

Volanti started the month of May with \$181,884 in the account.

During the month, we closed two long positions and entered a long position.

On May 7th, we sold 600 shares of Dicks Sporting Goods (NYSE:DKS) for proceeds of \$32.15 per share.

On a relative basis, we preferred the risk-return trade-off on the China Mobile calls (discussed below) to the open Dick's position and so the decision was made to close out the trade out using a stop-loss.

We returned a modest 11.8% gain on the Dick's trade over our holding period of a little under six months.

On May 7th, we purchased 18 call contracts of China Mobile (NYSE:CHL) expiring in December with an exercise price of 37.50 for \$9.71 per unit.

For those who may not be familiar with the company, China Mobile is the largest telecom company anywhere in the world in terms of active subscribers.

The company holds a dominant leading position in China's wireless market and holds an incredible US\$72 billion of cash on its balance sheet against a total market capitalization of US\$187 billion, making the company a relatively low-risk investment.

Additionally, the CHL ADR's have shown tremendous support at the \$45 level over the past ten years.

Given what we viewed to be the relative low-risk nature of the company as an investment, we opted to add leverage to our trade in using the 37.5 strike December 2018 calls.

On May 29th, we sold 2,400 shares of Cenovus (NYSE:CVE) for proceeds of \$10.70 per share.

This turned out to be one of our more successful trades since closing out our position in the Ford (F) calls back in January.

This spring, Cenovus has found itself to be one of the many beneficiaries of what has been a strong rally in the Canadian energy sector.

Medium to longer-term, we still feel as though CVE shares remain undervalued near \$11 per share, however given such a steep run-up in the company's share price and with the stock facing technical overhead resistance, we felt it most prudent to close out the position and lock in our gain.

At the end of May, our account balance is \$178,280.35 USD.

Since Inception 31-Month return: 18.85% Annualized Since Inception Return: 6.9%