

The logo consists of the word "GACHI" in orange and "PARTNERS" in white, both in a bold, sans-serif font, centered within a white hexagonal shape with rounded corners. The background of the slide is dark blue with a faint grid and a line graph showing an upward trend, with a hand holding a smartphone visible in the lower half.

**GACHI**PARTNERS

GACHI means both “Value” and “Together” in Korean

Our mission and philosophy is simple: by growing the value of your wealth, we will grow together

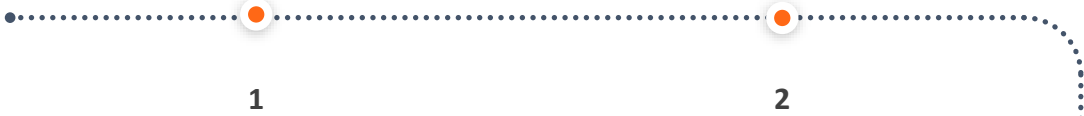
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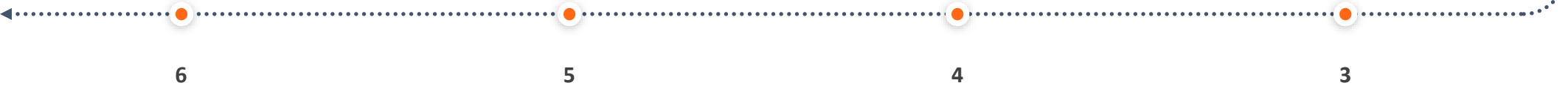
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# GACHIPARTNERS



## Overview

**GACHI Partners 1, LP (the “Fund”)** is an investment fund company managed by **CapFinite, LLC**. The Fund’s strategy is to use statistical/technical trading algorithms in combination with fundamental analysis to generate exceptional returns.

# History & Founder



**William Ryu**

Founded the fund in **Q4 2020** after developing and perfecting the trading strategy using his own account during the **previous two years**.



## Performance:

- ✓ **Fund performance** (Q1 2021): **14.22%** (vs 6% SPY, 6.62% DJIA, 4.24% S&P)
- ✓ **SP Venture 19, LLC** (Mr. Ryu's own funds) 2020 performance of **63.38%** (before fees and expenses)



## Background:

Industry: **Private Equity / Investment Banking / Real Estate Development**

Executive VP of Finance:



Education:



**HARVARD BUSINESS SCHOOL**



Founder:



US Army:

Honorably discharged as Sergeant (E-5), received Medal for Excellent Performance from Pacific Commander and U.S. ARCOM (Army Commendation Medal)



# 01

The Fund has developed proprietary tools (the “Degree Indicator”) enabling it to predict (with more than 90% accuracy) the ‘bottom’ of publicly traded equity securities that have recently experienced a large downside movement.

# 02

Degree Indicator = derivative of combination of multiple indicators with different weighted values. The ‘secret sauce’ is the ability to determine when trading momentum is turning.

1. Big drop on price on previous period (last week)
2. “Uptrend” current period (this week): First derivative gives early entry signal (direction) ahead of other traders. Normally one to two weeks ahead.
3. “data\_long\_3rd is Positive” current period: Second derivative gives the true/false signal (binomial signal) of its first derivative, which enables the decision to execute buy order.

# 03

MOMENTUM of MOMENTUM trade

## FUND STRATEGY



## Proprietary Gachi Trading Tools

Well-known and commonly used indicators in the market

Use of these indicators are most effective as a majority traders (retail traders and some institutions) use these indicators for their trading.

Use of the 3rd degree derivative of these commonly used indicators allows us to get early signals, from up to one month ahead. Often this is when insider buying is happening.

➤ In this example, we predicted a massive influx of buyers jumping into this security within next weeks, allowing us to jump in before.

Accuracy: 90%

➤ Buy only when there were was price drop on the last period (week/month) and price and momentum is trending up this week with signals (3rd degree derivative of multiple indicators) trending positive).



