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FVAM Fund Quarterly Portfolio Report
Q1 - 2023

Fanvestments Private Diversified Alternative Investment Fund (FVAM)

This Report describes the Fanvestments Private Alternative Investment Fund (the "Fund", "FVAM"). Fanvestments Corporation (the "Management"), a Rhode Island S-Corporation, serves as the Fund's Management Business. The following summary highlights information about the fund, during and as of the 1st Quarter of 2023, and info about the fund's investment strategy and expectations. Except where the context otherwise requires or indicates, in this report, (i) "Fanvestments," "the Business," "we," "us", "Firm", "management" and "our" refer to Fanvestments Corporation and/or owner, and its Primary offering, with respect to FVAM, a Private Alternative Investment Fund, referred to as "the Fund", "the portfolio", or "FVAM".

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PRINCIPAL INVESTMENT STRATEGY

The FVAM Fund consists of a diversified portfolio of mixed asset-types, with a majority focus invested long within individual stocks, as well as occasional exposure between commodities, fixed income and currencies. Fund has a dual goal of capital appreciation AND preservation, to drive long-term positive durable returns through all types of economic and global financial cycles. The fund applies multiple strategies, from fundamental research looking at earnings, revenue, growth rates, and valuation, to analyzing historical data and projecting future expectations. Combining fundamentals with technical analysis (“technical”), studying charts and price action for trends, as well as trend change, price and timeframe analysis, overbought and oversold indicators, and volume spikes leading to capitulation. The macro environment is very important as well, and will overlay macro research on top of other research and overall portfolio analysis. Other strategies, more of a focus within a sector, such as biotech, looking for companies that are trying to find a cure for major diseases. Within Technology, to find innovation helping to disrupt and shape the future, such as AI, Big Data, Cloud, Analytics, FinTech (financial technology). As well as to find the Founders that are all-in and have a sense of brilliance. Price and Returns tend to trump timeframes, “PriceFrame” being a far more important metric than timeframe, but the fund does expect to hold most core investments for multiple years, mid-to-long term.

The Fund is actively-managed with a blended investment style, looking for Growth at a great Value, Growth-on-Sale (GOS), utilizing more of a “buy the blood” strategy, buy low-sell high, as a fundamental mindset. The fund will also seek to find opportunities within event-driven strategies, such as potential buy-outs/mergers, FDA approvals, momentum and fund flows, as well as unusual options action. Part of the investment style is to bring together a diversified multi-asset “401k retirement” portfolio approach, combined with hedge fund, institutional style investment involving individual stock picking alongside minimal hedging against general market risk, as well as having low market correlation producing fund-specific returns. Only on a limited basis, and kept to very small exposure at most times, the fund does use multiple hedging strategies to protect from general stock market volatility, as well as downside risk within individual positions, or macro issues such as economic cycles, recessions, geopolitics. In most hedge or short exposure cases, the fund will utilize options strategies for short exposure vs outright selling short, such as index/ETF options, VIX (volatility) options, positional hedges. Overall hedging exposure is kept low, utilizing more of a hedge by allocation strategy, such as Diversification and Position sizing, asset allocation management, and always monitoring positional exposure relative to the risk of that position and overall portfolio size. As well as other portfolio management strategies such as performance monitoring and risk management, constantly studying fund volatility and day-to-day performance statistics.

The FVAM fund, is designed to to be an all weather fund, “all-markets”, meaning the fund can navigate through all types of economic and market cycles, taking advantage of the upside and withstand periods of major market selloffs. FVAM generates a large amount of index outperformance when the overall markets are down, while the Fund is mostly long individual stocks, but also maintains some level of defensive exposure. FVAM is not a “thematic” fund, and its diversified, risk-sensitive strategies are built to suit investors of all-ages, from younger just starting to invest, through all stages of retirement. FVAM is built to be worthy of a large portion of an overall portfolio, to pair perfectly alongside something like a 60-40 style strategy, and is built to be a forever investment. Since FVAM is not intending to mirror, or match the assets or performance of any other index or ETF, the fund’s performance will not have any intention to directly match the performance of any other investment vehicle, ETF, or Index or have the same timing as the overall markets. FVAM’s intent is to have created its own unique investment vehicle, with individual assets selected by Fanvestments Management, minimal market correlation, and less volatility vs market indices. Although compared to the S&P 500, this is not the fund’s true benchmark, as the index is a US large-cap index. FVAM is diversified among multiple market caps, multiple strategies, and has international exposure. Utilizing a dynamic and perpetually improving investment strategy combining increased Portfolio Quality, constant Portfolio analysis, non-stop financial market study, risk and allocation management, along with relentless analysis of performance metrics, mathematics and statistics, with the goal of perpetual improvement. Matching up technical analysis for timing with Fundamental analysis for valuation, and overlaying Macro environment research to help find Global trends and determine overall Market risk.

Make the Money Make More Money.

Q1 Highlights

For the 1st Quarter of 2023, the FVAM fund finished positive, producing a 5.3% return. The fund was up 7.01% in January, down 2.97% in February, and up 1.24% in March. On a relative basis for the 1st Quarter, based on an internal performance tracker of ~35 index/sectors, FVAM outperformed by ~57bps, 0.57%, on an overall average basis. The Nasdaq alone (via QQQ) was up just over 20.5%, FVAM was still able to outperform the overall tracker. For the Quarter, the S&P 500 was up 7%, the Dow Jones up just 0.39%, with the small cap etf IWM, up 2.3%. The ACWX etf, which tracks stocks around the world excluding the United States, was up 5.8% for the quarter. Cathie Wood's ARKK thematic growth & innovation fund, was up over 29%, although down 67% last year. Although there is no attempt to match the performance or timing of the S&P 500, along with mixed-asset exposure, multi-cap and multi-strategy, lower risk & volatility, and with equity exposure around 80-85% of the fund, the fund's performance and volatility is also analyzed against the index, an all-stock and strictly large-cap index. Another reference point, a more relative and important benchmark for the fund, is Warren Buffett's Berkshire Hathaway. Using the BRK/b shares, Berkshire was just about flat, down 0.04%, for the 1st quarter of 2023.

The fund's top performing investments for the 1st quarter were Tesla (TSLA), Advanced Micro Devices (AMD), and Google (GOOGL) as the top three. Following them up was Disney (DIS), Taiwan Semiconductor (TSM), Salesforce (CRM), Alibaba (BABA), Las Vegas Sands (LVS), Baidu (BIDU), and Sanofi (SNY) rounding out the top 10 performing positions. Of those top 10; Alibaba, Taiwan Semiconductor and Baidu have been sold in full for sizable gains. Core positions in Disney and Tesla remain, with Disney a top position and Tesla around the 8th largest. In the quarter, Alibaba (BABA), Diamondback (FANG) and Vertex (VRTX) were all sold, all for gains. Vertex was a multi-year success, buying in around \$185 in 2021, with the stock hitting a bottom soon after @ \$176. Remainder of position was sold just under \$300, and would revisit again sub \$250. The fund increased core investments in Tesla (TSLA), Walgreens (WBA) and Verizon (VZ). The fund initiated new core positions in GSK (GSK), LiveNation (LYV), Sanofi (SNY), and non-core positions in Ethereum (ETHE), and Intellia Therapeutics (NTLA). Looking further into Tesla, currently the fund's best position year-to-date. TSLA is a longer-term investment for the fund, but the position is managed more active than normal, attempting to take advantage of the stock's above average volatility. Currently, the fund has an average cost at \$171/share, after doubling-back-in late in April, after reducing position thru the 1st qtr around \$205-\$210/share. Stock was at \$262 in mid-June. Based on its Q1-2023 earnings report, Tesla produced quarterly revenue of \$23.3 Billion, and am looking for \$100 Billion in Revenue for 2023, after \$82 Billion in 2022. 12-month price target at \$325, about another 25%+ upside. Looking at multiple variables, but comes to ~10x that revenue expectation. Longer-term out 3-4 years, looking for \$925, using an average of 25% year-over-year revenue growth, and 15x Revenue. Can read more about Tesla here: [Tesla Q1-2023 Earnings Report](#)

Looking into Q2 2023, new core positions were initiated in Amazon (AMZN), MP Materials (MP), Illumina (ILMN) and JD.com (JD). Positions in Salesforce (CRM) and Las Vegas Sands (LVS) were sold in-full, both for gains. Positions in AMD and Google were also sold in-full and put back on top of the batter's box watch list. Both positions are in the top 10 performers for the fund this year, made decision to sell for now, take the gains, and rotate to other investments with potentially larger upside. Fund also sold out of bonds completely, via TLT. Fund added to positions in LiveNation (LYV) and Walgreens (WBA).

Amazon is involved in multiple business segments. Primarily within global e-commerce, subscription services via Amazon Prime, Advertising, AWS (amazon web services) consisting of global technology services mainly for compute, storage, database, and they also manufacture electronic devices like the Kindle and Ring. The fund started buying Amazon in the first week of the quarter just above \$100, has an avg. cost @ \$102/share, with the stock currently around \$125 in mid-June. 12-month price target at \$180, about 43% more upside, averaging a PEG of 3, 3.5x sales guide, and 12x book value (5yr average). Longer-term out 2-3 years looking for \$300, 144% upside, using an average of 11% year-over-year revenue growth, and 4x Revenue.

