

PRAETORIAN CAPITAL

May 2022

DISCLAIMER



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Return objectives are provided for comparison purposes and only as a guideline for prospective investors to evaluate a particular investment program's strategy and accompanying information. Targeted returns reflect subjective determinations by the Manager. Performance may fluctuate and should be evaluated over the time period indicated and not over shorter periods. There is no guarantee that the Manager will be successful in achieving the Fund's investment objectives. An investment in the Fund contains risks, including the risk of complete loss. Targeted returns are not intended to be actual performance and should not be relied upon as an indication of actual or future performance.

This Presentation contains forward-looking statements as of the original date of this document which may be identified by, among other things, the use of words such as "expects," "anticipates," "believes," or "estimates," or these terms' negatives, and similar expressions. Forward-looking statements reflect the Manager's views as of such date with respect to possible future events. Actual results could differ materially from those in the forward-looking statements. Investors are cautioned not to place undue reliance on such statements. No party has an obligation to update any of the forward-looking statements in this document. These materials should only be considered current as of the date of publication without regard to the date on which you may receive or access the information.

No assurances can be given that any hedge fund's investment objectives will be achieved, and investment results may vary substantially month to month. Performance information is net of any incentive allocation. As with any hedge fund, **past performance cannot assure any level of future results**. Actual returns for each investor may be different due to timing of investments. The performance information herein has been prepared by Praetorian Capital Management LLC and has not been independently audited or verified except for certain year-end data (as specified). The use of a different methodology for preparing, calculating, or presenting returns may lead to different results and such differences may be material.

Seeking *absolute* returns in a benchmarked world

Praetorian is a **deep value, global micro** partnership dedicated to seeking non-correlated, asymmetric returns. Our actively-managed strategy seeks **absolute returns** through highly concentrated investments exhibiting inflecting secular or cyclical tailwinds.



Flexibility

Modern hedge fund “style boxes” restrict Alpha and can lead to underperformance. We seek to shift with the tide and go where the Alpha goes to provide our investments a positive tailwind.



Concentration

We believe concentration leads to absolute outperformance. We seek to hold 6 to 12 of our “best ideas” and are agnostic about their monthly volatility.



Alpha at Inflections

We believe the highest IRR is attained near macro or idiosyncratic inflections.



Actively Managed and Unhedged

We believe hedges cost upside. Instead, we tactically trade Event-Driven situations (long and short) and utilize option strategies for non-correlated, short-term returns to augment our core portfolio holdings.

**We are looking to partner with a highly select group of
investors who share our beliefs**

HOW WE DIFFER

We believe hedge funds have become over-institutionalized, under-performing, pseudo-mutual funds with exorbitant fees

Typical hedge funds*:

- Have underperformed the market or are highly correlated to the market, aka “closet” indexers
- Put themselves into a style box in an effort to raise capital creating a drag on performance when the style falls out of favor
- Are focused on raising capital rather than creating Alpha
- Have little regard for macro forces, catalysts or trend inflections which can create headwinds and perpetuate value traps

*Subjective opinion of the investment manager

Praetorian Capital:

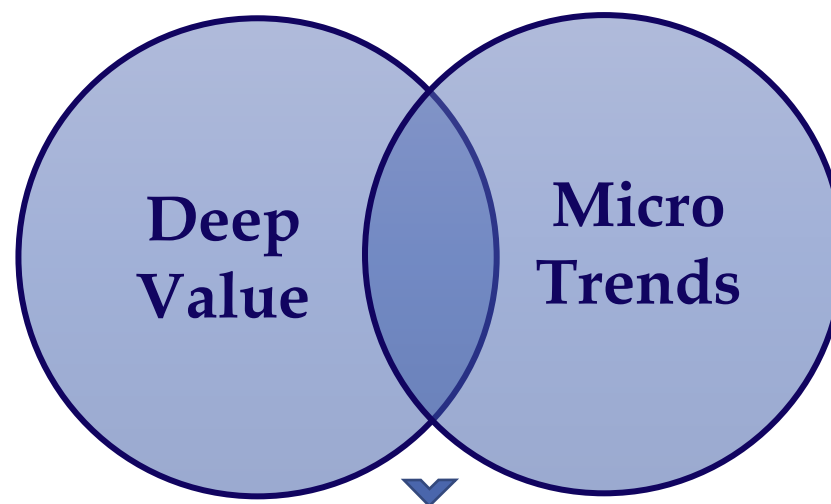
- Modeled after “old school” hedge funds; we are concentrated and volatile, believing absolute performance trumps beta-adjusted, benchmarked returns
- We eschew style boxes. Alpha is not static; active management and our global micro mandate provides the flexibility to capture Alpha in any market environment
- Our bottom-up analysis provides downside protection while remaining laser focused on the top-down global micro inflection that creates a tailwind

