all market and economic cycles. The strategy leverages our expertise in global markets and active management to capture the major turning points in global financial markets.

At the core of the strategy is a view that investor behavior causes markets to diverge from the underlying fundamentals. Focusing on investor behavior results in a strategy that is markedly different from other global macro managers and we believe it is essential to providing a non-correlated return stream.

The engine of the strategy is a fusion of behavioral finance, chaos theory, and macro-economic fundamentals. We monitor over 100 markets in 20+ countries in order to uncover the most attractive risk adjusted opportunities.

Overview

When the weather changes, nobody believes the laws of physics have changed. Similarly, I don't believe that when the stock market goes into terrible gyrations its rules have changed.

-Benoit Mandelbrot

BKCM Total Return Strategy

Risk

- Portfolios are constructed to target annual volatility and tuned to client risk preference

Behavioral Finance

- Markets are categorized as Contrarian or Momentum
- Contrarian markets occur over a 3-5 year cycle; while Momentum markets have a 1-2 year cycle

Momentum

- Long and short positions in global markets based on our proprietary momentum model

Asset Mix

- The combination of long and short positions in multiple asset classes provides the opportunity to construct portfolios that are uncorrelated to major markets and other strategies

BKCM Total Return Strategy

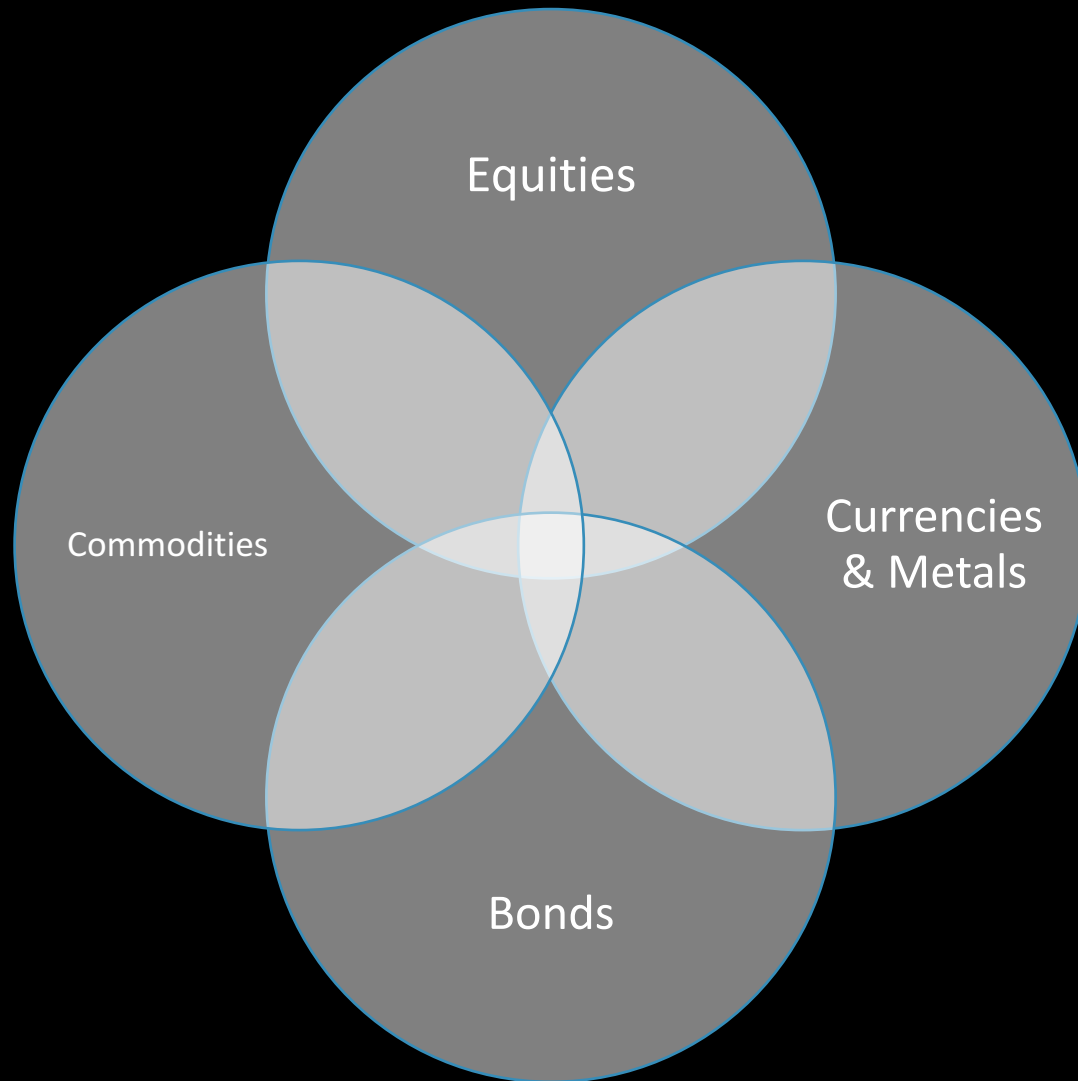
Contrarian Market Far from equilibrium markets over a 3-5 year time frame

