



NorthPost Partners, LP

We are a small hedge fund. We're not here to sell you the impossible dream of incredible gains and lavish riches. We're here to make you a steady income for the rest of your life.

No boom. No bust. Just consistent market-beating results.

Why NorthPost Partners?

- **We Are Nimble**

We're small. Which means we can quickly respond to market gyrations to maximize gains and minimize losses.

- **We Are Opportunistic.**

In a bull, we find longs. In a bear, we find shorts. In a sideways market we sell option premium. Our system is not just one system. It is a combination of systems to maximize profits in each type of market.

- **We Are Not Always Right. And Not Afraid To Admit It.**

The secret to outperforming is quickly cutting underperformers. When we're wrong on a trade, our system tells us very early and we get out. Because we know making gains is all about finding ways to minimize losses.

- **We Are NOT Automated. And That's A Good Thing.**

10-year bull market has created the rise of Trading Automation. Makes sense. If this market is just going to keep going up, why burden yourself with making your own investment decisions? Just let the bots do it, right? Here's the rub. The market does not always go up. And bots, unless you are a professional trader with your own algorithm, are built for the masses. And as you know, the masses never outperform. What you need are humans with experience. We've been trading for over 30 years combined. And yes, we do use technology. But only as an augmentation to our own experience and knowledge that has been outperforming the markets for years.

NorthPost Partners, LP

Our Methodology.

NorthPost Partners' successful investment method consists of several well-defined layers that adjust to the markets' environment. Market movements on any time frame can be expressed in five stages, see chart below. These different stages follow set ratios which allow us to estimate price targets using precise mathematical equations.

- The 1ST stage, called wave 1 is the initial stage where stocks are moving higher after having made significant bottoms. Here is where we buy longs and/or sell puts.
- The 2ND stage, called wave 2 is where Bearish sentiment takes over and stocks are sold off again, but to a higher low. Here's where we sell calls and/or buy inverse ETFs. What happens next is the money-making stage: wave-3.
- In the 3rd stage most stocks will rise and a "Buy The Dip" mentality arises as traders and investors are chasing because they got shaking out during wave 2. Here we buy common longs.
- Once everybody has bought, all that is left is selling and wave-4 takes over. Often this is called a "high-level consolidation", with numerous whipsaws taking up a lot of time. We exit our positions prior and either go all cash or sell calls.
- Then stage 5 is where the masses finally catch on and step in, while big money is selling to them. The market tape is weak as not all stocks are participating. Here we sell puts, and only go long very strong names but exit quicker. Before wave 5 completes we exit all positions and await the markets next move.

Fig 1. Individual stocks & Major Market Indices Move in rather Predictable Patterns



Based on our expert technical analysis we determine in which stage the markets or stocks most likely are, which must be supported by the underlying options activity. We then use our own buy-signals to determine when to enter a position. This flexible but highly disciplined method allows for unbiased, objective trading, and profit taking at realistic price targets. Our system is not designed for moonshots, those are unrealistic and hard to attain. Our system is designed to minimize losses and take profits at pre-calculated levels: *plan the trade and trade the plan!*

NorthPost Partners, LP

The People Behind North Post Partners



In 2014, Dr. Arnout Ter Schure founded “Intelligent Investing, LCC” a stock and financial market forecasting service. Dr. Ter Schure has been an active trader since 2010 and a self-taught technical analyst since 2011. He holds a Doctorate in Environmental Sciences. During his scientific career Dr. Ter Schure published over twenty peer-reviewed papers, showing his drive and professionalism. However, after having worked for over ten years within the field of energy and the environment he realized his true passion was with the financial markets. He pursued his dream and passion and started his own stock- and market forecasting company and was later approached by Rus Chao (see below) to start North Post Partners, LP. During his financial-career Dr. Ter Schure has developed, among others, his own proprietary buy/sell indicator for the major indices, based on simultaneous reversal from overbought and oversold levels of three independent time, price and momentum based technical indicators; called the “A.I.”. It is >95% accurate. His expertise in many forms of technical analysis have allowed him to help NorthPost Partners build a highly-effective, adaptive, trading system over the years. The firms’ years long market beating performance tells the story.