- “data\_long\_3rd” is positive
- “Uptrend”
- “Big Drop” on price

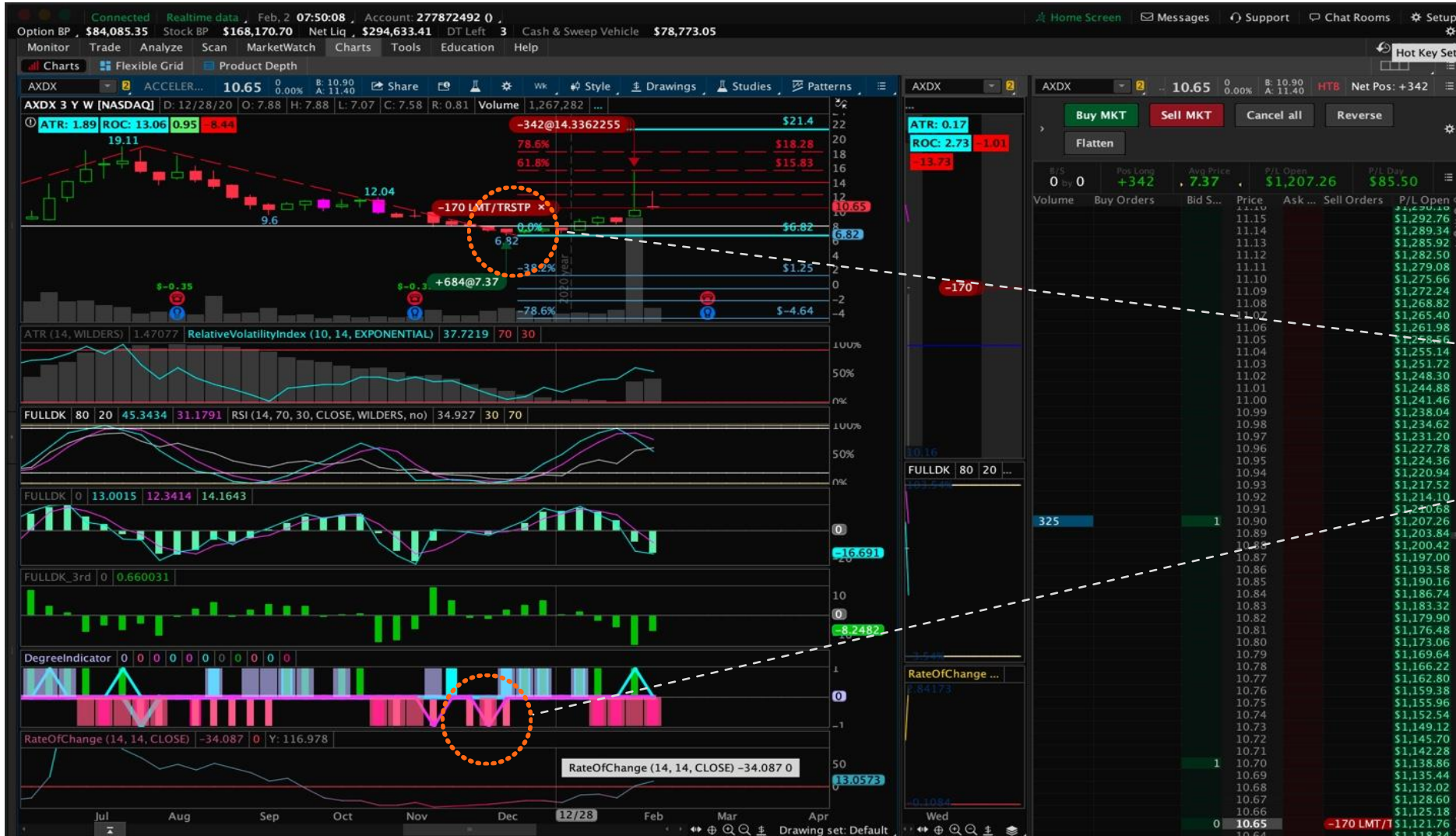
Buy Order will be triggered only on this signal





# FUND STRATEGY – Entry Example

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## Proprietary Gachi Trading Tools

- Entry**
- ✓ Entered the position at price point \$7.37 (Actual bottom \$6.82)
  - ✓ Degree Indicator signals the stock price is at its bottom and ready to bounce.



# STRATEGY – Exiting Positions

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## Start selling when others get greedy (First Sell)

Start selling when others get greedy (First Sell)  
Degree Indicator = derivative of combination multiple indicators with different weighted value.

- ✓ Big up on price on previous period (last week)
- ✓ “Downtrend” current period (this week): First derivative gives early exit signal (direction) ahead of other traders. Normally one to two weeks ahead.
- ✓ “data\_long\_3rd is Negative current period: Second derivative gives the true/false signal (binomial signal) of its first derivative, which enable to make decision to execute sell order

Normally, sell 25 – 50% of the open position



## Trim position for reason (Second, Third Sell)

- ✓ Sell 25-50% of remaining open position for following reason and when the conditions are met:
  - Technical reason (Fibonacci retracement / Bollinger Band / Moving Average / ATR)
  - Obvious resistance level from past price action

## Ride the trend with Trail-stop order (Complete exit)

Once the stocks reach to constant stable uptrend, trail-stop loss will be placed.



## Proprietary Gachi Trading Tools

### Profit taking / Cut Loss

Example: This is going to be our first selling point on our buy position.

