

Meridian Investments I, LLC

Prepared by:

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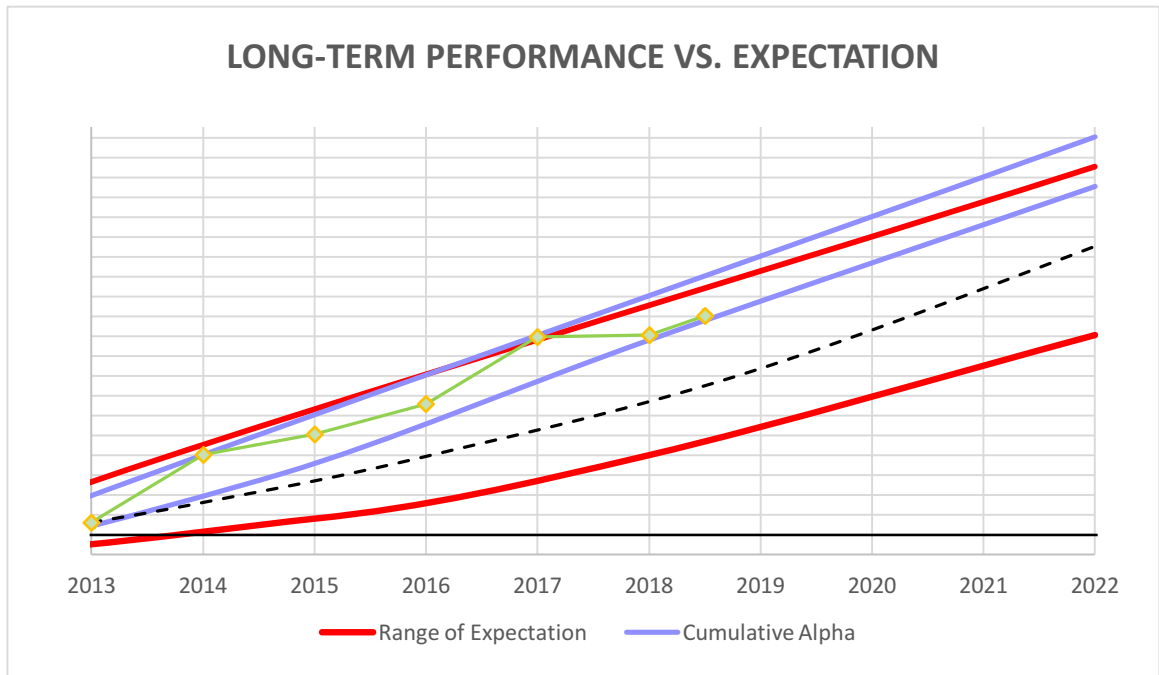
July 13th, 2018

Dear Limited Partners:

Another six months has come and gone, and we are proud to give you an update on your investment in Meridian Investments I, LLC. To say the least, the first six months of the year has had its surprises. Events from tariffs being initiated and interest rates on the rise to oil prices increasing and soybeans doing just the opposite.

We may sound like a broken record, but we always compare Meridian's investment returns to the S&P 500 "the general market". So with that being said, the S&P 500 had a return of 2.6% for the first six months of 2018, including dividends. We are proud to announce that we beat the general market with Meridian having a 5% return in the first six months of 2018.

We have used the general market as our yard stick to measure success since day one, and we will continue using that yard stick moving forward. Here is our updated "cone chart" as of June 30th 2018.



(The outer red cone is our guidance cone for our expectations, the inner light blue cone is an adjusted range based on the mean, the dashed black line is our overall growth goal of 10% compounding returns, and the green line is our historic results.)

As you can see from the cone chart we are achieving an average annual return that is well above our 10% goal. We must add, that this is our average return since the beginning of 2013. Even though our average annual return since inception is 13.8% it does not mean that all investors have that same return. The reason is, there were units sold at various times for various prices which will change the annual rate of return for each individual.

Even though our returns have plateaued the past 1.5 years we are still proud of our overall track record that now spans over 5.5 years. Since this fund terminates at the end of 2022, this allows us another 4.5 years of returns to measure our performance. Due to the fact that our capital managed in the future will be much greater than what was managed in past years, returns could be much closer to our 10% annual goal. Since turning three dollars into six dollars is much harder than turning one dollar into two dollars.

