

THE SUWANNEE FUND LLC

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Investment Goals

- To maximize returns to partners through investment in equities and financial derivatives.



Strategy

- Invest in S&P 500 weekly options
- Monday through Thursday use current week's contracts.
- Friday invest in next week's options.
- Use as close to in the money strikes as possible.
- Minimum price \$3.00 per contract.
- Maximum \$3.90 per contract



Risk Management

- Liquidate position if drops by \$100 per contract.
- Invest maximum of 90% funds in Blue Chip dividend paying stocks.
- Minimum yield 3%
- Set stop loss at 90% of original cost on Blue chip positions
- 10% of capital used in arbitrage account
- Maximum held in one option position 5%



Return Objective

- 30% or \$100 per contract less commission on option positions
- Intraday trades only
- No positions held over night in option trades



Set Up

- Check world markets



- Nikkei-Japan



- Hong Kong



- DAC-Germany



- CAC-Paris



Set Up

- If Europe Index's up or down by approx. 1.00% stay on side line.
- If conditions warrant go with trend
Check US futures if Dow up or down 75 PT.s or more stay on side line or go with futures trend.



Entry

- Go with monthly trend up or down
- Looks for MDAC indicators
- In trend look for reverse cycle 1.80 to 3.00
- Wait for crossover and reversal
- Gap up or down at open
- Look at 3 minute charts as well as 5 & 10 minute charts to confirm cross over.



Exit

- When position is up \$100 per contract get out or set trailing stop to get out at \$100 profit per contract.



Thank You

- For more information contact us at
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