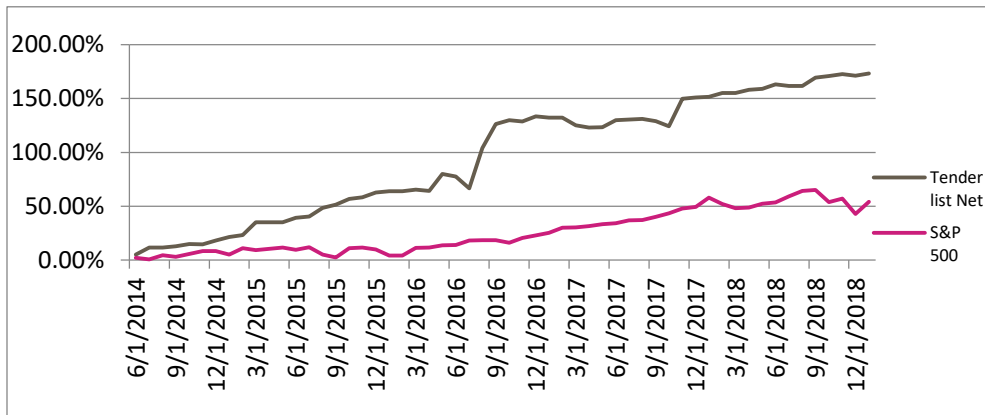




“No Profit is too Petty if the Return is Obscene”

## Tenderlist Update (February 2019)

Tenderlist gained 0.8% in January against a hefty 8.0% gain for the S&P 500.



### Commentary

We had a decent month, with most of the returns driven by a unique bank merger where holders of 99 shares and fewer got preferential treatment. We wouldn't have found this deal without a paid up membership on an investing social media site, which illustrates the importance of having a narrow focus and broad range of sources.

Taxable accounts had a slightly better month due to their participation in a nano cap merger arb which closed from an 11% spread at initiation to about a 6% spread at month end. We are also in a few low-risk nano-cap merger arbs (is low-risk nano-cap a euphemism? We think not...). We may take the plunge on a big CEF tender mid-month, depending on where the discount ends up. And we're in one tiny fixed price odd-lot, our favorite and among the lowest risk of deals, which will yield us...wait for it...a \$25 gain in a mere 20 days of ownership. Per our calculations, that \$25 gain is good for a 922% annualized rate of return. Which is a good entre for our new slogan (see above, in the header).

**TenderList** is an investment strategy focused on corporate tender offers and special situations. The strategy is non-scalable and is ideal for accounts of \$5,000-\$15,000.

### About us

Harper Asset Management, LLC, is a boutique investment management shop. We specialize in managing separate accounts for private clients.

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\*Average return across all TL accounts, net of fees. Past performance is no guarantee of future results. Such transactions are irregular by nature and results in any one period will vary significantly. Individual results vary. Cumulative returns are calculated from the monthly time-weighted return of the sum of all Tenderlist accounts open during the entire month. Due to the non-scalable nature of Tenderlist, returns will diminish as account size increases.