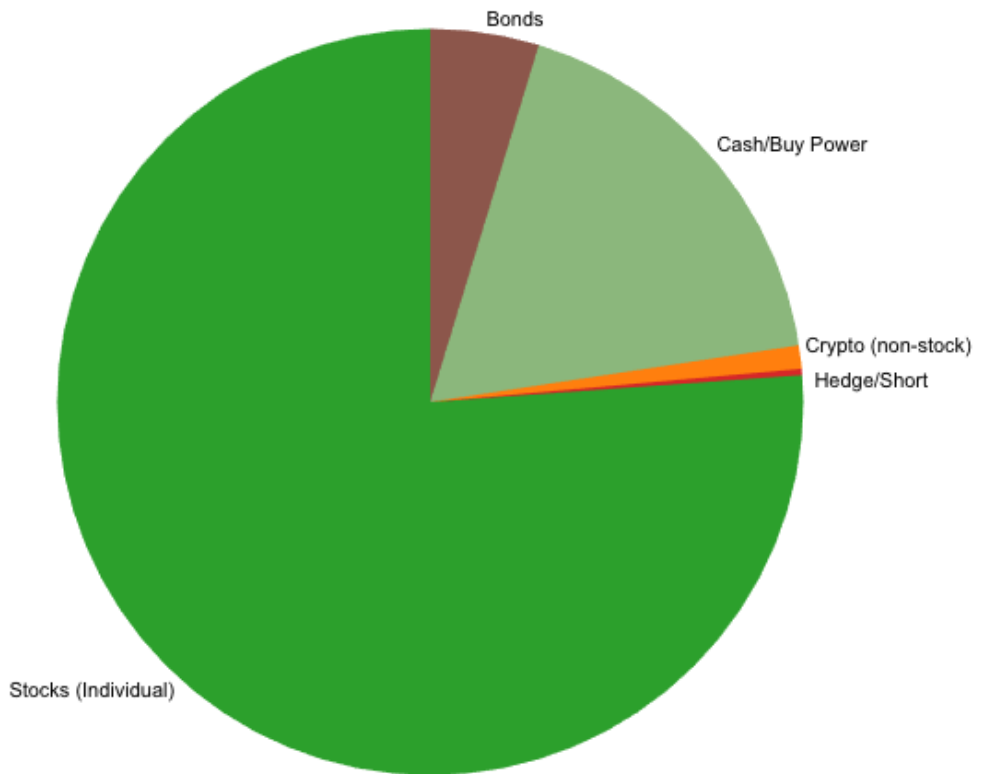
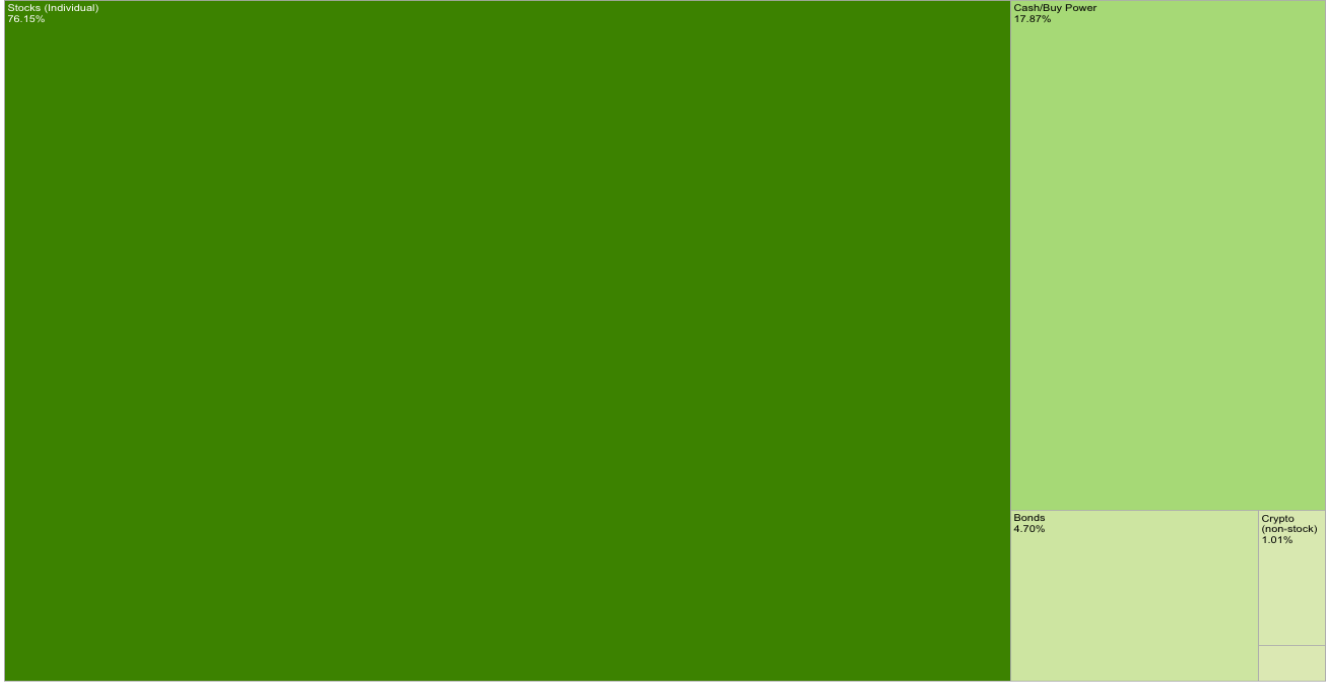
Can read more about AMZN here: [AMZN Q1-2023 Earnings Results](#)

JD.com (JD) is a china based online e-commerce business mainly, as well as marketing services, global logistics, supply chain solutions, and warehousing. JD competes with Alibaba, which these businesses could be summarized as the Amazon of China. The fund started buying JD in early May and has an average cost just under \$36, with the stock around \$37 mid june. 12-month Price-target at \$75, ~100% upside, using multiple metrics but averages out to less than 1x Sales. Longer-term target @ \$178, if can average 10% year-over-year sales growth with a 1.5x sales multiple.

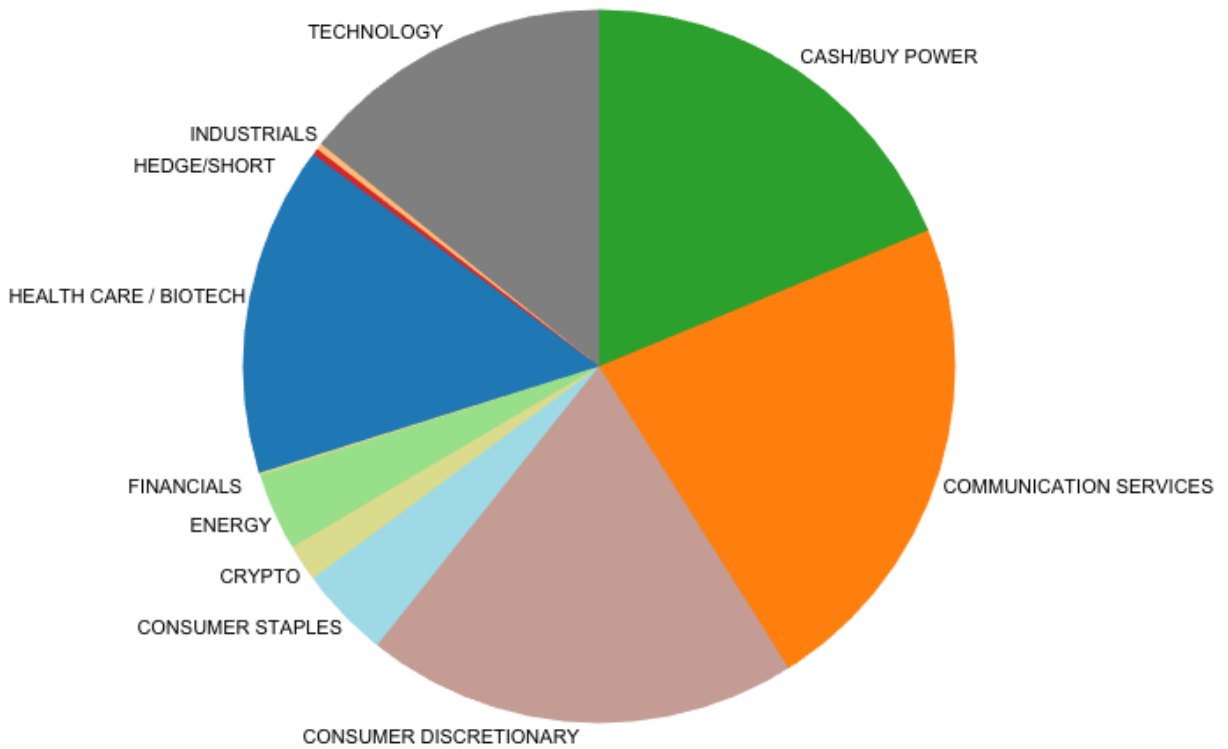
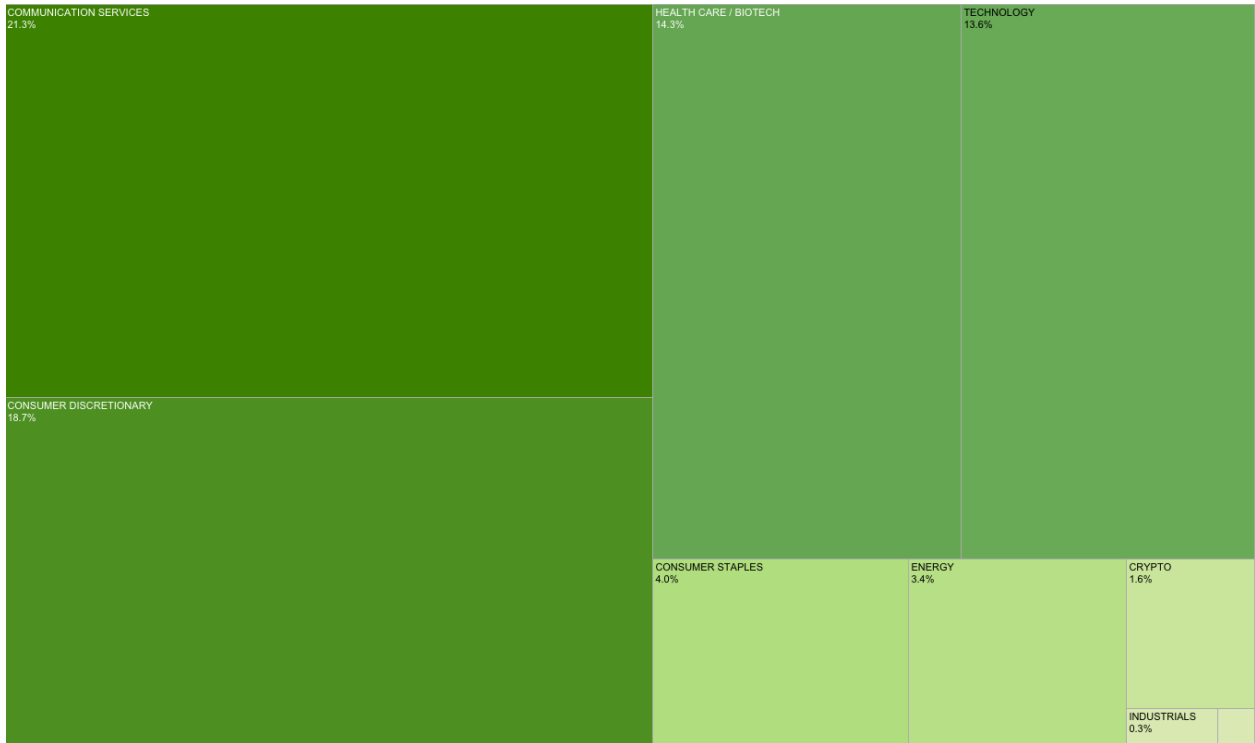
Can read more about JD.com here: [JD.com Q1-2023 Quarterly Results](#)

Below shows reporting created & analyzed within Data Analytics software, Tableau Software, which has data integration into the fund's internal database/spreadsheets. (*Portfolio Data as of April 2023)

High Level allocation heat map and pie chart:

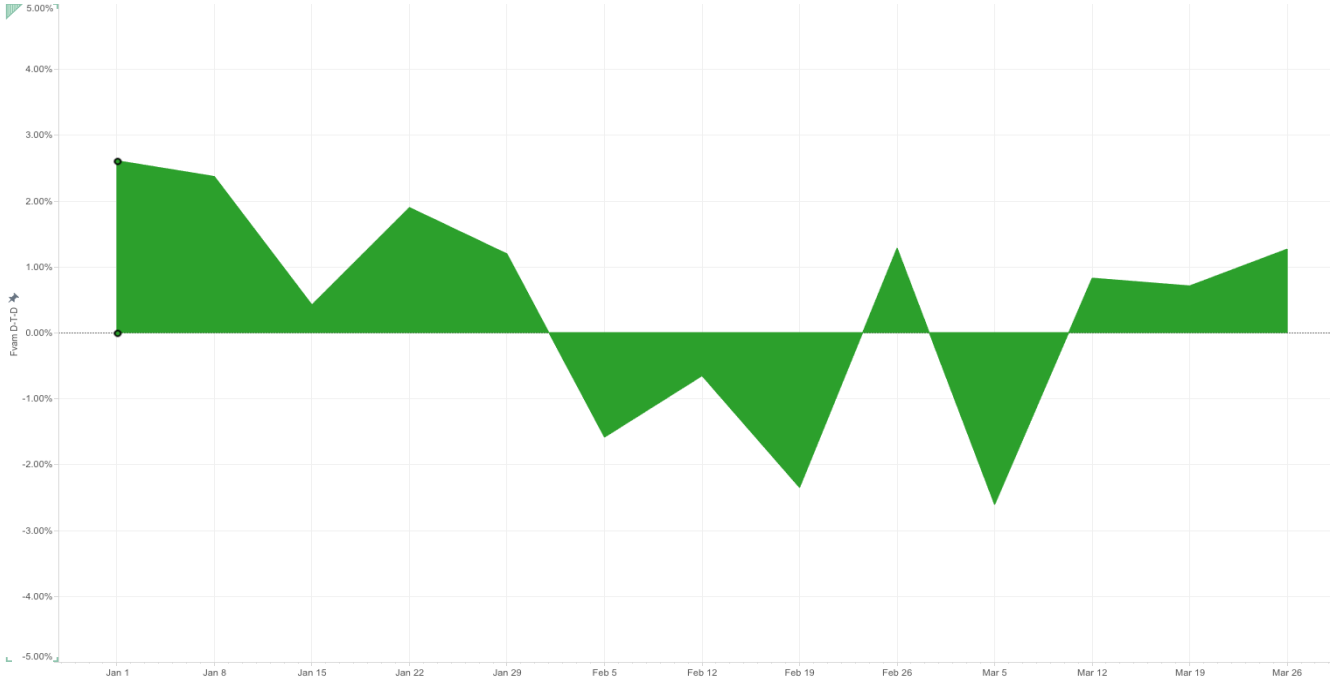


Below shows the further breakdown of only the fund's individual stock exposure.