Second selling point will be using technical studies such as Fibonacci retracements, candle stick patterns etc.

- Sell 25 - 50% of position when there were huge price increase on last period (week/month) and price and momentum is trending down this week with condition (3rd degree derivative of multiple indicators is negative).

Selling Point Varies

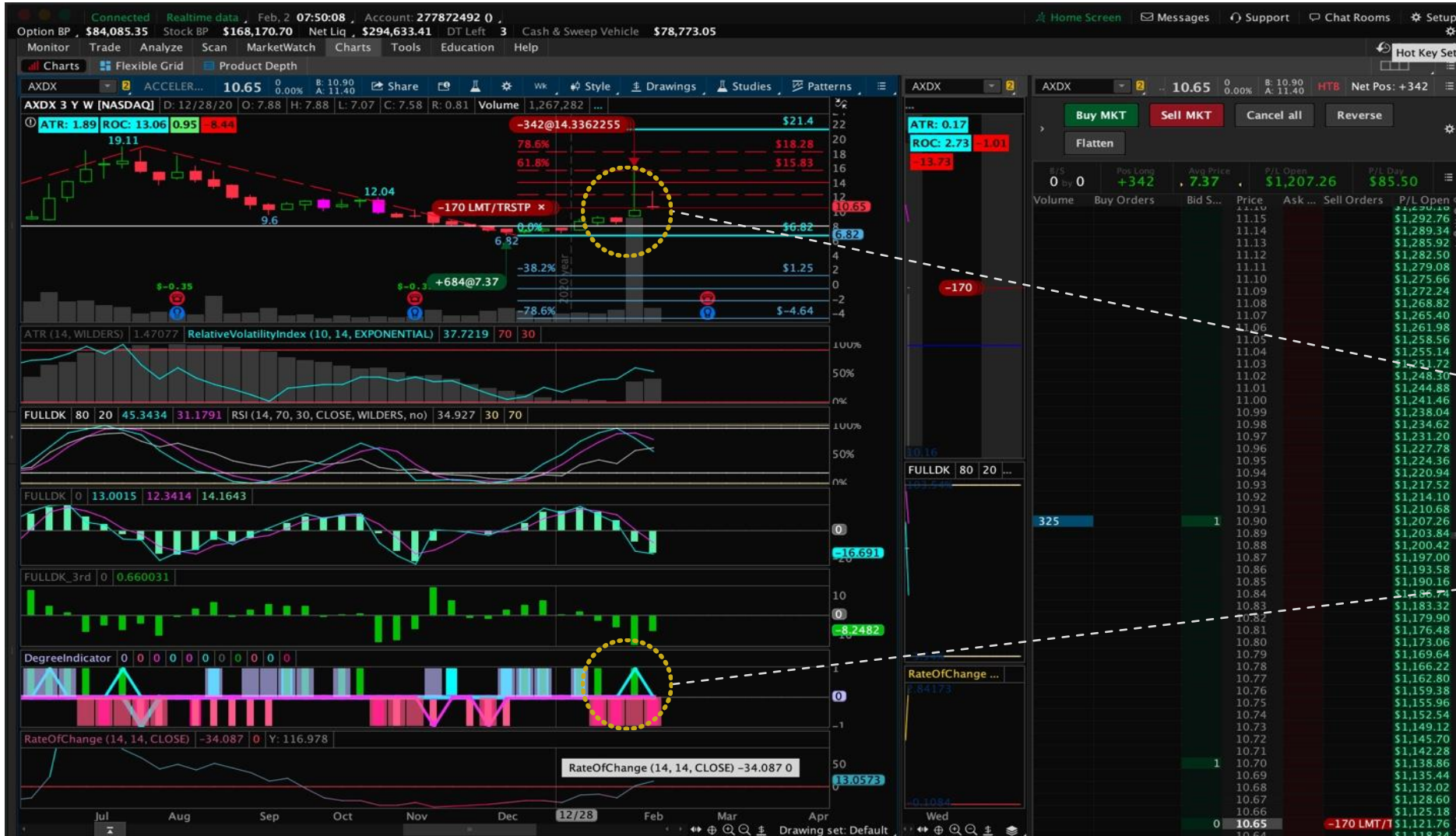


- data\_long\_3rd is negative
- Downtrend
- Big Up on price

Sell Order will be triggered only on this signal

# FUND STRATEGY – Exit example

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## Proprietary Gachi Trading Tools

- First Exit**
- ✓ First sell at price point \$13.34 with (94.6% return)
- ✓ Degree Indicator signals the stock price been stretched and ready to pull back. We trim out position (25% - 50%) at this level. (50% in this case)



# Risk Management

01

## Tight Stoploss when initiating new positions

Because of accuracy of our deep buy point, our stop loss is relatively tight. (We buy at the bottom with more than 90% accuracy) Our RR (reward-to-risk) is minimum of 5:1

02

## Equal size/weighting of new positions

- ✓ Fast turnover
- ✓ First profit taking (between entry and first exit): 1-3 months
- ✓ Second profit taking (between first sell and second sell: 1 months
- ✓ Last profit taking (between second (or third) sell and complete exit: 3-12 months

03

## Dollar Cost Averaging

As part of normal trading, entry point is staggered to effect a dollar cost averaging, helping limit downside exposure when price movements yield unexpected results.

