



MONTHLY PERFORMANCE, NET OF FEES

March 2020

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2020	(7.28)	(8.74)	(34.61)	--	--	--	--	--	--	--	--	--	(44.67)
2019	8.16	4.01	(5.55)	3.79	(4.79)	4.89	2.52	(6.57)	5.10	2.97	4.57	3.10	23.09
2018	1.13	(1.62)	1.28	.22	3.73	(.22)	(1.36)	.61	(3.10)	(10.40)	1.26	(14.87)	(22.36)
2017	1.64	2.13	(.06)	.20	(2.50)	3.19	(.14)	(1.09)	6.06	.65	2.82	(1.88)	11.26
2016	(7.38)	(3.72)	4.99	4.91	1.37	(1.60)	3.82	3.93	(.19)	(.09)	12.18	7.51	27.14
2015	(6.42)	4.57	6.43	(.79)	.27	3.23	2.19	1.66	1.61	3.54	4.42	.39	22.54
2014	(.43)	1.34	1.31	(3.39)	.85	1.52	(3.59)	1.08	(2.75)	8.94	(.52)	5.22	9.27
2013	4.58	.74	1.62	(1.65)	1.62	2.45	5.99	(2.10)	2.30	1.38	4.20	1.12	24.30
2012	2.42	.57	3.09	(1.01)	(2.59)	2.59	.06	1.98	3.12	.37	(.91)	2.49	12.67
2011	--	--	--	--	--	--	--	--	(.64)	3.05	.91	1.66	5.04

OVERVIEW:

The first quarter of 2020 will most certainly go down in history. The U.S. equity markets officially entered “**Bear Market**” territory (with a decline of 20% or greater), after reaching an all-time high in February. The velocity and speed of the market sell-off is something we have not seen in our lifetime. The KBW Bank Index (large cap) and Nasdaq Banking Index were both negatively impacted down (28.57%) and (26.14%) respectively in the month, as banks and energy led the underperformance.

Global financial markets across all asset classes were under significant selling pressure amid continued and growing fears of the impact of the Covid-19 virus. The economic downdraft affected all markets around the globe including Europe, Asia and the United States. Investors with high levels of leverage sold indiscriminately to raise cash. Both the rise of passive investing and algorithmic trading magnified the negative momentum. **In our experience, when there is a liquidity event, there is evidence to suggest some larger shareholders (hedge funds, mutual funds) become sellers out of necessity.**

While comparisons have been drawn to the 2007-2008 financial crisis, this is a health crisis with financial impact to the economy and corresponding sectors, not a financial crisis brought on by over exuberance and predatory lending. To the contrary, and has been stated in the press repeatedly, the banking system in our country has never been stronger having had to adhere to and operate under strict regulatory standards that resulted in fortress balance sheets with capital war chests. This provides some comfort as we evaluate the performance of the banking system needed to backstop the destruction in the consumer and business landscape.

Banks and regulators are making every effort to ensure the domestic banking system remains sound and that banks can function to help clients. Congress passed a huge stimulus package and has indicated they will continue to put forth the necessary support for the economy until we can begin to operate with more normalcy. Unlike the past financial crisis, banks have quickly stepped up to support customers and be part of the solution. Management teams we speak to have indicated teams are working hard to aid in loans and act as conduits for the “Payroll Protection Program” (PPP). They are clearly signaling they are available as needed in this time of crisis.

(continued)

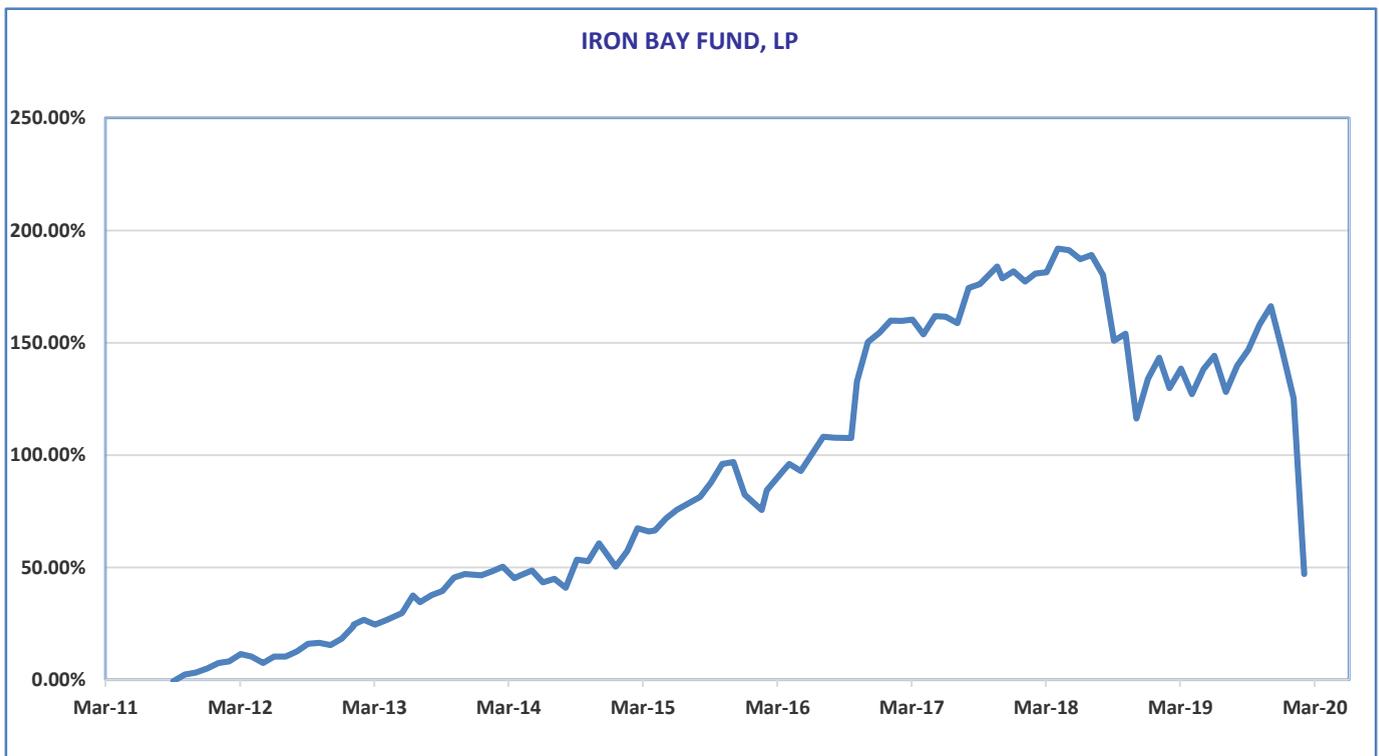
It is difficult to ascertain the effect of the national “social distancing” mandates and determine any earnings projection of substance as we grapple with stemming the tide of the virus. To date, government officials released updated national public guidelines to slow the spread of the virus, including closing schools, closing non-essential businesses, and requesting that the public avoiding gathering in groups of more than 10 people. Currently, all discretionary travel, along with business to bars, restaurants and food courts have been impacted.