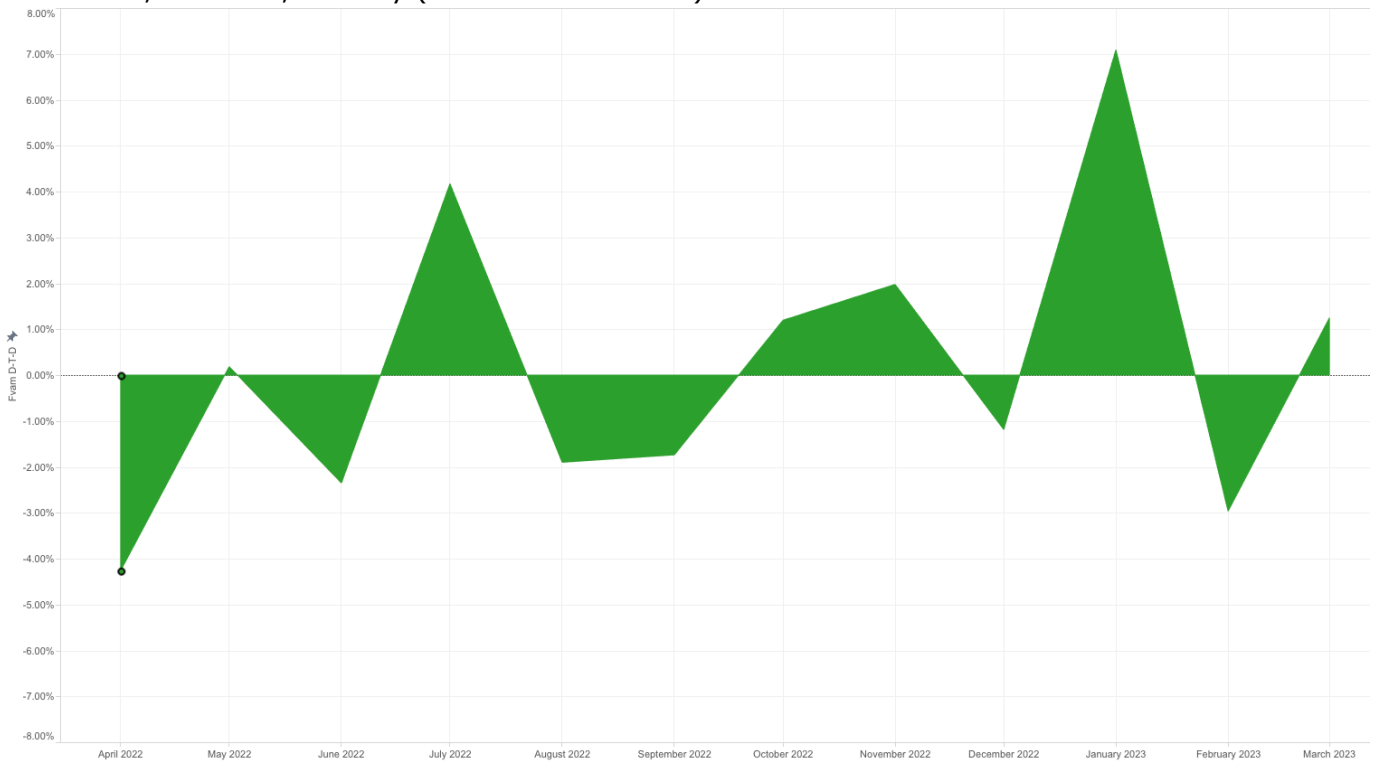


Performance Analysis: Analyzing the breakdown of the Fund's performance, as well as comparisons to other investment vehicles/index, such as the S&P 500, \$BRK-b (Warren Buffett's 'Berkshire Hathaway'), ACWX which tracks Global Markets minus the US (World x-US), and the Russell 2000 small cap index (\$IWM)

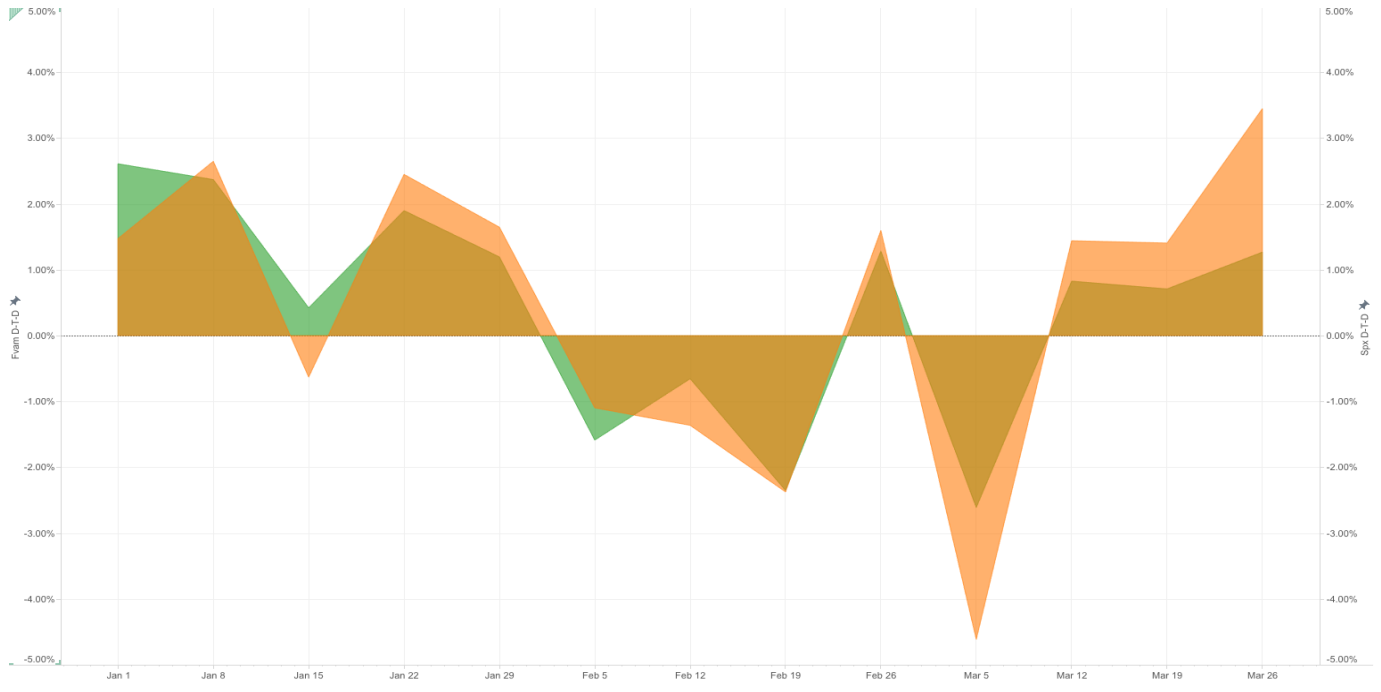
FVAM fund, 1st Quarter 2023 , Weekly



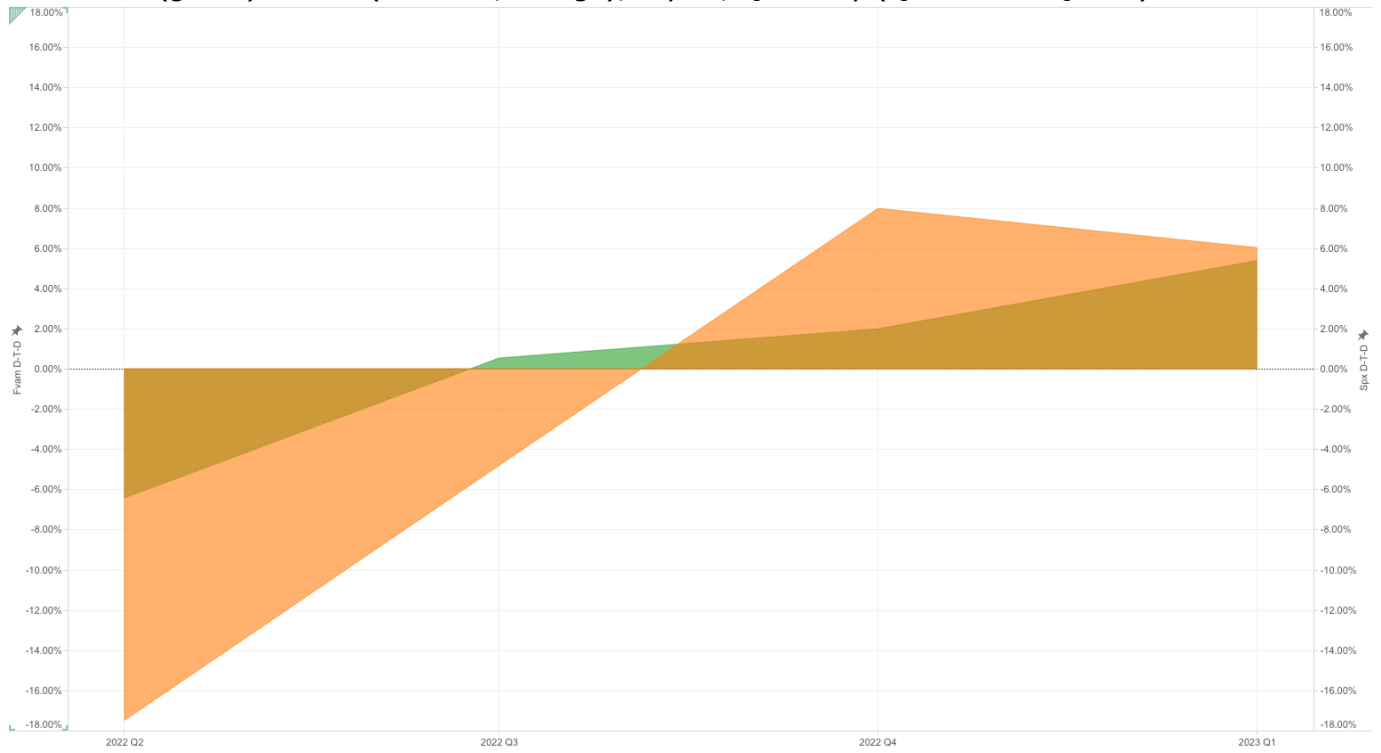
FVAM fund, One-Year, Monthly (Jan '22 thru Jan '23)