Our Holdings

Bristow Group:

Date	Purchase/Sale	\$ Amount	Shares	Average/ share
November 2016	Purchase	\$1,250,000	98,039	\$12.75
May 2017	Purchase	\$709,347	64,293	\$11.03
December 2017	Sale	\$300,000	19,367	\$15.49
December 2017	Purchase	\$386,000	29,548	\$13.08
May, 15th 2018	Sale	\$3,096,042.35	172,513	\$17.95
May, 29th 2018	Purchase	\$2,540,389.49	196,325	\$12.94

As you can see above, we have taken some action over the past six months in our Bristow Group investment. Before we get into the details, we would like to mention that even though it may look like we are day traders with all the transactions we have made with this stock we still remain, in every way, value investors. The only reason why we had increased transaction volume in our Bristow investment is due to the fact that other investors in the company have been very emotional over the past few years, and it has caused the company stock to be more volatile.

Even though the stock price has been volatile, it does not mean the company’s operations have followed suit. When the stock went up to \$19 a share, the company was running the same way as when it dropped down to \$6 a share in May of 2017. Through all of this, we were able to buy at a very attractive valuation and then sell at what we thought the company was worth.

Our realized gain in Bristow since our investment in November of 2016, has been \$1,050,695.35 (40.6%) or an annualized compounded gain of roughly 93.5%. This is due to a good portion of our capital only being invested for a short period of time.

Our total combined realized and unrealized return to date is \$1,280,451.61 (49.4%), or an annualized compounded gain of roughly 160%. Again, it is inflated also due to the fact that a large portion of the capital has only been at work for a short period of time.

We will continue to monitor this investment and make a move when we think it is an appropriate time and value. Our investment in Bristow embodies how companies do have a true underlying value and the market usually misrepresents it. The usual occurrence is the stock is trading above its true value or below its true value. At any given time, we don't know the exact value of Bristow, but nor does anyone else. What we do know, is when a company (that even with a margin of safety) is worth \$18 per share, and it is selling for \$13 or less, we need to make a purchase. That can go the other way as well, when the stock hits its value of \$18 per share, we also need to sell since anything above that is not worth owning.

We look forward to the future of our investment in Bristow Group.

National Security Group (Insurance Company):

Since we like to get this letter out to partners in early July we are not able to report the full six months of NSEC's results since they are not released until the end of August. We are able to share the first three months of 2018's results.

Compared to the last couple of years, the first three months of 2018 have turned around for the insurance industry. Over the past two years, there was an uptick in claims due to different weather phenomenons. Coming into the third year, our assumption was that odds of that pattern continuing were lower. We think it is comparative to an individual rolling dice. The individual has a 1/36 chance of rolling a '12' but a 1/46,656 chance at rolling a '12' three times in a row. These weather patterns directly affect an insurance company's underwriting performance.

In the first quarter of 2018, NSEC had a pre-tax income of \$757,000 compared to a pre-tax loss in 2017 of (\$875,000). We had a more normalized \$758,000 in catastrophe losses compared to an un-normalized \$3,521,000 in catastrophe losses in 2017 first quarter.

Due to a couple years of bad storms, our "tangible" book value per share at NSEC stands at \$18.53 as of 3/31/18 compared to \$19.08 on 3/31/17. This is reassuring, though, since they also paid out \$.25/share in dividends during that time frame and were still able to hold their ground from a valuation aspect.

Here are their 2018 Challenges and Opportunities:

- Generation of premium revenue growth while maintaining sufficient underwriting margins.
- Continue to work toward the goal of an upgrade in their AM Best Rating.
- Continue to reduce debt with the goal of eliminating remaining \$3 million of Mobile Attic litigation related debt by 2020.
 - *\$1.0 to \$1.5 million reduction expected in 2018.*
- Reap short term benefits of lower federal tax rates.
 - *Over the long term, competitive pressure is likely to erode some of the benefit.*
- Remain nimble as industry evolves through changes driven by technology.

Meridian currently owns roughly 12% of NSEC and we look forward to holding this investment over the years to come. They have an extremely disciplined approach, and a great plan for future growth that we are honored to be a part of.

NorMont Equipment Company:

“Achieve less, with more” has been our main strategy at NorMont Equipment over the past six months. Below explains our progress thus far this year.

Revenue:

In the first half of 2018 our revenue was \$4,068,009 compared to \$4,182,622 in the first half of 2017. The reduction of (\$114,613) was caused by less units sold in our territory. Our parts department though, did counteract that reduction with its 28.4% growth year over year.

Total Gross Margin:

In the first half of 2018 our total gross margin was \$816,573 or 20.1% compared to \$897,108 or 21.45% in the first half of 2017. The reduction of (\$80,535) was caused by less revenue, as well as, a reduction in our gross profit margin. Margin growth is something we would like to continue to work on as we move forward.

Operation Expenses:

In the first half of 2018, our operation expenses totaled \$690,717 or \$115,119/ month, compared to \$818,071 or \$136,345/ month in the first half of 2017. The reduction of (\$127,354) was due to streamlined operations as well as cleaning up our balance sheet so we have less unneeded depreciation expenses.

