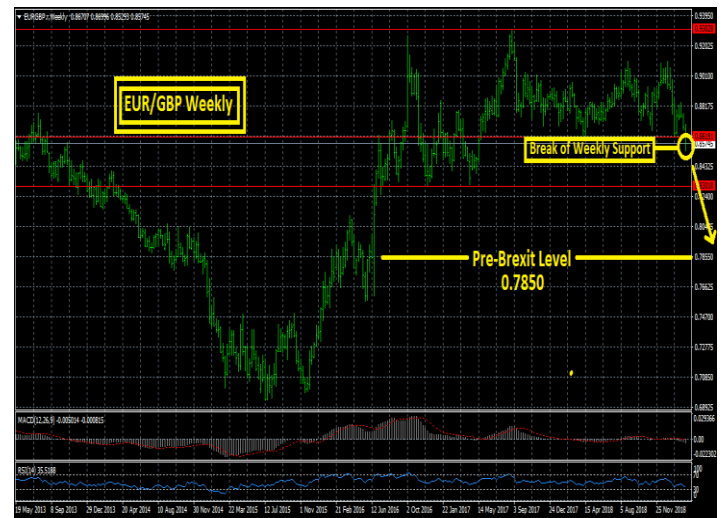
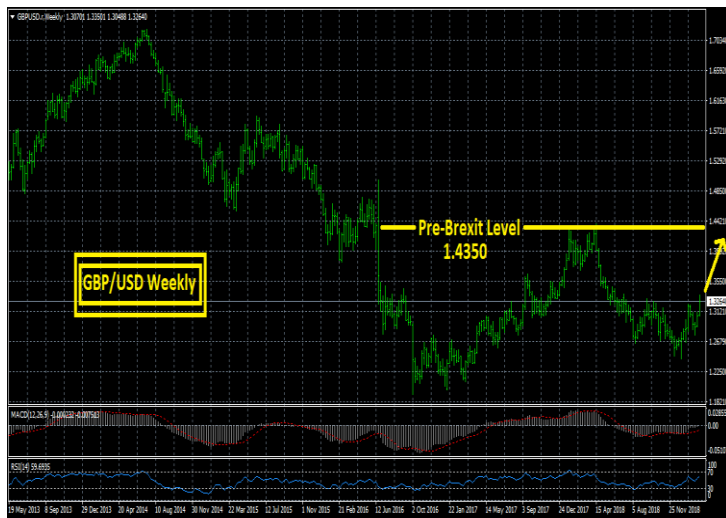




Hunter Burton Capital Alpha Fund

A choppy month of trading for the Aussie dollar starting with a bid tone in the high 72's and coming off quite sharply the following week after Westpac predicted 2 rate cuts later this year, and a Chinese port banned any further importation of Australian iron ore. Whereas US 10-year bond yields have been steady around 2.7% for February, Australian 10-year yields have continued to tumble to around 2.1% - I'm sure you will agree a considerable advantage for the US dollar. From there it was a difficult short and the slightly negative performance is reflective of that. Quite interesting on a global geopolitical front, with Trump meeting the North Korean leader again, this time in Vietnam, and some strange machinations around Brexit. The No Deal concept has drifted as a possibility considerably, and the idea of Brexit actually happening at all has come up considerable scrutiny. The bookies seem to be an excellent guide here, and Betfair still has the weight of probability on an Apr-Jun 2019 Brexit, but "not before 2022" is only paying \$4.50 or 7/2 in the old parlance. On this basis, the charts below have focussed on the GBP this month, with Pre-Brexit levels pointed out for the Great British pound against the greenback, and perhaps more pertinently against the euro - it is after all an issue between Europe and the UK! I favour a return to pre-Brexit levels on both of these at some stage. It's also noteworthy that with GBP/AUD near 1.87 that one is less than 4% below pre-Brexit levels already.



GBP/USD: Primed for a 3rd Test of Pre-Brexit Levels.

Last year, cable (GBP/USD) tested the 1.43's twice before peeling off to around 1.25, but the geopolitical climate wasn't as uncertain around Brexit as it is now. Gravity should pull cable back to those levels before the price action there gives us an indication of the sustainability of those levels.

EUR/GBP: Geopolitical Climate Coincides with Break

Having traded in an 0.86-0.93 range for 18 months, the recent geopolitical climate has coincided with a pretty significant break of the downside. Good support along the way in the low 0.81's, but I think we are a good chance to trade back in the 0.78-0.79 range in coming months.

-0.52% for February

A mildly negative result, but disappointing mainly because of failing to keep the AUD/USD short through the main move early in the month. Subsequent choppy conditions hampered performance. Year-to-Date -1.08% so we have some work to do and will keep the bearish AUD view and try to take advantage of a much-improved outlook for GBP.