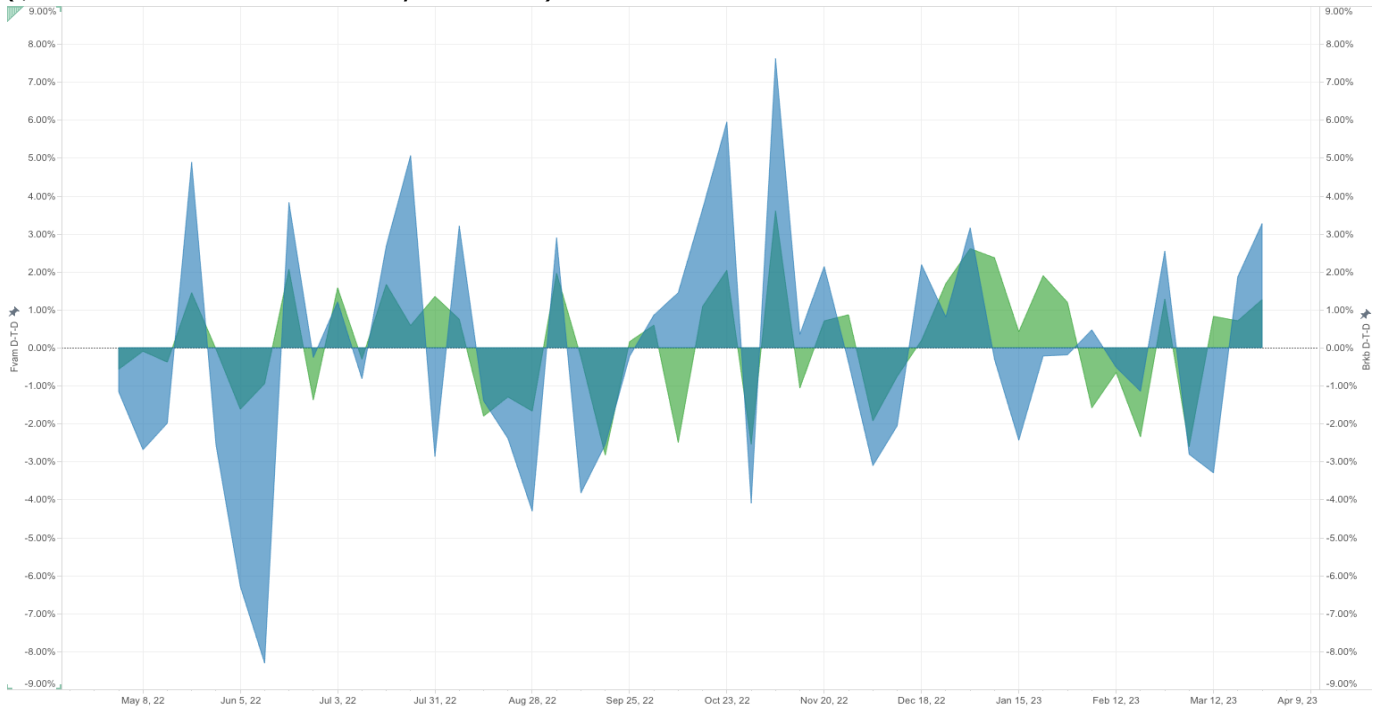
FVAM fund (green) vs SPX (S&P 500, orange), Q1 2023, weekly



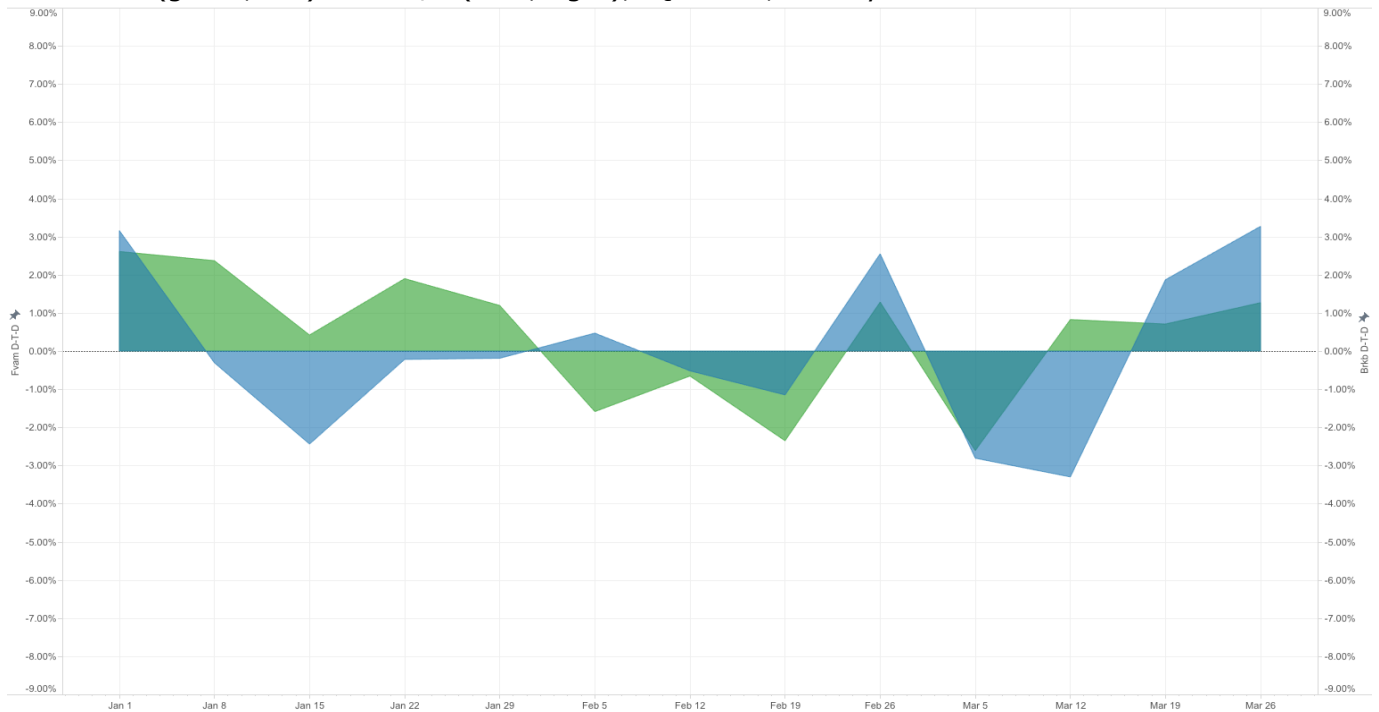
FVAM fund (green) vs SPX (S&P 500, orange), 1-year, Quarterly (Q2 '22 thru Q1 '23)



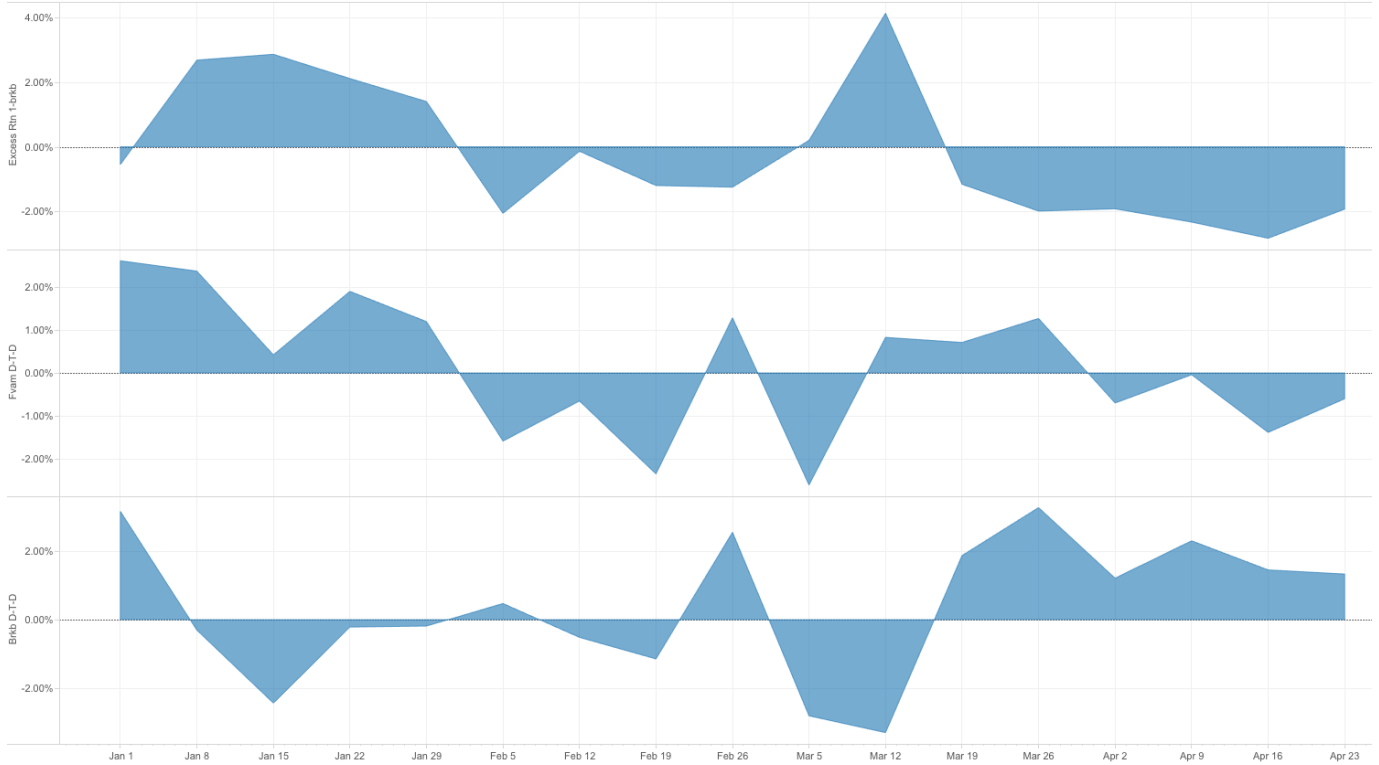
FVAM fund (green, left) vs BRK/b (blue, right), 1-year (thru April), Weekly
 (\$BRK-B : Berkshire Hathaway B-shares)