Combines chaos theory and reversion to the mean to identify under/over reaction phases

Momentum Market Markets which are likely to continue the current trend over a one year time frame

Draws on an extensive history of market structure to identify markets in the adjustment phase

Optimal Asset Mix



The combination of equity indexes, bonds, currencies, energy and metals reduces volatility while enhancing the return stream of the portfolio. The optimal mix of assets also reduces the Total Return Strategy's correlation with the S&P 500 and other Hedge Fund Strategies.

Fee, Expenses and Liquidity

Fees -The goal of our fee structure is to align our interests with our clients. BKCM LLC charges a management fee of 2.0%.

Expenses – Client is responsible for all commissions.

Liquidity – Daily. We believe that managing client capital is a privilege that must be earned everyday. Clients should not be penalized if we do not earn that privilege. We do not impose a lock-up period or withdrawal fees.

Our Driving Principles

Macro Analysis is Not a Luxury

Successful navigation of today's financial markets requires global expertise and a deep understanding of the interplay between central bank policy, geo-politics, and the behavior of financial markets.

Remain Nimble

As the behavior of markets change, active management provides an advantage to the nimble investor.

Analysis is Hypothesis

Listen to the markets, they are the final arbiter.

Balance Risk, Not Dollars

A portfolio balanced by asset volatility is essential to creating an asymmetric risk to reward profile.

Our commitment to our investment process is unwavering – as a global macro manager we monitor over 100 markets in 20+ countries to uncover the most attractive risk adjusted investment opportunities. To that end, we employ a rigorous risk management protocol that allows us to concentrate capital into the most compelling investments. BKCM offers these services to high net worth individuals, family offices and institutions through privately managed accounts.

THE RISK OF LOSS IN TRADING COMMODITY INTERESTS CAN BE SUBSTANTIAL. YOU SHOULD THEREFORE CAREFULLY CONSIDER WHETHER SUCH TRADING IS SUITABLE FOR YOU IN LIGHT OF YOUR FINANCIAL CONDITION. IN CONSIDERING WHETHER TO TRADE OR TO AUTHORIZE SOMEONE ELSE TO TRADE FOR YOU, YOU SHOULD BE AWARE OF THE FOLLOWING:

IF YOU PURCHASE A COMMODITY OPTION YOU MAY SUSTAIN A TOTAL LOSS OF THE PREMIUM AND OF ALL TRANSACTION COSTS.

IF YOU PURCHASE OR SELL A COMMODITY FUTURES CONTRACT OR SELL A COMMODITY OPTION OR ENGAGE IN OFF-EXCHANGE FOREIGN CURRENCY TRADING YOU MAY SUSTAIN A TOTAL LOSS OF THE INITIAL MARGIN FUNDS OR SECURITY DEPOSIT AND ANY ADDITIONAL FUNDS THAT YOU DEPOSIT WITH YOUR BROKER TO ESTABLISH OR MAINTAIN YOUR POSITION. IF THE MARKET MOVES AGAINST YOUR POSITION, YOU MAY BE CALLED UPON BY YOUR BROKER TO DEPOSIT A SUBSTANTIAL AMOUNT OF ADDITIONAL MARGIN FUNDS, ON SHORT NOTICE, IN ORDER TO MAINTAIN YOUR POSITION. IF YOU DO NOT PROVIDE THE REQUIRED FUNDS WITHIN THE PRESCRIBED TIME, YOUR POSITION MAY BE LIQUIDATED AT A LOSS, AND YOU WILL BE LIABLE FOR ANY RESULTING DEFICIT IN YOUR ACCOUNT.

