

MORGAN CREEK-EXOS RISK-MANAGED BITCOIN FUND

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CAPITAL MANAGEMENT exos

APRIL 2021 MONTHLY PERFORMANCE UPDATE



	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	LTD
2020											27.61%	46.13%	86.47%	86.48%
2021	10.18%	29.42%	1.43%	-3.50%									39.57%	160.26%

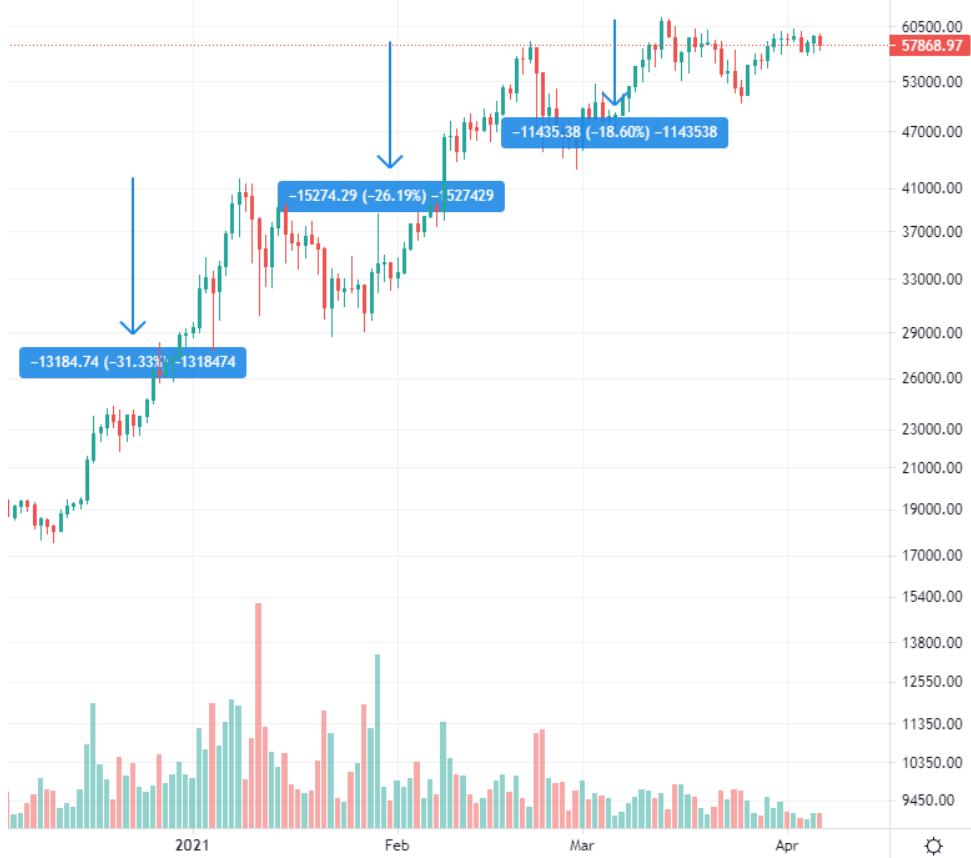
* Past performance is not indicative of future results

MONTHLY COMMENTARY

Institutional interest continued to grow as evidenced by Morgan Stanley and Goldman Sachs opening up options to invest in the cryptocurrency space for some private wealth clients. The first crypto ETFs for North America for Bitcoin and Ethereum were launched in Canada. Many in the community are hoping that the approvals will put pressure on the SEC to approve crypto ETFs in the US. Fidelity was among the latest to put in an application to launch a Bitcoin ETF.

Several more symbolic events occurred in March which suggested a continued bridging of the gap between crypto and the mainstream. Crypto exchange FTX bought the naming rights to the Miami Heat Stadium for \$135mm. Visa made the move to accept the stablecoin USDC on its payment network for settlements.

As crypto has continued to gain mainstream interest, realized volatility has steadily declined. Heavy selling appears to be met with equally heavy buying which may have inspired more confidence as new money enters the space. Below is a log-scale chart of bitcoin with the peak-to-trough of the larger downtrades marked with vertical blue lines. As volatility has decreased, the downtrades have generally become shallower as prices have gradually moved higher.



As a result of this dynamic, the Fund had a challenging month with returns of -3.50% versus bitcoin returns of -1.68%. The cost of risk-management in a secular bull market is that false trend reversals can reduce near-term returns. While it may seem like a high price to pay in the short term, long-term historical analysis of bear markets suggests that these costs are worth bearing for the opportunity to preserve capital and reinvest it under more favorable market conditions. The longer term benefits of compounded savings can be significant.

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INVESTMENT OPPORTUNITY

(Please see next page for important disclosures)

Bitcoin has laid the foundation for a new asset class that may become the biggest technological innovation since the internet... BUT most have yet to invest because it is perceived as:



- New and unproven
- Volatile
- Highly technical

The Morgan Creek-Exos Risk-Managed Bitcoin Fund is designed to address these issues:



- Provides exposure to Bitcoin
- Reduces volatility of returns by employing quantitative risk management techniques
- Handles technical details around trade, transfer, and custody of Bitcoin

FUND OBJECTIVES AND STRATEGY

INVESTMENT STRATEGY



In nature, simple organisms often prove more robust over a wider range of environments than complex ones. Our approach to trading strategies draws from the same concept. We favor simple strategies that perform well over a range of environments and rely heavily on our systematic development process to ensure that correlations are not spurious.