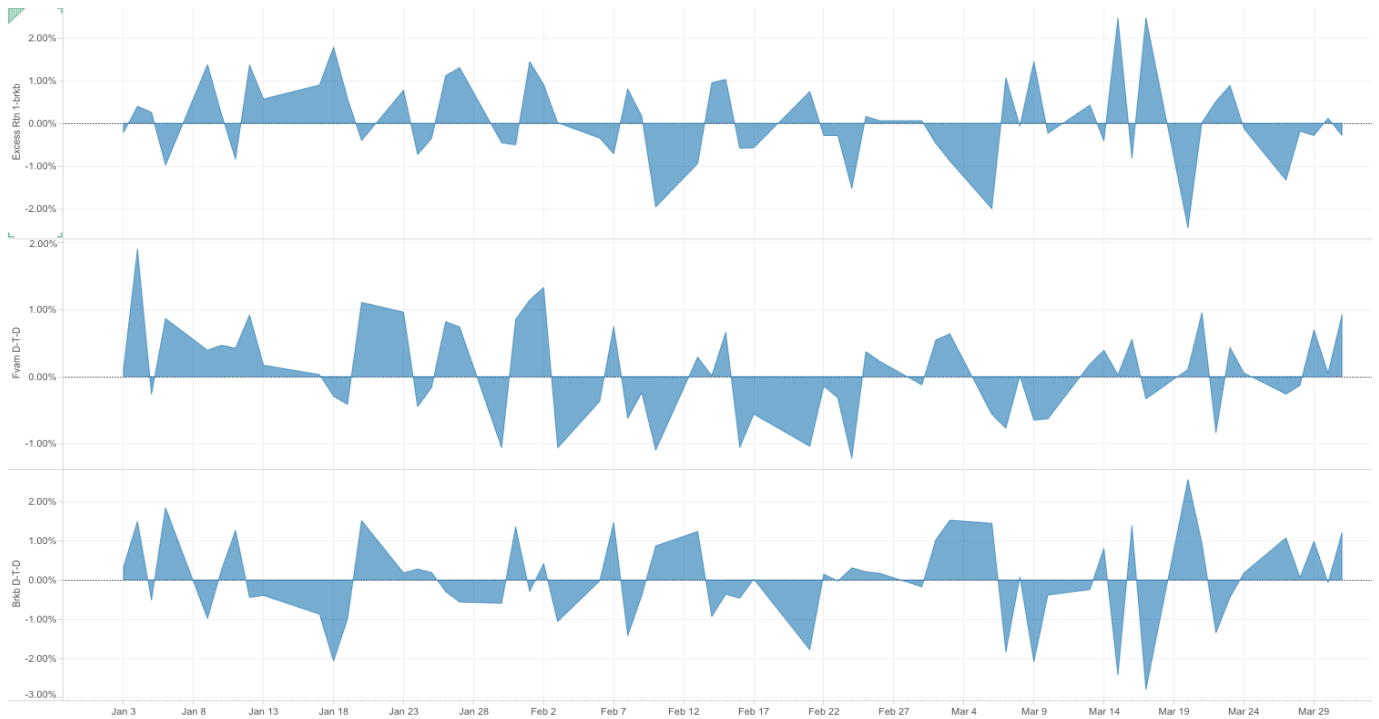
FVAM fund (green, left) vs BRK/b (blue, right), Q1 2023, Weekly



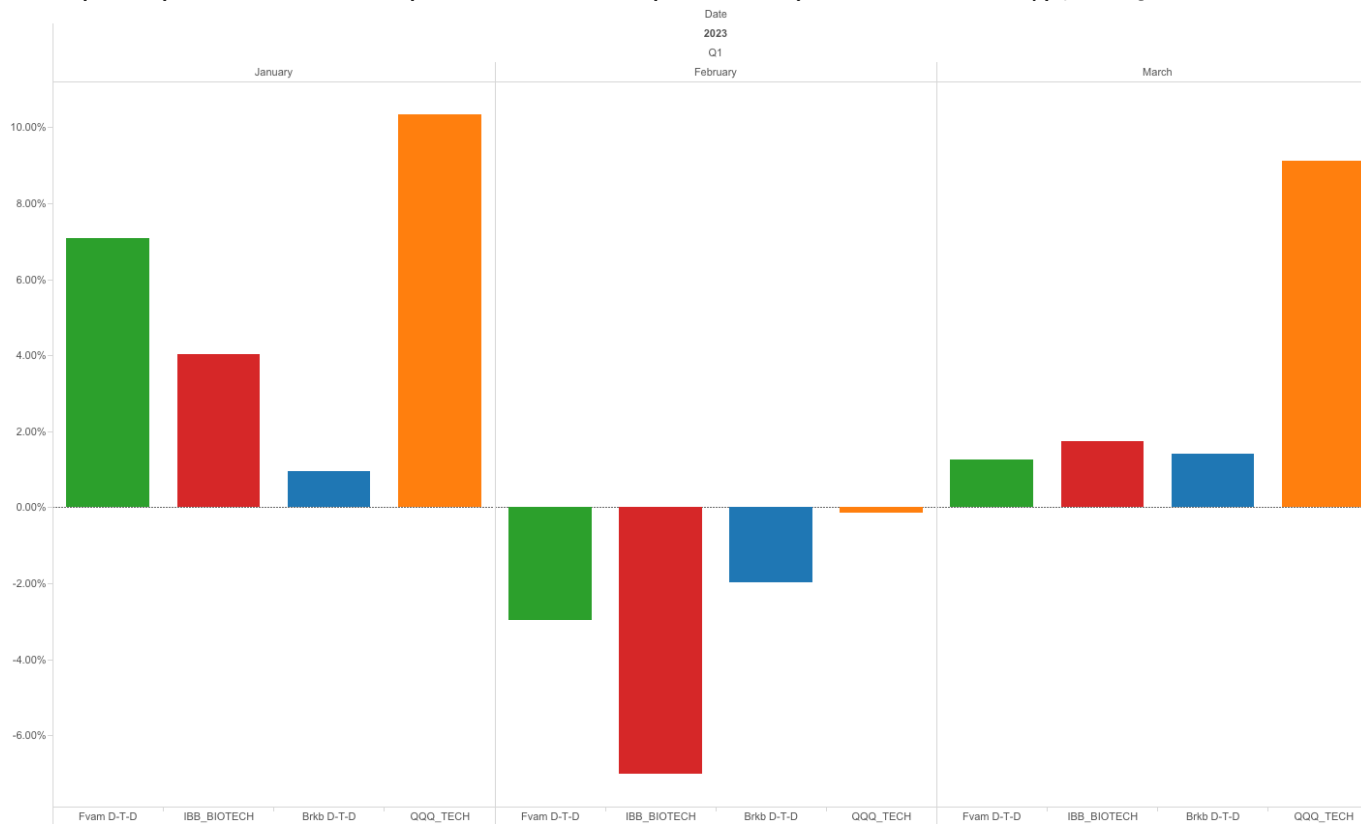
FVAM vs BRK/b and relative return (FVAM vs BRK/b), weekly, YTD thru May
 (excess: positive = outperformance, negative = underperformance)



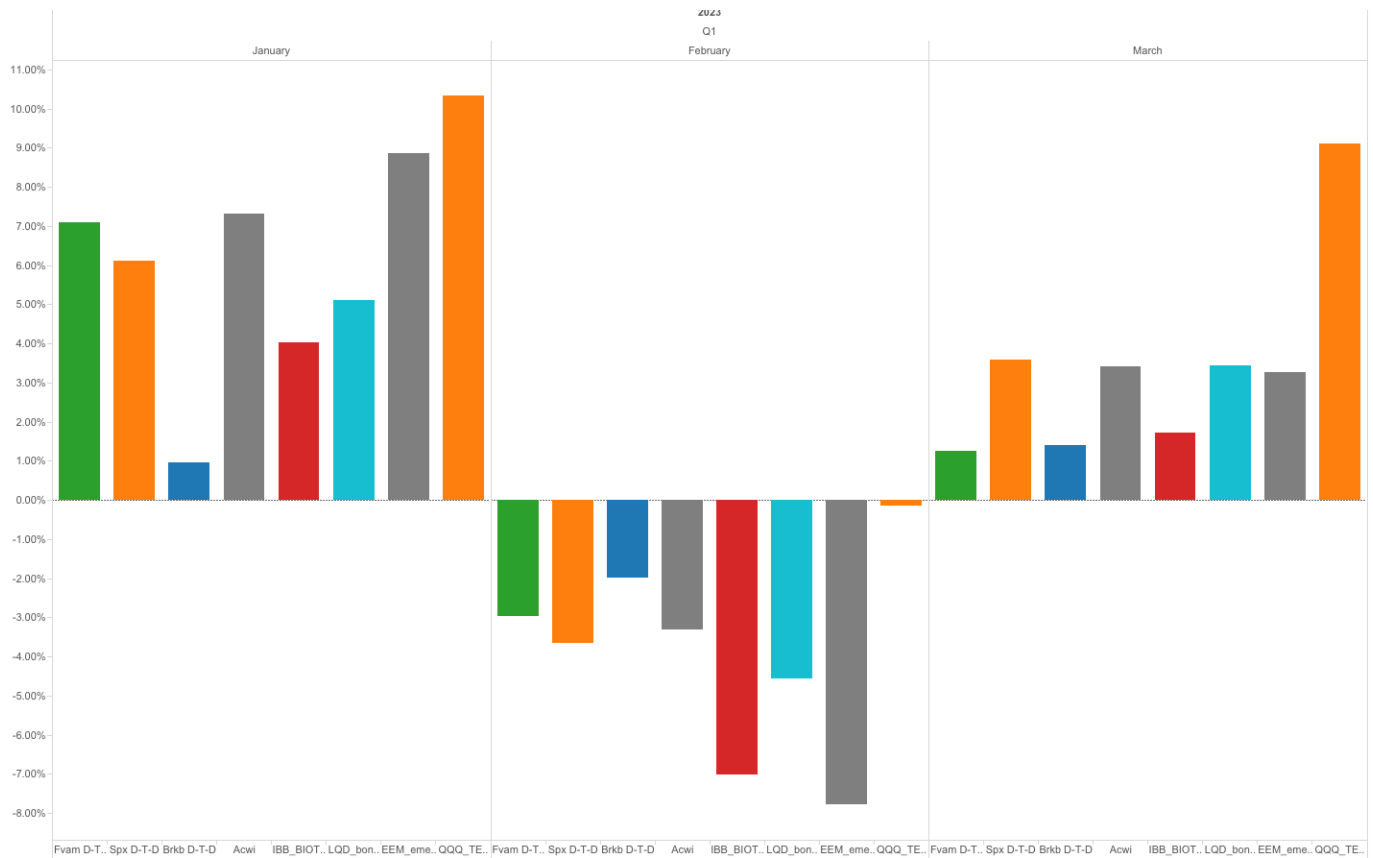
FVAM vs BRK/b and relative return (FVAM vs BRK/b), daily, Q1 2023
 (excess, positive = outperformance, negative = underperformance)



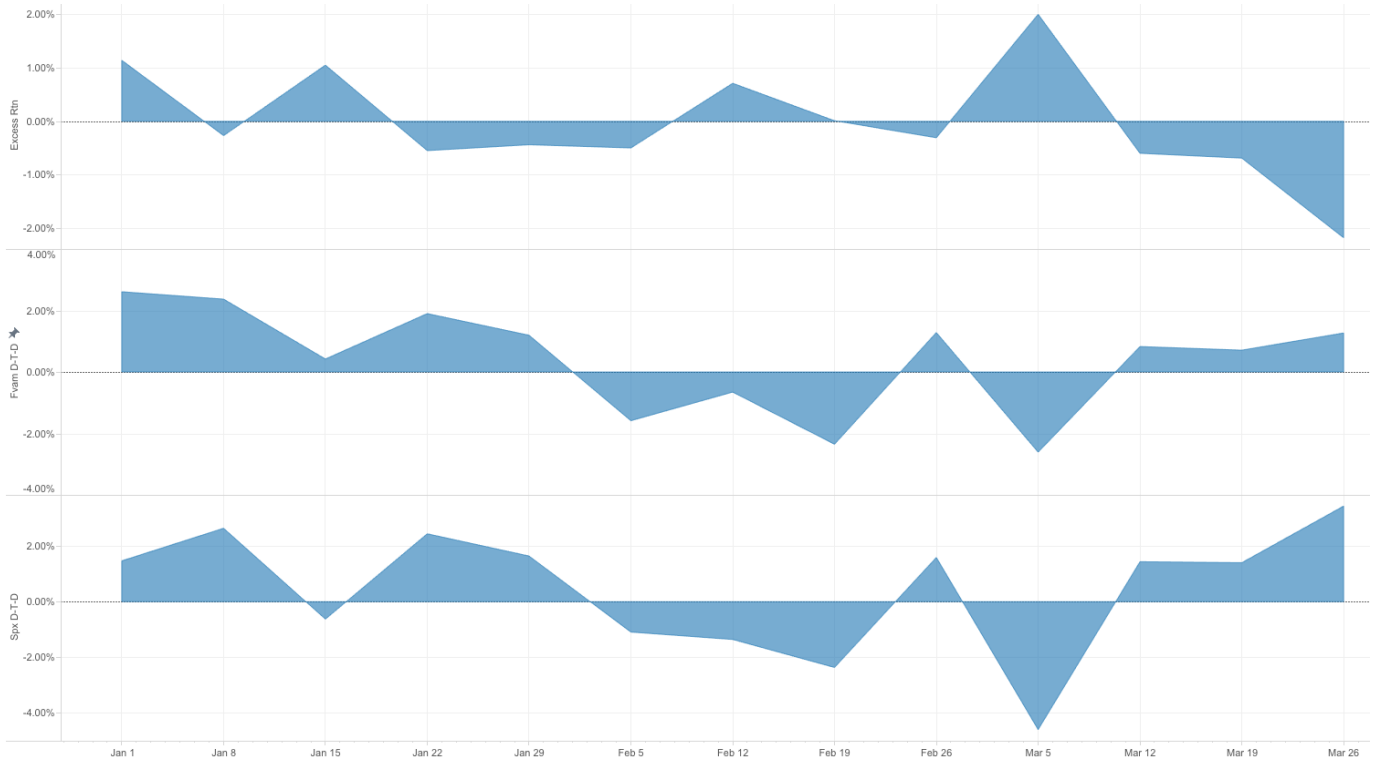
FVAM (Green) vs S&P500 vs IBB (BioTech Index Fund) vs BRK/b (Berkshire Hathaway) , 1st Quarter - 2023