Net Operating Income:

In the first half of 2018, our Net Operating Income was \$125,856, compared to \$79,037 in the first half of 2017. The gain of \$46,819 was mostly achieved by streamlining operations and cleaning up our balance sheet.

Our Goals Moving Forward:

1. Grow our parts department, which will be one of our most profitable departments.
2. Continue to watch our operation expenses closely to achieve more with the business we bring in.
3. Continue to sell off unneeded assets, to not only free up that capital to work for us elsewhere, but to also lower our depreciation costs in our operation expenses.
4. Continue to hire, train, and retain loyal staff.
5. And of course grow our top line business year over year!

As always we look forward to the coming years of NorMont Equipment and the team we have working on site that has been nothing but loyal and hard working since day one.

* * *

Overall, we are pleased with our results in the first half of 2018, and look forward to the rest of the year. Even though investments like Bristow don't happen every day, it is always exciting to see such a phenomenal return in such a short period of time with our investing strategy. Price is what you pay, but value is what you get!

As we have said in the past, Meridian will shine when the general market is in a bear market, but on average it will match, if not 'lag,' in a bull market. Our goal is to simply beat its long-term average and not its short-term variances. Since the start, we have said "don't judge us on our annual performance, but instead judge us on a 5-year track record." We are proud to say that even though the general market has been in a bull market the past 5.5 years with a 12.55% annual return, Meridian was able to outperform with a 13.8% average annual return. Historically, the average bull market has lasted nine years, and presently we are in the tenth year of this one. We are not saying there is a recession around the corner, but if there is one, this is where we are structured to shine even more!

I mentioned this in the last letter, but I want to make sure everyone knows that "Ritaway, LLC" was renamed "Abernathey Holding Co.", and we would like to insure you that this change has no affect to Meridian Investments I, LLC. It is simply the management company of Meridian Investments I, LLC that decided to operate under a different name/brand.

Thank you again for your investment in Meridian. It is our pleasure to help you work towards your financial goals, and we are looking forward to the coming months and beyond. If you have any questions, please let us know!