Given the global spread of the virus and the associated fiscal impact, market volatility undoubtedly looks to continue for the near-term. For the banking sector, uncertainty is at an all-time high. The operating environment before the crisis began, was more difficult but manageable, as rates remained very low. Actions taken by the Fed to cut rates to zero have exacerbated the net interest margin pressure and we believe will keep pressure on the sector. As businesses cope with the fallout of business closures and lack of revenue, we would expect the banks to see an increase in credit issues that they have not seen in a very long time. We are optimistic that as banks are expected to assist in helping the economy recover, essential programs and support will be put in place to withstand the worst of the tide that is to come. Government relief programs are currently firing on all cylinders.

We speak with bank management teams and analysts daily; most have expressed their view that the selling pressure is overdone. We are in uncharted territory and we our doing our best to navigate the daily market volatility. The prevailing uncertainty will continue to bring anxiety and confusion regarding the virus, the economy and the markets. As such, we welcome questions and the opportunity to speak with investors. We are committed to the long term and we are confident from a long-term perspective.

If you would like to arrange a call to discuss our outlook, please contact us.

GRAPH:





RETURN DATA:

<i>Total Return Since Inception</i>	47.28%
<i>Annualized Return from Inception</i>	4.61%
<i>Average Monthly Return</i>	.53%
<i>Std. Deviation of Monthly Return</i>	5.26%
<i>Sharpe Ratio Since Inception</i>	.22
<i>Beta Since Inception vs. S&P 500</i>	.67

	IRON BAY FUND, LP	NASDAQ BANK INDEX	RUSSELL 2000
<i>March 2020</i>	(34.61%)	(26.14%)	(21.90%)
<i>YTD</i>	(44.67%)	(38.45%)	(30.89%)
<i>Last 12M</i>	(35.91%)	(30.76%)	(25.11%)
<i>Last 3Y (Annualized)</i>	(17.53%)	(13.19%)	(5.95%)
<i>Last 5Y (Annualized)</i>	(2.53%)	(1.84%)	(1.64%)
<i>Inception (Annualized)</i>	4.61%	5.53%	5.54%

*All reported Iron Bay Fund, LP returns are NET OF FEES.



SERVICE PROVIDERS & INVESTMENT TERMS

Fund Manager	Robert Bolton
Management Fee	1.75%
Performance Fee	20%
Lock Up	None
Redemptions	Quarterly with 60 Days Notice
Administrator	Virtus Partners
Auditor	KPMG
Prime / Custodian	TD Securities
Legal	Woods Oviatt Gilman, LLP

CONTACT INFORMATION

Iron Bay Capital

350 Linden Oaks
Suite 140
Rochester, NY 14625
(585) 348-9226

rbolton@ironbaycapital.com

www.ironbaycapital.com

Partnership Overview: Iron Bay Fund, LP is a limited partnership that focuses on investing in the securities of US domiciled, publicly traded financial services companies, particularly community banks. The Partnership has the ability to sell short securities and may utilize moderate leverage in an effort to enhance returns. Iron Bay Fund, LP seeks to invest in companies that have attractive valuations based on fundamentals, merger and acquisition opportunities, increasing dividend payouts and above average capital deployment opportunities. Investments are selected using in-depth fundamental research, supported by robust trading discipline and risk management techniques.

Past performance of the funds is no guarantee of future returns. The return data presented in our monthly letter is representative of our day-one investor returns. Specific investor returns may vary due to the time they came into the fund. This report is for informational purposes only and does not constitute an offer to sell or solicitation of an offer to buy limited partnership interests or shares. Offers can only be made via an offering memorandum, which is available to qualified investors. The respective offering memoranda include a more complete discussion of the various risk factors associated with an investment in the Fund. The limited partnership interests and shares, as applicable, of the Fund have not been registered under the Securities Act of 1933 or applicable state securities laws and are being offered and sold pursuant to an exemption available under such Act for securities issued in a private placement and corresponding provisions of state law. The information contained in this presentation is confidential, proprietary to Iron Bay Capital GP and may be used by the recipient for the sole purpose of considering an investment in the Iron Bay Fund LP.