

A decorative graphic consisting of a grid of squares. The grid is 5 squares wide and 8 squares high. The squares are arranged in a pattern that resembles a stylized 'S' or a staircase. The top row has 2 squares, the second row has 3, the third has 4, the fourth has 5, the fifth has 4, the sixth has 3, the seventh has 2, and the eighth has 1. The squares are colored in a variety of colors: grey, red, blue, yellow, orange, and white. The title 'SIFT Monthly Report' is positioned to the right of the grid, starting from the second row.

SIFT Monthly Report



SMART INVESTMENT FUND
Smart **Blockchain** Trading and Managed Investment Portfolio

Website: SmartIFT.com
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June 2020

Monthly Summary

They key financials for this month are (in USD unless otherwise stated):

Total Profit		7,011.39		
Fees		851.88		
Dividend		2,413.67	0.003341 per sift	
Tax		1,332.16		
	1-06-2020	30-06-2020		
Fund value	1,625,174.22	1,627,587.89	2,413.67	+0.15%
DD Forex 1	226,552.06	235,277.23	8,725.17	+3.85%
DD Forex 2	2,341.67	2,825.44	483.77	+20.66%
DD Crypto pos	302,250.05	308,424.47	6,174.42	+2.04%
AUM	1,096,372.11	1,083,886.19	-12,485.92	-1.14%
Per sift	1.5175	1.5004	-0.0173	-1.14%

Profit breakdown		vs fund value	vs aum	Vs allocation	Vs equity
Crypto	0.00	0.00	0.00%	0.00%	0.00%
Forex 1	3,888.45	0.24%	0.35%	1.68% (462,249)	0.85% (226,972)
Forex 2	-508.56	-0.03%	-0.05%	-2.18% (25,203)	-1.98% (22,378)
Other	3,631.50	0.22%	0.33%		
Total	7,011.39	0.43%	0.63%		

This puts the fund in the following position (in USD unless otherwise stated):

Profit (Total)	479,604.18
ROI¹ (Total)	26.6%*
Dividend per sift	0.2644

¹ Assumes investment during ICO and excludes the 15% fee taken post-ICO for operating costs

Report includes:

- Market and trading update
- Development update
- Overnight Forex trades. Progress
- System improvements and results
- Business update
- Structure change to minimize tax burden on Corporate
- Bot trading has been disabled but some trades were left running erroneously by the system. They are being managed manually
- Moving to quarterly reporting and dividends

Details

Welcome to our June Business Report. The pandemic and related shutdowns, re-openings, and shut downs again continue to affect every part of our business. It was a very slow couple of months in terms of progress on several fronts, but progress was made both on the development side as well as the business side. We hope that you are staying safe and healthy.

Market and trading update

Markets were less volatile than the last few months. We will likely see volatility in the month of July due to the “Summer slowdown” which has already started affecting results towards the end of June. We knew this would be likely so we have been using the time instead to test a few methods and also continue to take the steps necessary to reduce the tax burden.

Development update

Development continues to be slow. Progress was made but we’re still not where we’d like to be. The developer like everyone is dealing with lock downs and increased load personally that working from home is adding. Nothing has changed much since the last report on this front but we have begun testing basic automation systems.

Hiring and training a trader for overnight Forex trades. Progress update.

I (Jelle) had a rough month as the market does not always behave as expected due to all stuff happening in the world. Before that near all valid signals did work and even those infrequent occasions they didn't often got subsequent signals in the same direction. To my best knowledge this was a moment to enter again and that got me at least break even after a initial failure. In this market conditions I learned two important things. I get better in recognizing in signals that most likely will fail and got more cautious entering a trade. Also checking multiple timeframes when in doubt and if still in doubt do not take the trade. Better to let one go than taking a losing one.

Another important (but expensive) lesson was the instant failure signal. I did not know what is was and found out what it was too late. Halve May I opened a long GBPNZD after a valid signal. After the next bar I did another long as it was another strength signal (but not valid) so I took as described above another long as I in hindsight should have taken the loss right there for about \$100 or so. Now I took the loss early June at \$1700 (would be around -10K now if I didn't) . Considering I only had a \$500 loss in total the rest of the month was as expected. Expensive learning money and too bad it is not over. At exactly the same time I opened that bad long I also opened a short on another pair. If had the same instant failure after an hour and I also did not close that one for \$50 loss. It is still open as it is still in the daily ranges.

System Improvements and results.

All the development delays with automation has forced us to revisit some older methods. The systems being corrected to pre Guy days has allowed us to start using methods and concepts developed over the years for clients that served them well. One such method has taken a bit of our time the last few months but continues to be well worth it. The method is being automated to handle more charts but is not necessary to get excellent results. It will just

allow quicker entries and more charts to be traded. Risk and targets are defined ahead of the trade being opened. This method is our main focus of trading during the day since it is used only in the NY session. The slowdown is starting to affect the number of trades for this method but overall the results have been very encouraging.

Business update

Due to our own and others inability to get a lot done with the shutdowns there has not been any progress on the business side. Many offices and professionals are not available due to the lock downs occurring in many parts of the world. Filing deadlines have been postponed in both the UK and in Germany which gives us more time for that.

One major development is the work we have been doing to minimize the tax burden for the company. We are in the process of setting up a structure like the RAIF that will allow us to pass the profits nearly tax free. The setup was expected be completed the second week of June but because of the back and forth for reopening and subsequent shutdowns it's taking longer. We will update as needed.

Dividends for this month are small and the gas prices are extremely high so they will be carried over. We have mentioned several times in recent reports changing to a quarterly dividend. Once the systems are fully working and the returns on the full fund are being realised, we will evaluate this change and likely adjust back to monthly.

As reported previously, automated trading on crypto and forex is completely disabled but older trades are still open. These will retain the auto trader status when closed.

* The total profit and profit percentages, dividends, etc for this month include the new reporting values in addition to the full values.