Praetorian seeks to build a book of 6 to 12 asymmetric opportunities with multi-bagger potential and minimal downside through *inflection investing*

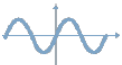
- Focus on small capitalization, publicly traded securities (<\$1 billion market capitalization), with the ability to use a moderate amount of leverage
- Focus on undervalued, misperceived and misunderstood equities that have the potential for high returns on investment; yet downside is limited by strong underlying balance sheets and robust cash flows
- Emphasis on ‘inflecting’ fallen angels, turnarounds, or rehabilitation stories with strong underlying assets
- Emphasis on cheap securities with ‘inflecting’ global micro tailwinds

DEEP VALUE, GLOBAL MICRO

Global Macro focuses on trends in rates, FX, and major commodities.
We focus on the Global Micro trends that are ignored by others.



The intersection of value and micro trends accelerates price realization


Cycle
Inflections


Special Situations


Company
Transformations


Market
Misidentifications


Thematic Tailwind

OUR EDGE

Quants have arbed away the informational edge; but computers think linearly creating opportunities at inflection points

Small Capitalization

- Small and micro cap companies (sub \$1 billion market cap) statistically outperform the broad market giving us a built-in edge.

Technical Factors

- Institutional constraints and indexing can cause forced-selling when sectors and assets fall out of favor causing securities to trade below intrinsic values.

Unknown & Unfollowed

- Popularity of passive indexing creates opportunity below the market cap threshold of indexes and institutions (generally \$500 million), leaving “orphaned” equities that are unknown, underfollowed or misunderstood.

Inflection Investing

- Top-down and bottom-up research identifies catalysts or transformational changes to drive near-term Alpha and avoid value-traps.

Active Management

- Non-correlated opportunistic trading and special situations drive near-term Alpha as our long-term positions realize their full potential.

OUR CROWDSOURCED EDGE



The Adventures in Capitalism community provides unparalleled access to experts and management teams

- Over 10,000+ active and engaged subscribers. Widely quoted and re-posted which further increases the audience reach
- Used as a proprietary expert network to source industry intelligence and insider scuttlebutt
- Offers ability to stress-test ideas as industry insiders frequently email comments and criticisms
- Inbound inquiries provide constant idea flow and idea generation from like-minded readers
- Engaged readership assists in attracting investor interest to our portfolio names thereby accelerating price realization and quickly re-rating investments which further increases IRR
- Provides clout to influence company decisions and strategy

AdventuresInCapitalism
Small Companies--Big Upside

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REPEATABLE PROCESS

1 Idea Generation

- 20 years of experience provide immediate pattern recognition and ingrained research in recurring cycles
- Inbound ideas from our custom built, proprietary network of 10,000+ engaged connections
- Event-Driven trades via our proprietary KEDM monitors
- Active traveling and trade conferences creates a map of our investing universe
- Proprietary screens, financial news, newsletters, trade journals, SEC filings
- Timely ideas move to an in-depth review stage

2 Research and Analysis

- Top-down research of micro trends including trade journals, conferences, industry data, momentum indicators and historical data sets
- Bottom-up fundamental analysis of securities including proprietary screen of company executives, comp, insider buying, traditional value metrics and balance sheet stress-testing
- Expert opinions via our in-house proprietary network (Adventures In Capitalism)
- Identification and analysis of the key catalyst or inflection of trend; refrain from “value traps”
- Utilize outsourced labor to collect basic data that cannot be automated
- CIO only spends time on critical thinking and stress testing investments and trades

3 Portfolio Management

- Identification of 6 to 12 “asymmetric opportunities” targeting 5 to 1 reward to risk
- Continuous top-down and bottom-up stress test of investment. If the thesis is disconfirmed, exit the position
- Active management augments core portfolio volatility. Shorts expressed via options are opportunistic by nature
- Utilize option strategies to lower our cost basis and reduce risk
- CIO has sole discretion over the book

Focus on the downside and the upside will take care of itself*

- Asymmetric risk to reward ratio provides significant protection to portfolio returns even when we are wrong
- Bottom-up balance sheet analysis limits risk of permanent loss of capital
- Shorts will generally be expressed via options with predefined risk
- Continuous stress-testing and real-time monitoring of incoming data to try to disprove the thesis. If disconfirmed, exit immediately

PORTFOLIO METRICS

	Longs	Shorts
Targeted exposure	60% to 120% gross	0 to 40% gross
Portfolio hard cap	150% gross	150% gross
Sector hard cap	35% at cost	N/A
Individual company hard cap	20% at cost	N/A
Targeted market cap	< \$1B	> \$1B
Targeted holding period - core	3-36 months	<18 months
Targeted holding period - active	< 3 months	< 3 months

We bring a collective 50 years of mistakes and lessons-learned

Harris Kupperman
Founder and Chief Investment Officer



Harris Kupperman is the founder of Praetorian Capital Management LLC, an investment manager focused on using global micro trends to guide stock selection and Event-Driven strategies.