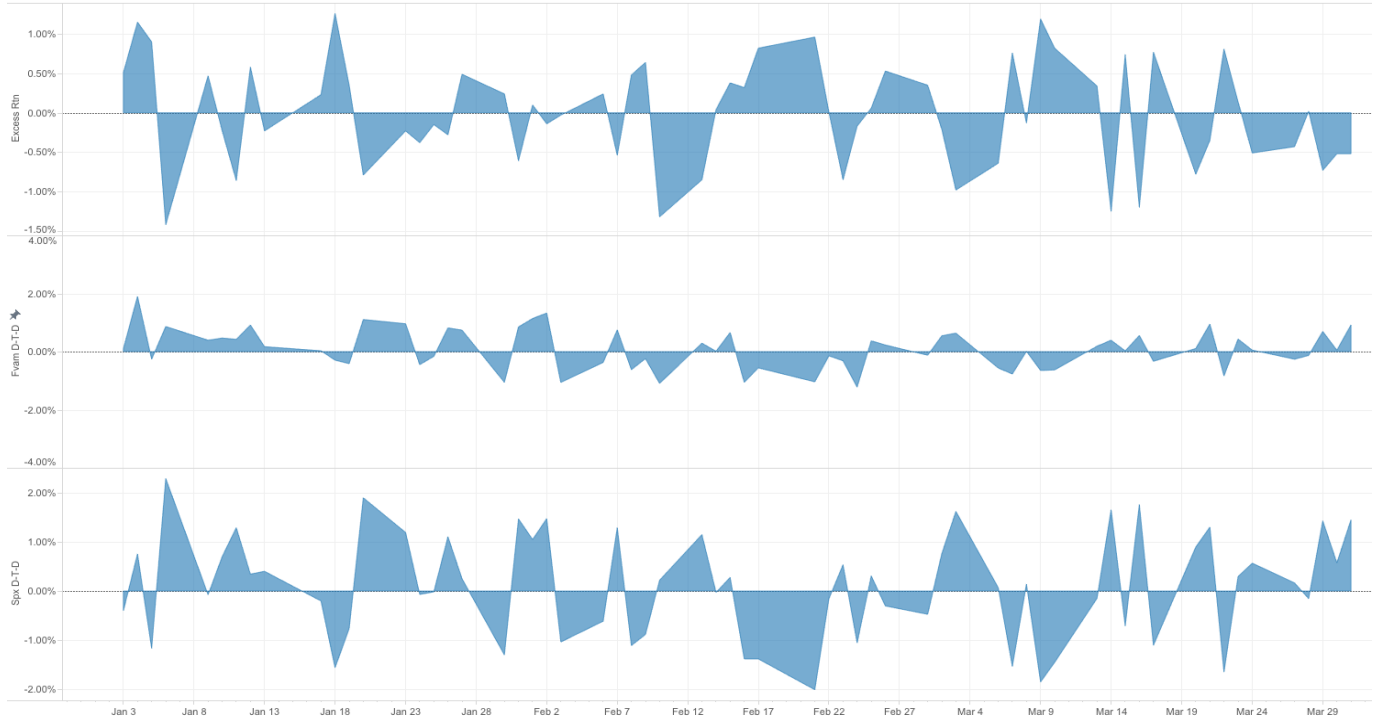
FVAM (green) vs S&P500 vs BRK/b (Berkshire Hathaway) vs ACWI (World Index) vs IBB (BioTech Index Fund) vs LQD (Bonds) vs EEM (Emerging Markets) vs QQQ (Nasdaq), Q1 - 2023



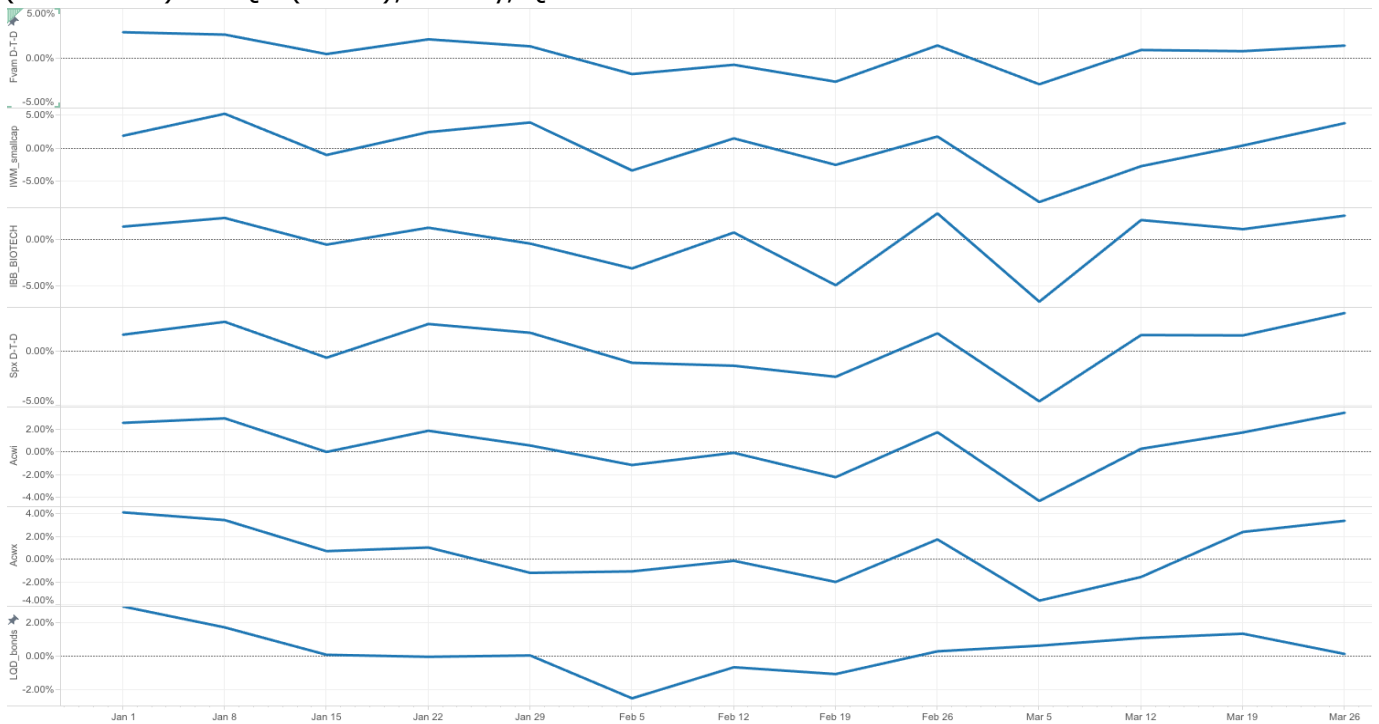
FVAM vs SPX and relative return (FVAM vs SPX), Q1 - 2023, weekly
 (*excess return shows FVAM vs SPX, shows by how much FVAM is outperforming or underperforming the S&P 500)



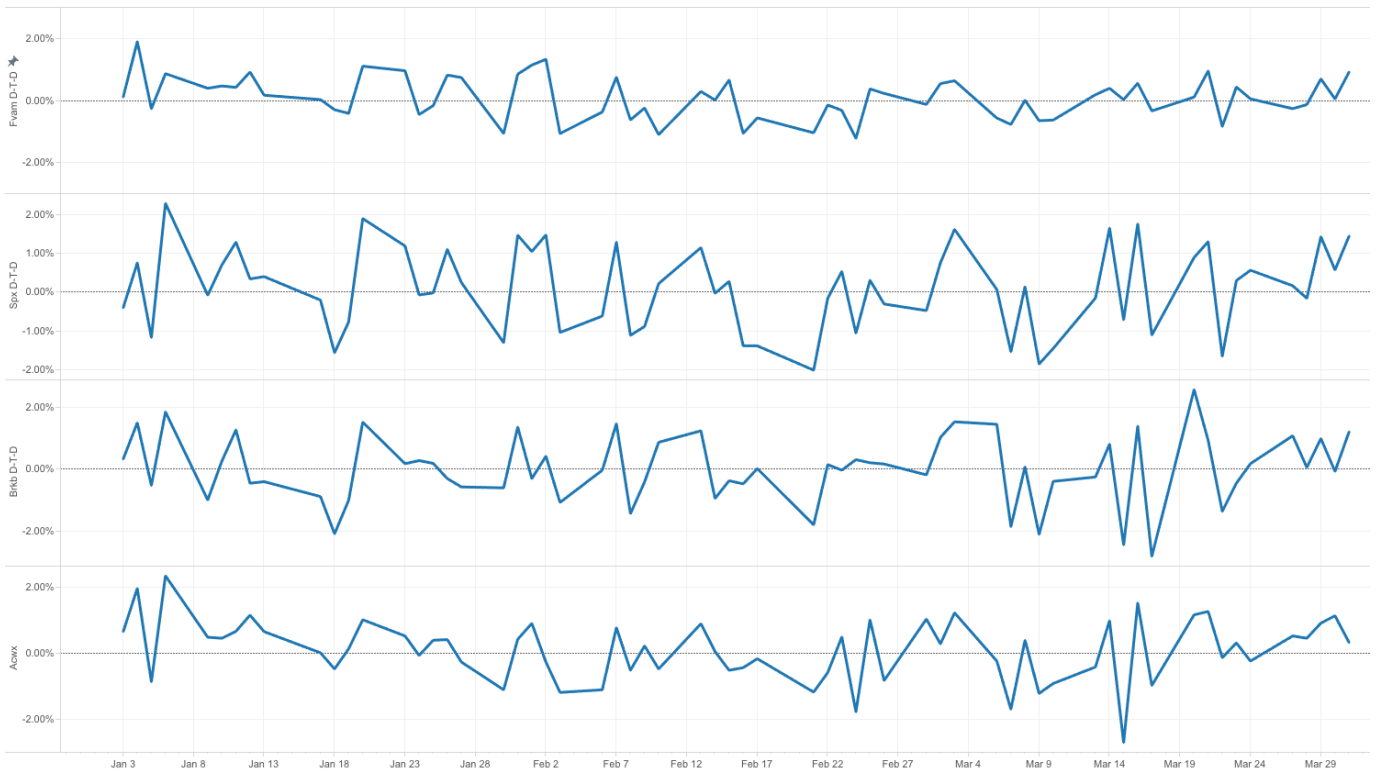
FVAM vs SPX and relative return (FVAM vs SPX), Q1 - 2023, Daily