## The Offering GACHI PARTNERS 1, LP - Summary of Principal Terms

This summary is not intended to be a complete description of the offering. Please see carefully review the entire private placement memorandum, subscription agreement and limited partnership agreement.

General Partner	GACHI Management, LLC
Investment Manager	CapFinite, LLC
Minimum Investment	\$50,000 may be waived by the General Partner
Fund Strategy	The Partnership seeks to maximize total return primarily through the purchase and sale of equity securities, options and other derivatives. The Partnership employs a Long/Short strategy using technical indicators to screen investment candidates after significant price movements, which are further validated by fundamental analysis.
Management Fee	2% of AUM paid 25% quarterly in advance
GP Incentive Allocation	20% of all annual profits are allocated to the General Partner
Redemptions	One-year minimum hold after which up to 25% may be redeemed upon 30 days' notice; between 25% and 50% on 60 days' notice and more than 50% on 90 days' notice.
Expenses	The Partnership bears all expenses other than Office Overhead Expenses, which are paid by the investment Manager.
Accountant	YEIL Accounting America LLP
Brokers	TDAMERITRADE
Fund Administration	HC Global
Operating Expenses	The Partnership is responsible for all expenses, with the exception of Office Overhead Expenses, which are the responsibility of the Investment Manager.

# Important Disclosures

- ✓ THE INFORMATION CONTAINED HEREIN IS PROVIDED FOR INFORMATIONAL AND DISCUSSION PURPOSES ONLY AND IS NOT, AND MAY NOT BE RELIED ON IN ANY MANNER AS LEGAL, TAX OR INVESTMENT ADVICE OR AS AN OFFER TO SELL OR A SOLICITATION OF AN OFFER TO BUY AN INTEREST IN GACHI PARTNERS I LP (THE "GACHI FUND"). AN OFFERING OF LIMITED PARTNERSHIP INTERESTS ("INTERESTS") IN THE GACHI FUND MAY ONLY BE MADE PURSUANT TO A CONFIDENTIAL MEMORANDUM OR SIMILAR WRITTEN MATERIAL (THE "MATERIAL") AND THE GACHI FUND'S AMENDED AND RESTATED PARTNERSHIP AGREEMENT (THE "PARTNERSHIP AGREEMENT") AND SUBSCRIPTION DOCUMENTS, WHICH WILL BE FURNISHED TO QUALIFIED INVESTORS (AND THEIR EMPLOYEES AND AGENTS) ON A CONFIDENTIAL BASIS AT THEIR REQUEST FOR THEIR CONSIDERATION IN CONNECTION WITH SUCH OFFERING. THE INFORMATION CONTAINED HEREIN WILL BE SUPERCEDED BY, AND IS QUALIFIED IN ITS ENTIRETY BY, REFERENCE TO THE MATERIAL, WHICH CONTAINS ADDITIONAL INFORMATION ABOUT THE INVESTMENT OBJECTIVES, TERMS AND CONDITIONS OF AN INVESTMENT IN THE GACHI FUND AND ALSO CONTAINS TAX INFORMATION AND RISK DISCLOSURES THAT ARE IMPORTANT TO ANY INVESTMENT DECISION REGARDING THE GACHI FUND. NO PERSON HAS BEEN AUTHORIZED TO MAKE ANY STATEMENT CONCERNING THE GACHI FUND OTHER THAN AS SET FORTH IN THE MATERIAL AND ANY SUCH STATEMENTS, IF MADE, MAY NOT BE RELIED UPON. THE INFORMATION CONTAINED HEREIN MUST BE KEPT STRICTLY CONFIDENTIAL AND MAY NOT BE REPRODUCED OR REDISTRIBUTED IN ANY FORMAT WITHOUT THE APPROVAL OF THE GACHI FUND.
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## Stay in Touch

Our mission and philosophy is simple: by growing the value of your wealth, we will grow together

Seoul, Korea

NY, New York

 [+1\(646\) 355-9400](tel:+16463559400)

 [+82-10-9155-6365](tel:+821091556365)

 [will.ryu@capfinite.com](mailto:will.ryu@capfinite.com)

 [www.gachipartners.com](http://www.gachipartners.com)