Vaquita Sun, Inc. An Asset Management Company

Equity Selection and Portfolio Strategy

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Disclosures

Market Environment

Inflation, Interest Rates and Economic Growth

Economic Expansion

- Stable Inflation & Interest Rates
- Stable to Increasing Economic Growth
- Increased Probability of Increasing Estimates and Valuations

Tightening of Financial Conditions

- Increasing Interest Rates & Reduction of Available Capital
- Stable to Possibly Declining Economic Growth
- Eventually Lower Probability of Increasing Estimates
- Higher Probability of Decreasing Estimates
- Higher Probability of Declining Valuations

Market Environment

Inflation, Interest Rates and Economic Growth

Contraction of Economic Activity

- Restrictive Interest Rates
- Higher Probability of Economic Contraction
- Low Growth Expectations and Valuations

Easing of Financial Conditions

- Declining Interest Rates & Increase of Available Capital
- Stable to Accelerating Economic Growth
- Eventually Higher Probability of Increasing Estimates
- Eventually Higher Probability of Increasing Valuations

Equity Selection

Fundamental Analysis

Theme



Equity Selection

Fundamental Analysis

Industry Analysis



Equity Selection

Fundamental Analysis

Company Analysis

Q	Company/Product Life Cycle	Early - Growth - Late - Decline
	Management	Honest and Openness Expertise Work Ethic
	Products or Services	Quality Barriers to Entry
~	Growth Rates	Sales Growth Rates Earnings Growth Rates
		Company Drofitability
	Profitability	Company Profitability Profitability of Individual Products or Services

Changes in Profitability

Equity Selection Estimate Analysis

Historical Trends in Estimates

Sales, Earnings Company Specific Estimates

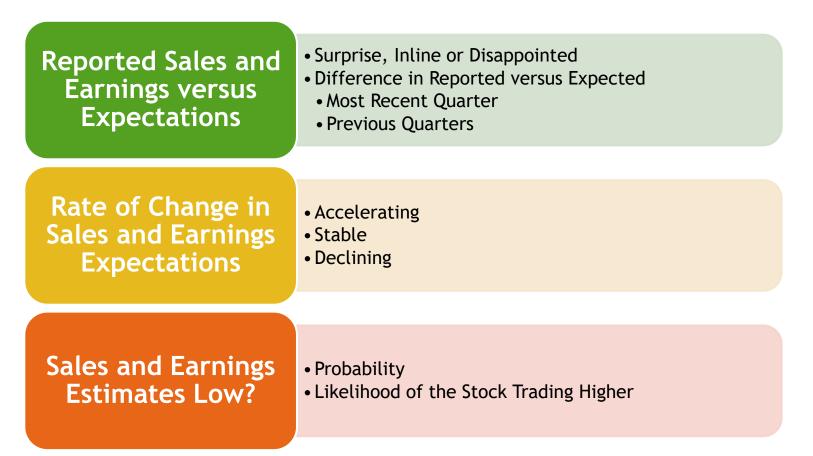
- Historically Reported Above/Below Expectations
- Trend in Sales and Earnings Revisions

Level of Current Estimates

- Optimistic, Average or Pessimistic
- Compared to Historical Sales and Earnings
- Compared to Previous Current Estimates

Equity Selection Estimate Analysis

Projected Trends in Estimates



Equity Selection Valuation Analysis

Stock Valuations



Stock Price to Sales & Stock Price to Earnings

Historical Valuations



Level of Current Valuations Over-valued, Fairly-valued or Under-valued

Factor in Expected Growth Rates versus Historical Growth Rates

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Multiple Expansion?

Probability Time-frame

Company Specific Strategy

Criteria to Reduce an Investment



Company Specific Strategy

Criteria to Eliminate an Investment

Changes to Theme	Industry Peaks/Deteriorates	Unreasonable Valuations and Expectations	Company Specific Concerns
• Theme is No Longer Valid	• Overall Industry is No Longer Fundamentally Attractive	 High Sales and Earnings Multiples Abnormally Large Revisions to Sales and Earnings Estimates 	 Management Resignations Product or Service Competitiveness Permanent Decline in Growth

Disclosures

- Vaquita Sun, Inc. (VSI) is a registered investment adviser with the United States Securities and Exchange Commission. VSI strategy is multi-faceted and involves targeting companies with above average growth, momentum while considering valuations.
- All investments involve risk, including loss of principal. The price of equity securities may rise or fall because of economic or political changes or changes in a company's financial condition, sometimes rapidly or unpredictably. VSI may invest in companies that involve additional risks such as limited liquidity and greater volatility than the overall stock market.
- Past performance is no guarantee of future results, and the past performance of any account should not be considered indicative of the future performance of any account. Investment return and principal value of an investment will fluctuate over time, may go down as well as up, and you may not receive upon redemption the full amount of your original investment.