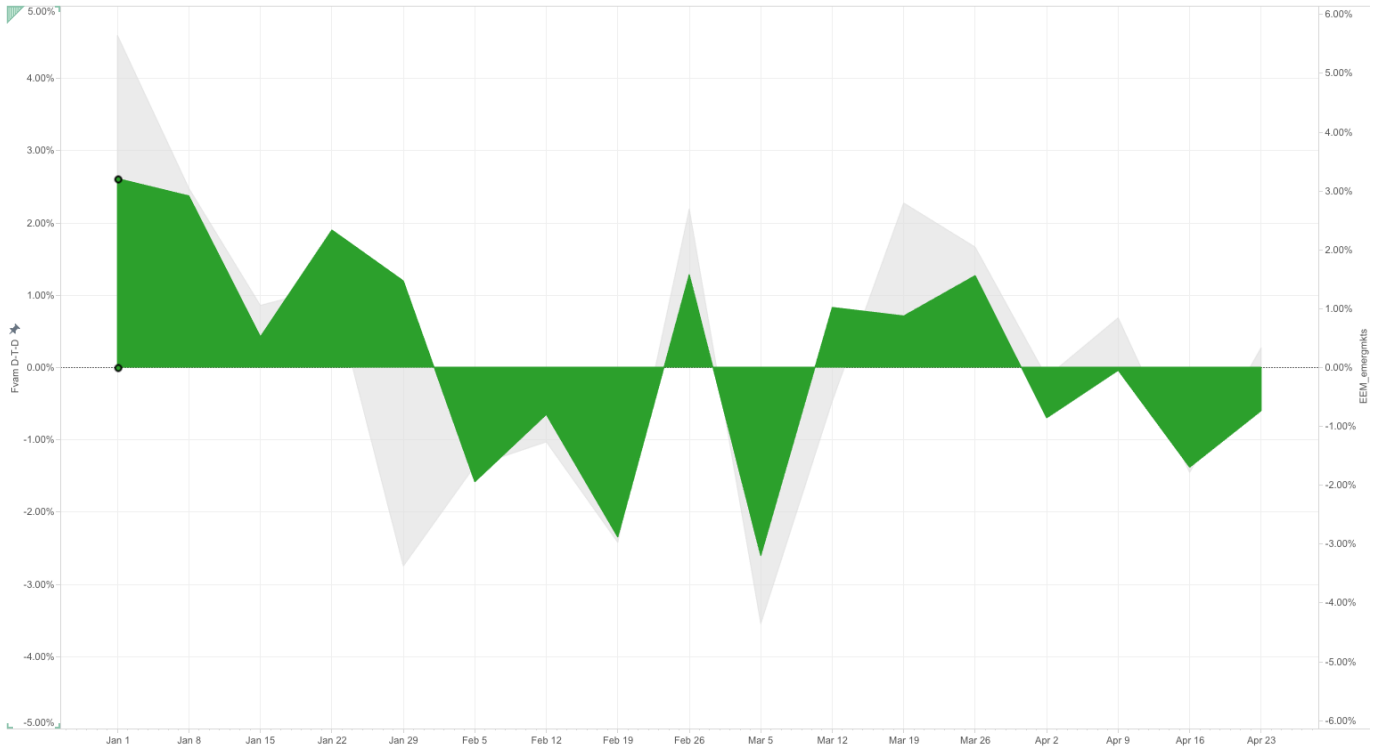
FVAM vs IWM (small caps) vs IBB (biotech) vs SPX (S&P 500) vs ACWI (world index) vs ACWX (world x-US) vs LQD (bonds), Weekly, Q1



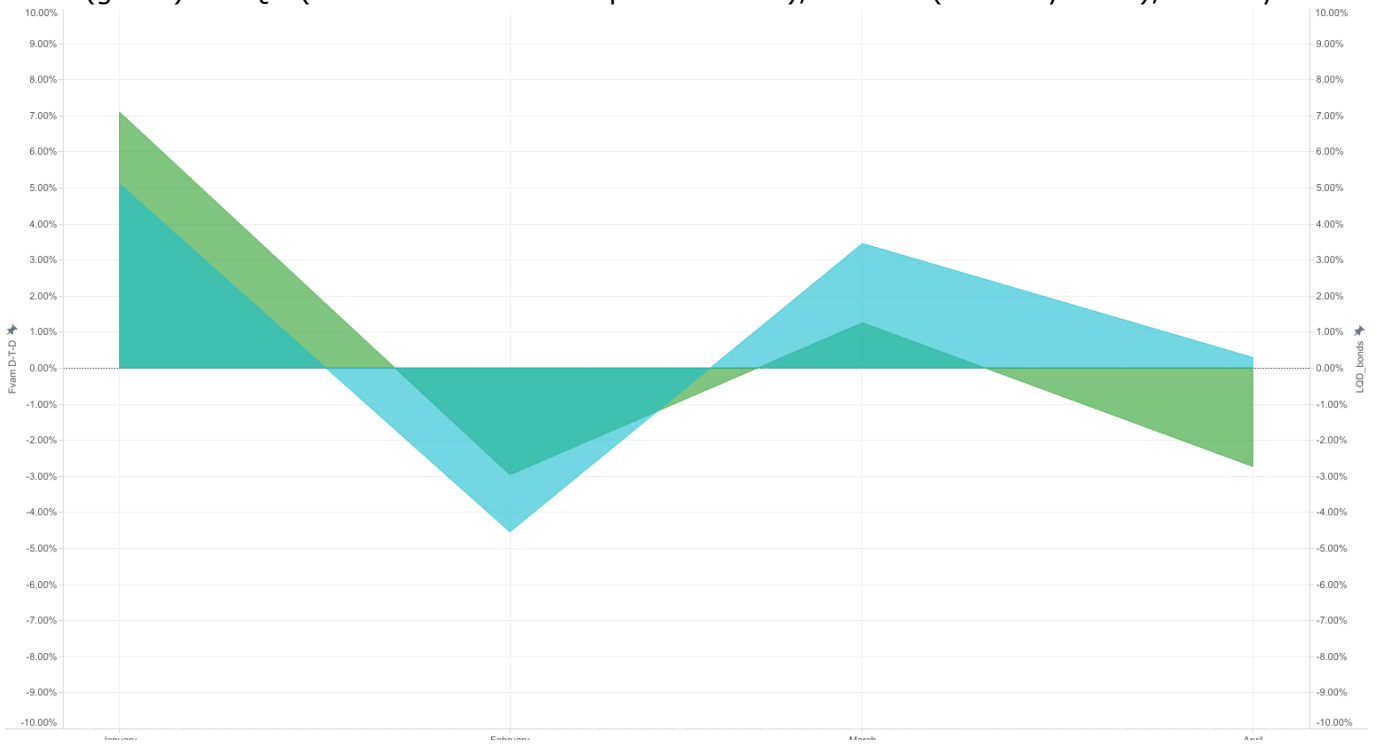
FVAM vs S&P 500 (\$SPX) vs Berkshire Hathaway (\$BRK/b) vs \$ACWX (World Index x-US), Daily, Q1



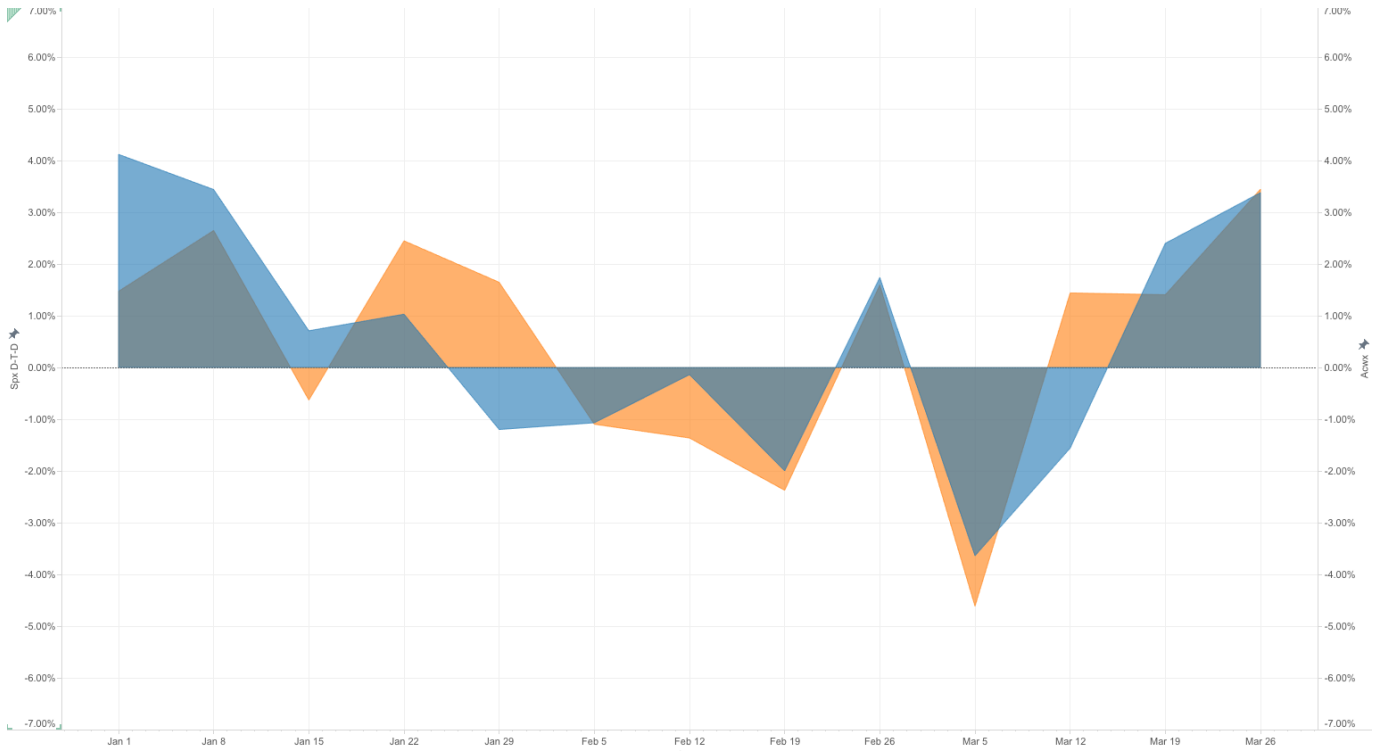
FVAM (green) vs EEM (Emerging Markets) , full-year '22 (thru May 2023), Weekly



