



YTD as of 10/31/2020

Alpha Portfolio **-14.46%**

MARKETS

DOW JONES **-7.03%**
 S&P 500 **+1.45%**
 NASDAQ 100 **+26.70%**
 REIT INDEX **-17.46%**
 SMALL CAP **-7.59%**
 HIGH YIELD **-4.62%**

BOND YIELDS

10 YR TREAS **.86%**
 YTD CHANGE **-1.06%**
 30 YR TREAS **1.64%**
 YTD CHANGE **-0.75%**

SINCE INCEPTION

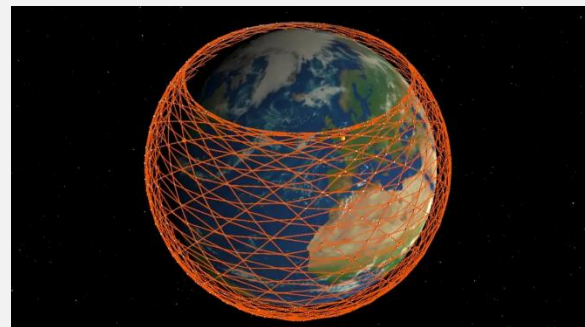
THROUGH DEC 31, 2019

BROXTON **460.73%**
 S&P 500 **240.02%**
 DOW JONES **274.63%**

BROXTON PERFORMANCE



Communications as we know it.....is about to change. The primary area to consider here is what is known as last mile or basically the final connection point between your house, office or school and the powerful and massive world wide web. The majority of traffic is traveling on large fiber networks that then meet up with your cell phone, landline or cable company equipment and then travel the "last mile" to your connection device. Two important technologies are here and may replace your last mile provider and supercharge your connection and competition. Starlink (network shown right) is a new company that is part of SpaceX, an Elon Musk company. Service will begin in the U.S. in early 2021 at speeds of between 50 and 150 MBPS (faster than some 5G and all 4G). This is a huge advance but, ultimately you can get it pretty much anywhere in the world. So Starlink is a major game changer at those speeds and anywhere access. Then we also have 5G, which we have compared to a curveball coming from outer space (or actually from terrestrial highpoints near you.) 5G can be significantly faster with speeds over 1 gigabyte per second and will end up providing huge competition to what is left of the traditional cable and phone companies. At this point 5G is still hitting at around 60-70 MBPS. Currently, Starlink and 5G are not fully operational but will be over the next 24 months. This has huge ramifications for the service providers to the last mile!



United Natural Foods (UNFI): recently posted good results, exceeding analysts' estimates for earnings by almost 40%. The company finished up the year with a large debt reduction and an increase in margins. United Natural Foods, Inc. is one of the largest publicly traded food distributors in the U.S. "UNFI distributes over 250,000 natural, organic and conventional products to more than 30,000 customers including natural product superstores, independent retailers, conventional supermarket chains, ecommerce retailers and food service industry." Importantly, in the quarter the company continued to grow margins. In 2020 UNFI was still affected by the COVID-19 crisis and was still in the process of digesting the 2018 purchase of distributor Supervalu. This led to uneven results which caused a lot of stock volatility. Since the company has started hitting its stride the success is starting to show through in the earnings. One thing that makes the company unique is its \$2 billion in sales in private label brands that UNFI owns. Broxton is predicting \$3.21 in earnings for the current year (ending in August of 2021) and over \$4 in 2022. So, a pretty good value at 5 X this year's earnings!

PRIMARY BROXTON STRATEGY
 QUARTERLY REVIEW MARCH 2020

OVERVIEW
 Broxton Capital Advisors is an investment advisor that manages the Alpha Portfolio, including, but not limited to, registered investment advisors using the Primary Broxton Strategy (or PBI). The strategy seeks to consistently improve the value of our investment portfolio in a risk-adjusted manner.

PERFORMANCE
 The Primary Broxton Strategy is a growth and income strategy that seeks to provide long-term capital appreciation. The goal is to provide superior performance over the long term, with a focus on the technology, healthcare, and consumer sectors. The strategy is designed to provide a diversified portfolio of investments that are expected to outperform the S&P 500 index over the long term.

PROVIDE
 Broxton Capital Advisors serves to assist in strategic decisions when the individual companies. This approach is consistent with the strategy. The strategy is a long-term, growth-oriented investment strategy that seeks to provide superior performance over the long term. The strategy is designed to provide a diversified portfolio of investments that are expected to outperform the S&P 500 index over the long term.

Percentage Growth Since Inception (Q1 2019)

Quarter	Percentage Growth
Q1 2019	~10%
Q2 2019	~15%
Q3 2019	~20%
Q4 2019	~25%

Sector Weighting

Sector	Weighting
Technology	~30%
Healthcare	~25%
Consumer	~20%
Financial	~15%
Real Estate	~10%

Broxton Capital Advisors

Broxton Capital is an investment manager located in San Juan and employs the Alpha Portfolio (AP). The AP is a growth and income investment strategy. The strategy attempts to continuously improve the value of investment portfolios by investing in equities, ETFs, including leveraged ETFs, options, bonds (investment grade and sub-investment grade, [which may also have limited liquidity]) and other securities. Long term strategies purchase securities which are underpriced according to our appraisal methodologies. Broxton uses regression analysis to obtain an average appraisal value for an individual company and places a priority on the securities of companies with improving financial performance and or additional catalysts that provide for increases in earnings and valuation. We use financial modeling in order to create a projected trajectory for the company's earnings, cash flows and future value. The strategy does not have any capitalization (market size), sector or industry allocation mandates. Broxton may also engage in certain types of activism in order to support positions and relay advantageous strategies to company managements. Broxton deploys technical analysis and momentum as indicators of movement for shorter term strategies, that may not involve deep fundamental analysis. Shorting (selling and then buying) of securities can be used as a long term or short-term strategy. We exit positions in accordance with our discipline, this includes when valuation targets are clearly exceeded or financial performance falls below our projections. Since the AP returns are calculated using a composite of accounts, the average account will not match the composite return and the return could be higher or lower. Broxton manages the Alpha Portfolio for other investment managers. The AP returns which are advertised or submitted to various databases are calculated using the accounts in the composite that are managed internally. Broxton is required to execute any trades internally first and then for other advisors second. Some advisor platforms prohibit or do not trade certain security types and some positions may be omitted for other reasons. In the case of smaller companies, we may judge that there are not enough shares traded to create a position at any or all advisors. Short term strategies may not be able to be implemented. Shares may trade at a higher or lower between purchasing at Broxton or one platform before another. Broxton uses a rotation strategy and attempts to obtain the best execution for all advisors. Any commentary is solely the opinion of the Broxton Capital Advisors. It refers to securities we hold in our portfolio and sometimes ones we are considering but does not represent a complete list of positions held at Broxton Capital Advisors. A complete list covering the last twelve months will be furnished upon request. Price targets are mentioned for information purposes only. Nothing contained herein constitutes a recommendation to purchase or sell securities at any designated price or time. All performance figures are net of fees and reflective of dividend reinvestment. As always, past performance does not guarantee future results. Please see the Alpha One Strategy Quarterly Performance for additional information regarding performance. Any intra quarter performance presented may change with additional auditing. The index performance presented above do not include fees or dividends and is derived from the following ETFs: DIA, SPY, QQQ, HYG, IWM and VNQ. The treasury yields are derived from the CBOE 10 and 30-year interest rate index. Please visit our web site to obtain additional information and read form ADV 2A.

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