Cordially,

Andrew J. Abernathey
General Partner

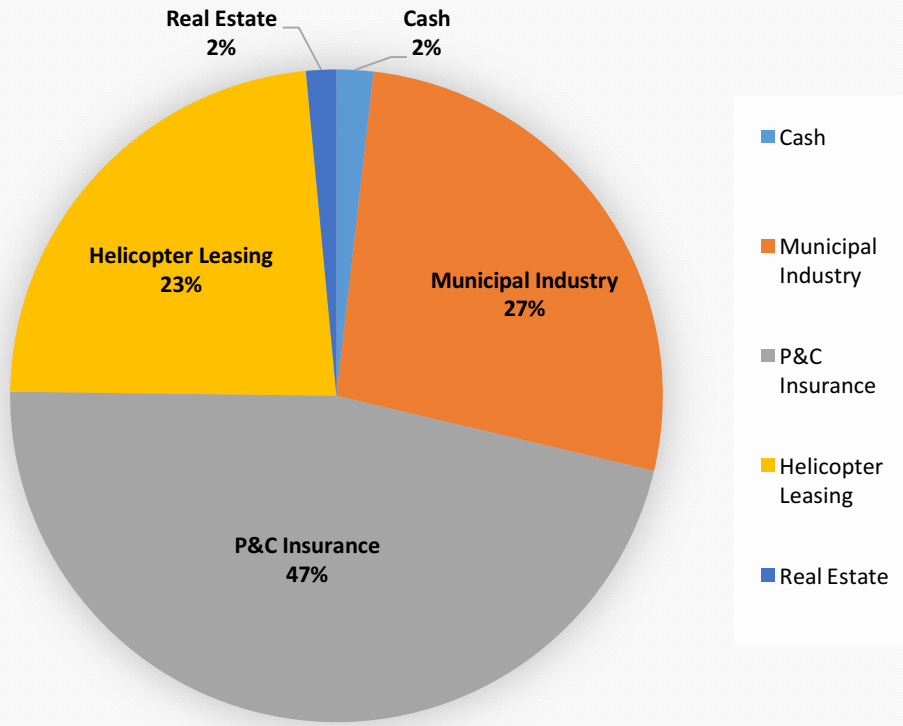
Guy Abernathey
Board Member

David Nelson
Board Member

Jack Paris
Board Member

William McManus
Board Member

Portfolio



June 30, 2018 Unaudited Balance Sheet for Meridian Investments I, LLC

Meridian Investments, LLC

BALANCE SHEET

As of June 30, 2018

	TOTAL			
	AS OF JUN 30, 2018	AS OF DEC 31, 2017 (PP)	CHANGE	% CHANGE
ASSETS				
Current Assets				
Bank Accounts				
Interactive Broker Cash Account	-26,345.32	1,420.00	-27,765.32	-1,955.30 %
Meridian Bank Account	231,298.69	411,246.81	-179,948.12	-43.76 %
Meridian Bank Account (deleted)	0.00	-121,245.00	121,245.00	100.00 %
Total Meridian Bank Account	231,298.69	290,001.81	-58,703.12	-20.24 %
Natural RE, LLC	980.00	173,704.97	-172,724.97	-99.44 %
Natural RE, LLC Bank Account (deleted)	0.00	980.00	-980.00	-100.00 %
Total Bank Accounts	\$205,933.37	\$466,106.78	\$ -260,173.41	-55.82 %
Accounts Receivable				
Accounts Receivable	0.00	0.00	0.00	
Capital Commitments	0.00	2,658,928.58	-2,658,928.58	-100.00 %
Due from NorMont Equipment	582,510.45	613,160.45	-30,650.00	-5.00 %
Total Accounts Receivable	\$582,510.45	\$3,272,089.03	\$ -2,689,578.58	-82.20 %
Total Current Assets	\$788,443.82	\$3,738,195.81	\$ -2,949,751.99	-78.91 %
Fixed Assets				
Bristow Group	2,770,145.75	2,531,365.12	238,780.63	9.43 %
National Security Group	5,533,670.88	5,018,525.80	515,145.08	10.26 %
NorMont Equipment Co.	2,616,936.37	3,200,000.00	-583,063.63	-18.22 %
Total Fixed Assets	\$10,920,753.00	\$10,749,890.92	\$170,862.08	1.59 %
Other Assets				
Acum Depr - Loan Fees	-10,416.00	-10,416.00	0.00	0.00 %
Capital Commitments Due 2 (deleted)	0.00	-3,065,714.29	3,065,714.29	100.00 %
Loan Fees	17,580.00	17,580.00	0.00	0.00 %
Natural RE Assets, LLC	182,704.97	10,000.00	172,704.97	1,727.05 %
Office Security Deposit	200.00	200.00	0.00	
Total Other Assets	\$190,068.97	\$ -3,048,550.29	\$3,238,619.26	106.23 %
TOTAL ASSETS	\$11,899,265.79	\$11,439,536.44	\$459,729.35	4.02 %
LIABILITIES AND EQUITY				
Liabilities				
Current Liabilities				
Credit Cards				
Meridian LOC (deleted)	0.00	212,943.56	-212,943.56	-100.00 %
Total Credit Cards	\$0.00	\$212,943.56	\$ -212,943.56	-100.00 %
Other Current Liabilities				
Accrued interest	4,286.98	4,286.98	0.00	0.00 %
Subscription Deposit	35,000.00	35,000.00	0.00	0.00 %
Total Other Current Liabilities	\$39,286.98	\$39,286.98	\$0.00	0.00 %

	TOTAL			
	AS OF JUN 30, 2018	AS OF DEC 31, 2017 (PP)	CHANGE	% CHANGE
Total Current Liabilities	\$39,286.98	\$252,230.54	\$ -212,943.56	-84.42 %
Long-Term Liabilities				
Loan (deleted)	0.00	-30,000.00	30,000.00	100.00 %
LOC	0.00	390,427.83	-390,427.83	-100.00 %
Midwest Bank Loan	2,601,785.71	2,658,928.57	-57,142.86	-2.15 %
NorMont Promissory Note 1	1,104,172.58	1,146,020.96	-41,848.38	-3.65 %
NorMont Promissory Note 2	50,000.00	50,000.00	0.00	0.00 %
NorMont Promissory Note 3	219,112.00	224,272.00	-5,160.00	-2.30 %
Total Long-Term Liabilities	\$3,975,070.29	\$4,439,649.36	\$ -464,579.07	-10.46 %
Total Liabilities	\$4,014,357.27	\$4,691,879.90	\$ -677,522.63	-14.44 %
Equity				
Capital Commitments Due	-3,091,785.72	-3,065,714.29	-26,071.43	-0.85 %
Invested Capital	10,325,250.00	9,615,250.00	710,000.00	7.38 %
Market Value Adjustment	1,018,655.45	997,040.08	21,615.37	2.17 %
Opening Balance Equity	-43,322.54	-133,207.56	89,885.02	67.48 %
Realized Capital Gain	846,409.97	281,732.74	564,677.23	200.43 %
Retained Earnings	-947,444.43	-947,444.43	0.00	0.00 %
Net Income	-222,854.21		-222,854.21	
Total Equity	\$7,884,908.52	\$6,747,656.54	\$1,137,251.98	16.85 %
TOTAL LIABILITIES AND EQUITY	\$11,899,265.79	\$11,439,536.44	\$459,729.35	4.02 %