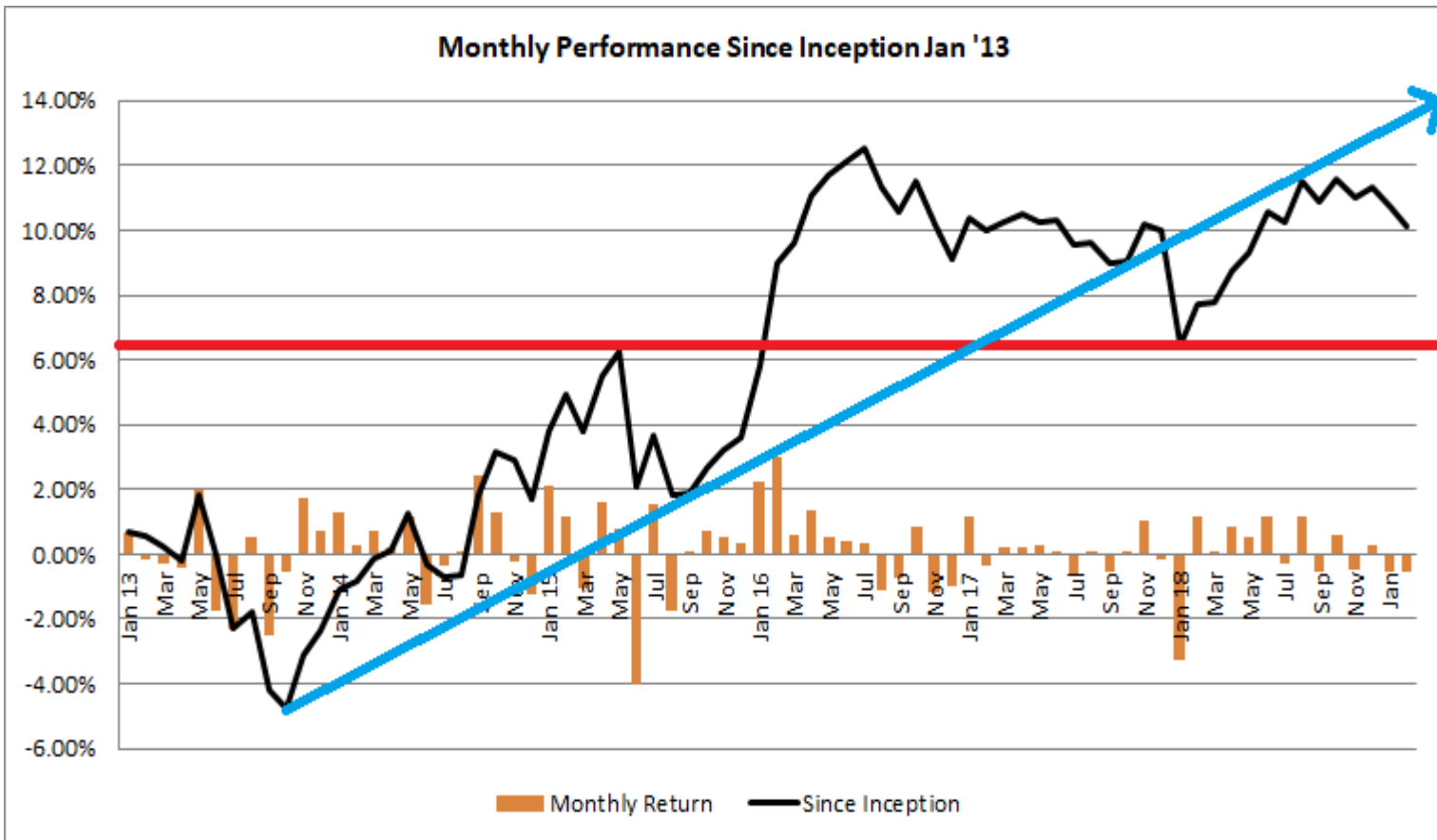


HBC Alpha Fund (Unleveraged)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013	0.68%	0.14%	0.28%	0.42%	2.01%	1.78%	2.34%	0.54%	2.48%	0.53%	1.72%	0.73%	2.38%
2014	1.30%	0.28%	0.71%	0.24%	1.17%	1.59%	0.34%	0.04%	2.45%	1.30%	0.21%	1.25%	4.16%
2015	2.14%	1.14%	1.03%	1.61%	0.77%	4.03%	1.53%	1.75%	0.01%	0.74%	0.55%	0.37%	2.02%
2016	2.21%	2.97%	0.58%	1.34%	0.51%	0.42%	0.36%	1.10%	0.71%	0.85%	1.17%	0.96%	5.38%
2017	1.15%	0.33%	0.24%	0.23%	0.27%	0.08%	0.67%	0.03%	0.55%	0.03%	1.06%	0.15%	0.83%
2018	3.25%	1.17%	0.10%	0.84%	0.55%	1.15%	0.28%	1.14%	0.56%	0.62%	0.51%	0.29%	1.16%
2019	0.56%	0.52%											1.08%