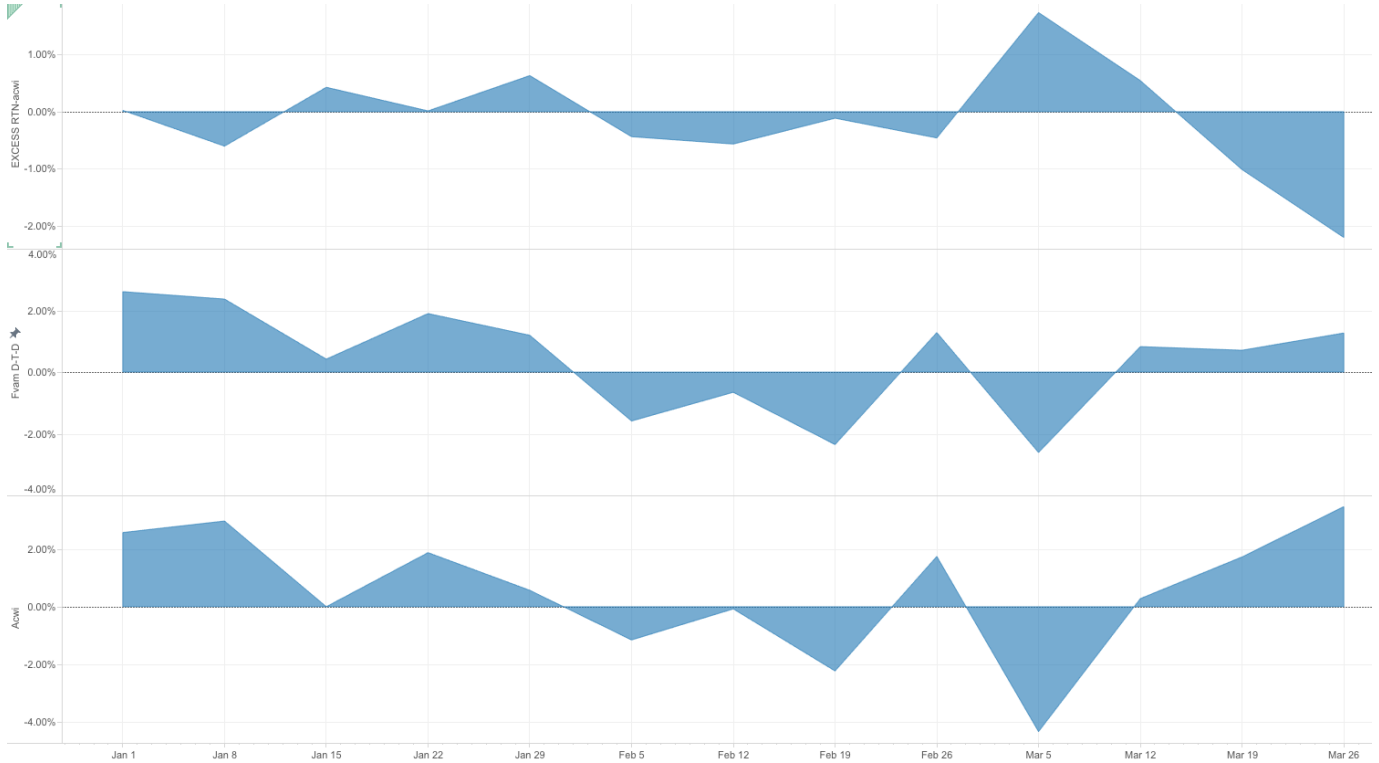
FVAM (green) vs LQD (Investment Grade Corporate Bonds), YTD '22 (thru May 2023), Monthly



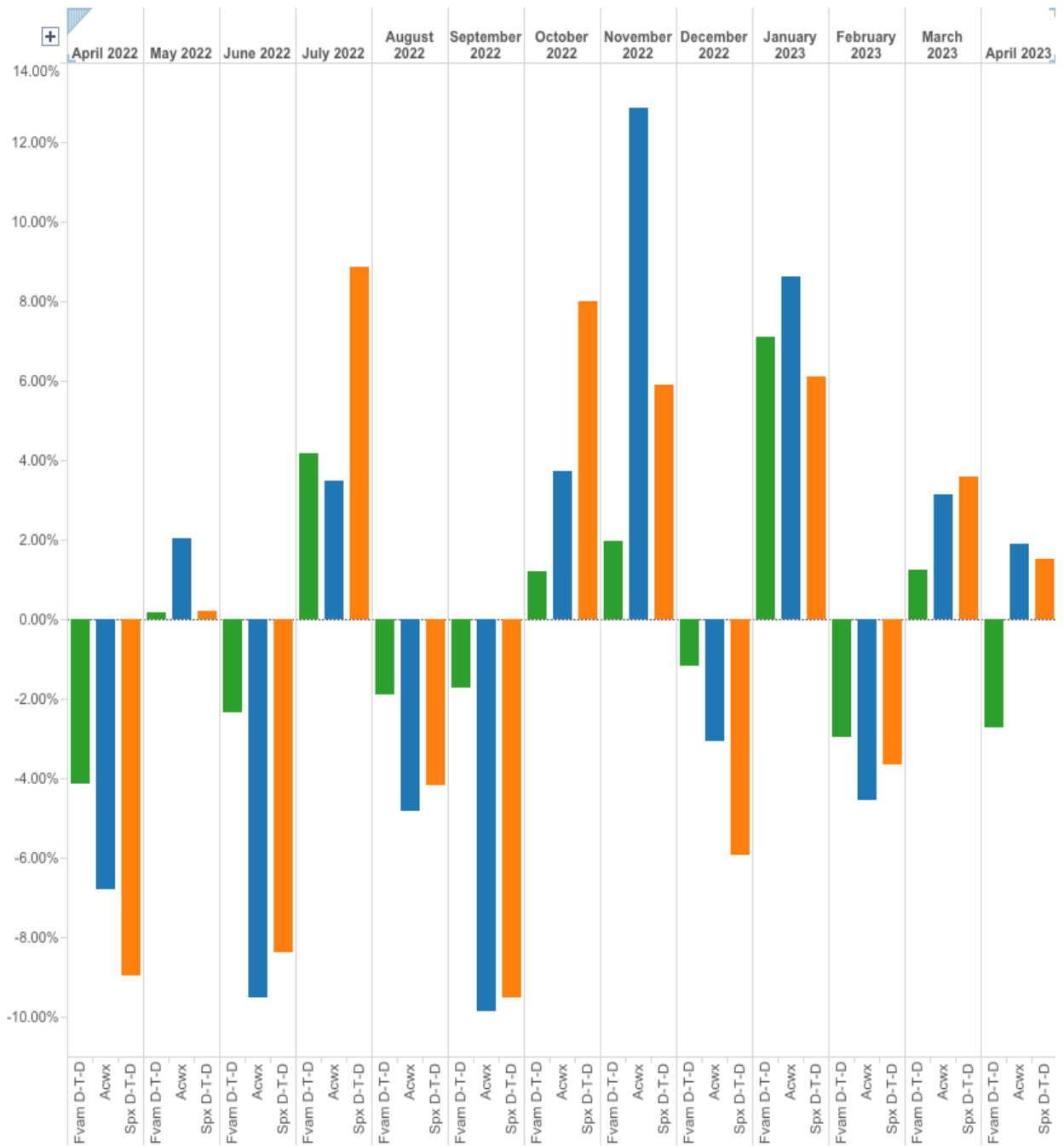
S&P 500 vs ACWX (blue, World Index minus U.S.), Q1 2023, Weekly



FVAM vs ACWI (World Index), with Relative Return (excess return), Q1 2023, Weekly



FVAM (green) vs ACWI (World Index minus USA, blue) vs S&P 500, Year-to-Date (1-year thru April '23), monthly returns



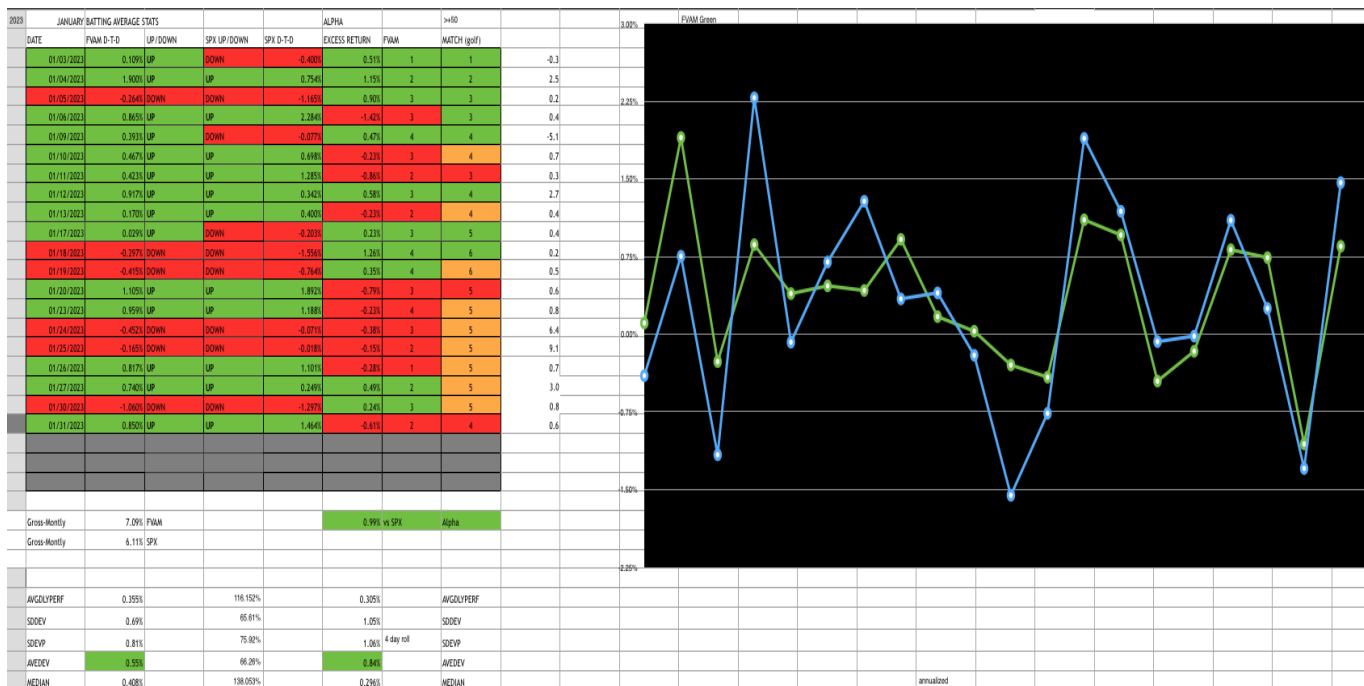
Reference 1: FVAM Fund Performance Stats (showing view of January 2023, FVAM vs SPX, Statistics)

The data below, displaying just January 2023 in this example, shows performance statistic data maintained daily, showing the FVAM fund vs the S&P 500, even though FVAM is not trying to match or mimic the actual underlying stocks, within the

S&P 500, or match the performance of the index. Data shows performance for FVAM, performance for the S&P 500 (\$SPX), as well as relative performance and mathematical statistics (showing risk & volatility). The chart displays daily performance for both FVAM (green) and SPX (blue). Another very important factor for FVAM is to be less volatile than the SPX, which is being analyzed using Statistics, such as Standard Deviation (SDDEV). Excess Return shows relative performance between FVAM and \$SPX (outperformance positive, or underperformance negative). Index C shows plus or minus on a progressive (rolling) basis through the month. The "match (golf)" column also shows that progressive relative performance, but for larger outperformance or underperformance, using a 50bp (+/- 0.5%) differential.

January 2023

FVAM started the year off great, up 7% net, also outperforming the S&P 500, which was up 6.1%



*SPX (S&P500 index), BRK/B (Berkshire Hathaway) and any other index/fund/investment vehicles' performance using internal data tracking and data from multiple public internet sources, "non-official" data only.

Heat Map for the Nasdaq-100 Index, showing each stock within that index/sector along with its relative size and weight compared to the overall index (**larger the block size the larger percentage that stock makes up within the index**) (*as of late May 2023)