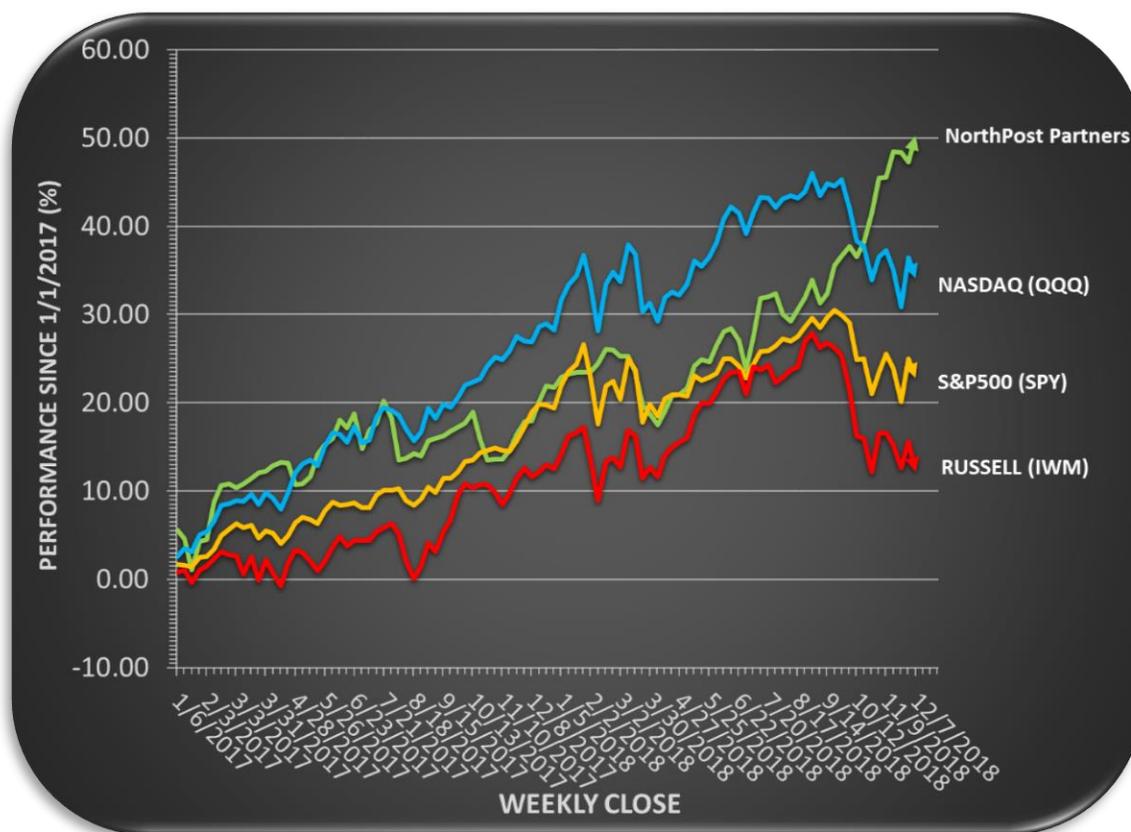
Rus Chao began trading when he was 14 years old. In his 27 years of trading experience, he has honed his system of trading and risk management that now beats the market year after year. Using a mixed method of both Elliot Wave research and option tape reading, he can capitalize on quick moves in the market, taking gains quickly and minimizing risk. While Dr Ter Schure is the long game expert and market wizard, Mr Chao is the short game specialist, trading and options expert. His feel for the markets are unparalleled and allow for a consistent 80:20 win/loss ratio. Combined, both Rus and Arnout give NorthPost Partners year after year gains that consistently beat, not only the S&P 500, but other leading hedge funds as well.

NorthPost Partners, LP

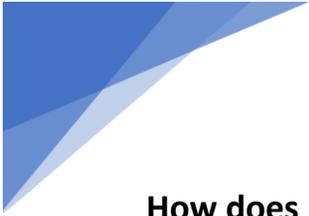
A reason to get in touch

Why invest with NorthPost Partners and not with other banks or firms who have been around for decades? Simple! Other, much larger, institutions are not as nimble. They cannot move in and out of the market as quickly as we can. Large firms must sit through LARGE drawdowns and charge you higher fees to cover their costs. NPP is small. We can react quickly to capitalize on all opportunities the market provides. That is why our performance since 2017 and especially in 2018 is unmatched (see Figure 2 next page). And we don't charge any opening, maintenance, expense or other unnecessary fees. If steady, proven performance in any market without the fees and complication is what you're looking for, please contact us. We look forward to making you money.

Fig. 2: North Post Partner's Performance since January 1, 2017



In comparison, overall other hedge funds returned an average of +0.59% in July and only +0.79% through the first seven months of 2018 [Source: <https://www.evestment.com/project/hedge-fund-performance-report-july-2018/>]



NorthPost Partners, LP

How does it work in a nutshell?

- **Investor must generally be an “Accredited Investor”** within the meaning of the U.S. Securities Act of 1933, as amended (the “1933 Act”) and must meet certain other financial qualifications.
- **Minimum investment amount: \$25,000 USD**
- **Simple two fee structures** to accommodate “accredited investors” and “qualified clients.”
 - Accredited investors may invest only in Standard Interests.
 - Qualified clients may elect to invest in either Standard or Founders’ Interests.
- **“FOUNDERS’ INTERESTS” – Performance Fee Only**

The Performance Fee is calculated and paid at the end of each calendar quarter. Founders’ Interest holders pay just a Performance Fee as follows:

 - 1). If total realized profits for the quarter is more than Five (5) percent (a 20% annual return), the Performance Fee is 20% of such quarter’s profits;
 - 2). If total realized profits for the quarter is less than Five (5) percent (a 20% annual return), the Performance Fee is 15% of such quarter’s profits
- **“STANDARD INTERESTS” – Management Fee Only**
 - All subscribers who do not satisfy the net worth requirements to be a “qualified client” (and other subscribers who elect to pay just an asset-based fee) will be designated “Standard” Standard Interest holders will pay no Performance Fee. Rather, they pay an asset-based fee (“Management Fee”) of 1.0% per quarter (4% per annum).
 - The Management Fee is based on the balance in each Standard Class Limited Partner’s capital account. It is calculated and payable by each Standard Class Limited Partner at the end of each quarter based on the Limited Partner’s capital account at the close of business for that quarter (prior to the distribution of quarterly profits, if any and the deduction of the management fee).

Please don’t hesitate to contact us in case of questions or requests for further information.

Kindest regards,

Rus Chao, President
T: +1 (310)-733-6431
E: Rustinchao@gmail.com

Arnout Ter Schure, Vice President
T: +1 (650)-766-4913
E: Intelligent_Investing@yahoo.com