The strategy is fully exposed to Bitcoin (beta) when several risk-reward metrics (alphas) suggest a future rise in price. Conversely, exposure is reduced when its indicators suggest a future fall in price. Exos has developed alphas which enable us to mitigate losses during downturns without sacrificing too much of the upside potential of Bitcoin. This paradigm - data in, trading decision out - is the cornerstone of our research process.



STRATEGY DEVELOPMENT

Extensive data exploration allows us to highlight market inefficiencies and generate trading signals (alphas) that can be blended together into a more complex trading strategy. Trade ideas generally originate from intuitions that are supported by quantifiable observations in the data.

INVESTMENT TEAM



Chris Sae-Hau
Portfolio Manager



Matteo Nicoli
Quantitative Strategist



Shuo Shen
Quantitative Trader

- Deep understanding of cryptocurrency and blockchain with extensive experience in mining, staking, and trading
- Extensive experience in quantitative research, trading, and risk management
- Diverse range of technical backgrounds including finance, engineering, computer science, and physics.

FUND TERMS

Fund Name	Morgan Creek-Exos Risk Managed Bitcoin Fund
Management Fee	1%
Incentive Fee	20% above Bitcoin return
Liquidity	Monthly with 30 days notice
Domicile	Delaware LP
Administrator	MG Stover
U.S. Counsel	Thompson Hine LLP
Auditors	KPMG

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IMPORTANT DISCLOSURES

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DISCLOSURES

Fund

This fund is formed. All final terms will be subject to the actual operative documents for the Fund. There is no guarantee that any targets or projections contained herein will be met, and the contents of this material should not be unduly relied upon. Allocations are subject to change at the discretion of the manager in accordance with the fund offering documents. This material is not meant to be, nor shall it be construed as, an attempt to define all terms and conditions of any transaction or to contain all information that is or may be material to an investor. Morgan Creek Capital Management, LLC is not soliciting any action based upon this material, and this material is not meant to be, nor shall it be construed as, an offer or solicitation of an offer for the purchase or sale of any security or advisory or other service. If in the future any security or service is offered or sold, such offer or sale shall occur only pursuant to, and a decision to invest therein should be made solely on the basis of a definitive disclosure document and shall be made exclusively to qualified purchasers in a private offering exempt from registration under all applicable securities and other laws. Any such disclosure document shall contain material information not contained herein, and shall supplement, amend, and/or supersede in its entirety the information referred to herein. Nothing contained in this material is, or should be, relied upon as a representation as to past or future performance, and no assurance, promise, or representation can be made as to actual returns.

General

Past performance is not indicative of future results. Morgan Creek Capital Management, LLC does not warrant the accuracy, adequacy, completeness, timeliness or availability of any information provided by non-Morgan Creek sources. There can be no assurance that the investment objectives of Morgan Creek-Exos Risk Managed Bitcoin Fund will be achieved. This is neither an offer to sell nor a solicitation of an offer to buy interests in any investment fund managed by Morgan Creek Capital Management, LLC or its affiliates, nor shall there be any sale of securities in any state or jurisdiction in which such offer or solicitation or sale would be unlawful prior to registration or qualification under the laws of such state or jurisdiction. Any such offering can be made only at the time a qualified offeree receives a Confidential Private Offering Memorandum and other operative documents which contain significant details with respect to risks and should be carefully read. Neither the Securities and Exchange Commission nor any State securities administrator has passed on or endorsed the merits of any such offerings of these securities, nor is it intended that they will. Securities distributed through Morgan Creek Capital Distributors, LLC, Member FINRA/SIPC. This document is for informational purposes only.

Performance Disclosures

There can be no assurance that the investment objectives of any fund managed by Morgan Creek Capital Management, LLC will be achieved.

Forward-Looking Statements

This presentation contains certain statements that may include "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements, other than statements of historical fact, included herein are "forward-looking statements." Included among "forward-looking statements" are, among other things, statements about our outlook on the future of opportunities based upon current market conditions. Although the company believes that the expectations reflected in these forward-looking statements are reasonable, they do involve assumptions, risks and uncertainties, and these expectations may prove to be incorrect. Actual results could differ materially from those anticipated in these forward-looking statements as a result of a variety of factors. One should not place undue reliance on these forward-looking statements, which speak only as of the date of this discussion. Other than as required by law, the company does not assume a duty to update these forward-looking statements.

Risk Summary

An investment in the Partnership involves significant risk factors and is suitable only for persons who can bear the economic risk of the loss of their entire investment, who have a limited need for liquidity in their investment, and who meet the conditions set forth in the Fund's Offering Memorandum. There can be no assurances that the Fund will achieve its investment objective. An investment in the Partnership carries with it the inherent risks associated with investments in Bitcoin and futures contracts based on Bitcoin. Investment objectives are not projections of expected performance or guarantees of anticipated investment results. Actual performance and results may vary substantially from the stated objectives with respect to risks. Investments are speculative and are meant for sophisticated investors only. An investor may lose all or a substantial part of its investment in funds managed by Morgan Creek Capital Management, LLC. There are also substantial restrictions on transfers. This is a brief summary of investment risks. Prospective investors should carefully review the risk disclosures contained in the Fund's Confidential Private Offering Memoranda.

Bitcoin Risks

Digital Assets such as Bitcoin were introduced within the past decade and, as a result, the medium to long-term value of Bitcoin is uncertain. Its value could ultimately be subject to a number of factors relating to the capabilities and development of blockchain technologies, which are also uncertain. Additional risks of investing in Bitcoin are included in the Confidential Private Offering Memorandum.

Concentration Risks

The allocation of the Fund's capital to only one asset – Bitcoin - could increase the risk of investing in the Fund due to a lack of diversification in the portfolio.