UNDER CERTAIN MARKET CONDITIONS, YOU MAY FIND IT DIFFICULT OR IMPOSSIBLE TO LIQUIDATE A POSITION. THIS CAN OCCUR, FOR EXAMPLE, WHEN THE MARKET MAKES A “LIMIT MOVE.”

THE PLACEMENT OF CONTINGENT ORDERS BY YOU OR YOUR TRADING ADVISOR, SUCH AS A “STOP-LOSS” OR “STOP-LIMIT” ORDER, WILL NOT NECESSARILY LIMIT YOUR LOSSES TO THE INTENDED AMOUNTS, SINCE MARKET CONDITIONS MAY MAKE IT IMPOSSIBLE TO EXECUTE SUCH ORDERS.

A “SPREAD” POSITION MAY NOT BE LESS RISKY THAN A SIMPLE “LONG” OR “SHORT” POSITION.

THE HIGH DEGREE OF LEVERAGE THAT IS OFTEN OBTAINABLE IN COMMODITY INTEREST TRADING CAN WORK AGAINST YOU AS WELL AS FOR YOU. THE USE OF LEVERAGE CAN LEAD TO LARGE LOSSES AS WELL AS GAINS.

IN SOME CASES, MANAGED COMMODITY ACCOUNTS ARE SUBJECT TO SUBSTANTIAL CHARGES FOR MANAGEMENT AND ADVISORY FEES. IT MAY BE NECESSARY FOR THOSE ACCOUNTS THAT ARE SUBJECT TO THESE CHARGES TO MAKE SUBSTANTIAL TRADING PROFITS TO AVOID DEPLETION OR EXHAUSTION OF THEIR ASSETS. THIS DISCLOSURE DOCUMENT CONTAINS, AT PAGE 11, A COMPLETE DESCRIPTION OF EACH FEE TO BE CHARGED TO YOUR ACCOUNT BY THE COMMODITY TRADING ADVISOR.

THIS BRIEF STATEMENT CANNOT DISCLOSE ALL THE RISKS AND OTHER SIGNIFICANT ASPECTS OF THE COMMODITY INTEREST MARKETS. YOU SHOULD THEREFORE CAREFULLY STUDY THIS DISCLOSURE DOCUMENT AND COMMODITY INTEREST TRADING BEFORE YOU TRADE, INCLUDING THE DESCRIPTION OF THE PRINCIPAL RISK FACTORS OF THIS INVESTMENT, BEGINNING AT PAGE 4.

YOU SHOULD ALSO BE AWARE THAT THIS COMMODITY TRADING ADVISOR MAY ENGAGE IN TRADING FOREIGN FUTURES OR OPTIONS CONTRACTS. TRANSACTIONS ON MARKETS LOCATED OUTSIDE THE UNITED STATES, INCLUDING MARKETS FORMALLY LINKED TO A UNITED STATES MARKET MAY BE SUBJECT TO REGULATIONS WHICH OFFER DIFFERENT OR DIMINISHED PROTECTION. FURTHER, UNITED STATES REGULATORY AUTHORITIES MAY BE UNABLE TO COMPEL THE ENFORCEMENT OF THE RULES OF REGULATORY AUTHORITIES OR MARKETS IN NON-UNITED STATES JURISDICTIONS WHERE YOUR TRANSACTIONS MAY BE EFFECTED. BEFORE YOU TRADE YOU SHOULD INQUIRE ABOUT ANY RULES RELEVANT TO YOUR PARTICULAR CONTEMPLATED TRANSACTIONS AND ASK THE FIRM WITH WHICH YOU INTEND TO TRADE FOR DETAILS ABOUT THE TYPES OF REDRESS AVAILABLE IN BOTH YOUR LOCAL AND OTHER RELEVANT JURISDICTIONS.

THIS COMMODITY TRADING ADVISOR IS PROHIBITED BY LAW FROM ACCEPTING FUNDS IN THE TRADING ADVISOR’S NAME FROM A CLIENT FOR TRADING COMMODITY INTERESTS. YOU MUST PLACE ALL FUNDS FOR TRADING IN THIS TRADING PROGRAM DIRECTLY WITH A FUTURES COMMISSION MERCHANT OR RETAIL FOREIGN EXCHANGE DEALER, AS APPLICABLE.

Contact

BKCM LLC

300 Park Avenue

New York, NY 10022

646-838-4501

bk@bkcm.co