HBC Alpha Fund (5 X Leveraged)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013	3.40%	0.70%	1.40%	2.10%	10.05%	8.90%	11.70%	2.70%	12.40%	2.65%	8.60%	3.65%	11.90%
2014	6.50%	1.40%	3.55%	1.20%	5.85%	7.95%	1.70%	0.20%	12.25%	6.50%	1.05%	6.25%	20.80%
2015	10.70%	5.70%	5.15%	8.05%	3.85%	20.15%	7.65%	8.75%	0.05%	3.70%	2.75%	1.85%	10.10%
2016	11.05%	14.85%	2.90%	6.70%	2.55%	2.10%	1.80%	5.50%	3.55%	4.25%	5.85%	4.80%	26.90%
2017	5.75%	1.65%	1.20%	1.15%	1.35%	0.40%	3.35%	0.15%	2.75%	0.15%	5.30%	0.75%	4.15%
2018	16.25%	5.85%	0.50%	4.20%	2.75%	5.75%	1.40%	5.70%	2.80%	3.10%	2.55%	1.45%	5.80%
2019	2.80%	2.60%											5.40%



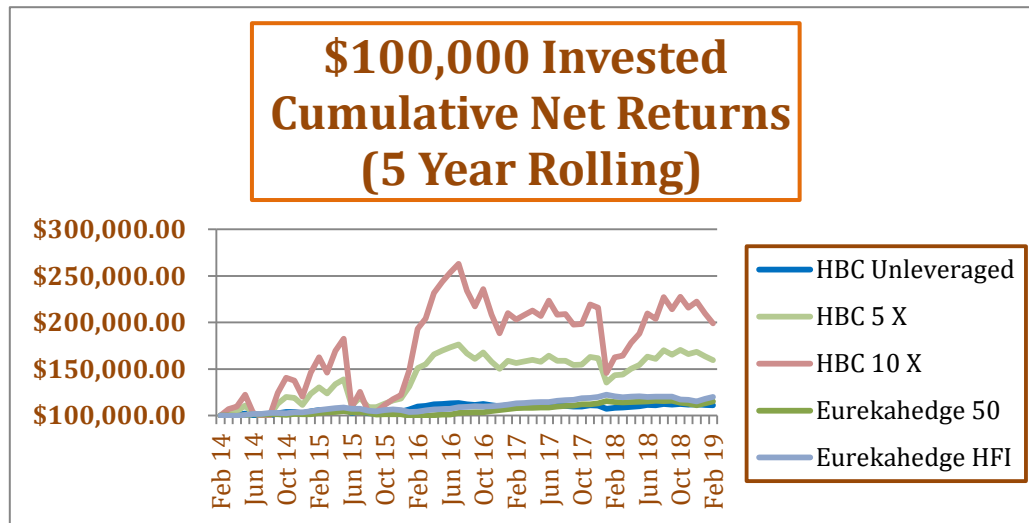


Feb 2019 Return	-0.52%
2019 Year-to-date	-1.08%
Return Since Inception	10.15%
Sharpe Ratio	-0.47
Sortino Ratio	-1.50
Max Drawdown	6.11%
Trough To Peak	18.15%

Note: Calculations for Sharpe and Sortino ratios use Australian 10-year bonds as MAR (minimum acceptable return) and are on a 2-year rolling basis. All returns are shown net of monthly management fees and quarterly performance fees. Reported returns are based on the Day 1 control account, and actual returns will vary slightly from investor to investor depending on the profit cycle.

The Ability to Leverage: Why HBC Offers an Efficient Path to Excellent Returns

While unleveraged returns do not look overly appealing, all investors in the HBC Alpha Fund have leveraged their investment between 3 and 10 times. This leverage is fundamental to enhancing normalised returns. The additional logic to leverage is the more efficient use of capital, because the margin requirements for dealing in currency markets are very low. The mandate of the Fund is that we can only leverage managed funds by 2 X, so the maximum leverage factor an investor may be exposed to is 20 X. I have created a chart to show the difference between unleveraged funds, 5 X, and 10 X to highlight the dramatic differences in capital growth over a 5-year period. I have included two of Eureka hedge's main hedge fund industry indices (unable to be leveraged) for comparison.



Have a Magnificent March and until next month,
Regards,

Tony Bradley
CEO & Portfolio Manager

Contact
info@hunterburtoncapital.com
Tony Bradley: +61 409 222 879

5 Bancroft Avenue
Roseville NSW 2069 Australia