Mr. Kupperman is also the chief adventurer at AdventuresInCapitalism.com, a website that details his investments and travels, and is a contributor to www.KEDM.com, an Event-Driven newsletter.

Additionally, Mr. Kupperman is the Chairman and CEO of publicly traded Mongolia Growth Group (YAK: Canada and MNGGF: USA), a role which gives him unique perspective into companies as both an operator and financier.

Wes Cooper
Chief Financial Officer

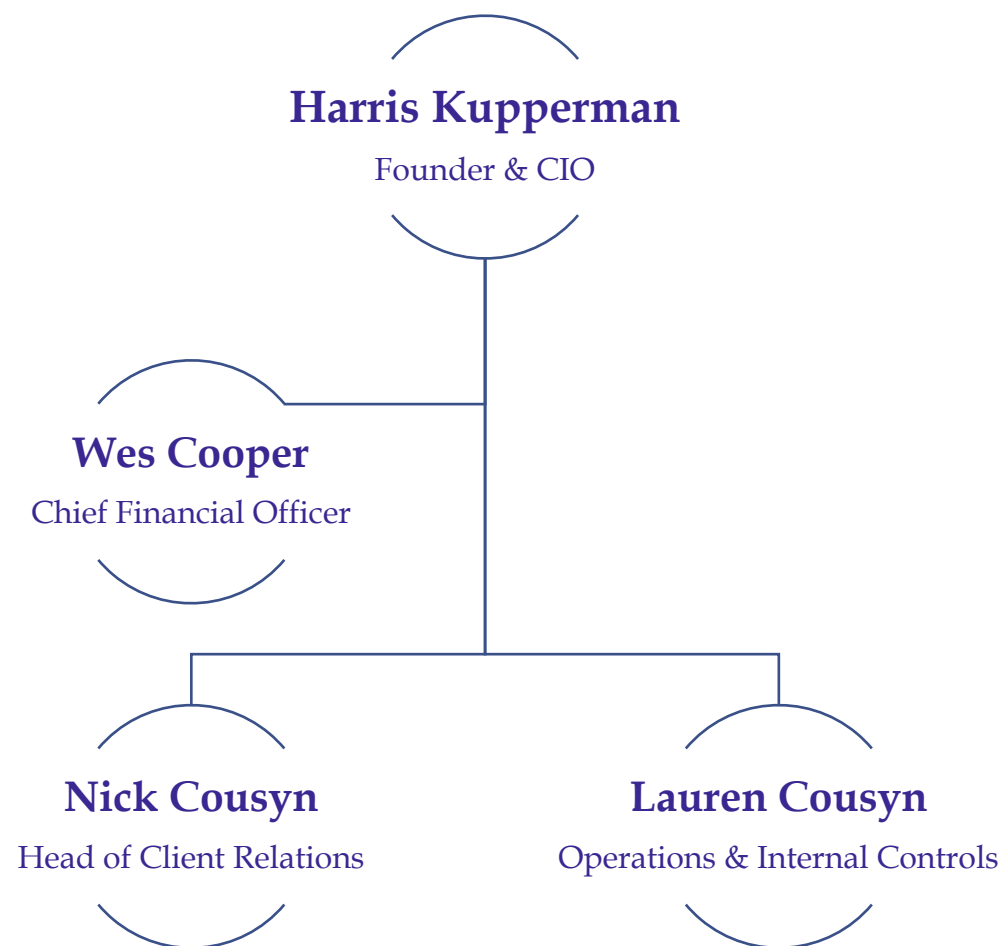


Wes Cooper has been involved in the financial services industry for over 30 years and has been focused on hedge funds since 2003.

His experience with Ernst & Young and several years in the internal audit department of a regional securities brokerage firm have provided a solid background in compliance.

He is a licensed CPA.

ORGANIZATIONAL STRUCTURE



We eat our own cooking

Partners have a substantial portion of their liquid net worth invested in the fund. As such, we are looking for long-term partners not simply investors. We believe the right partners are an important ingredient to sustaining our edge and absolute performance. In an effort to discourage incompatible partners, do not invest if:

- You measure risk in terms of volatility
- You want smooth returns
- You cannot take a 3-5 year view of performance
- You need the capital in the short-term
- You allocate more than 5% of your net worth to meet our minimum investment

INVESTMENT TERMS

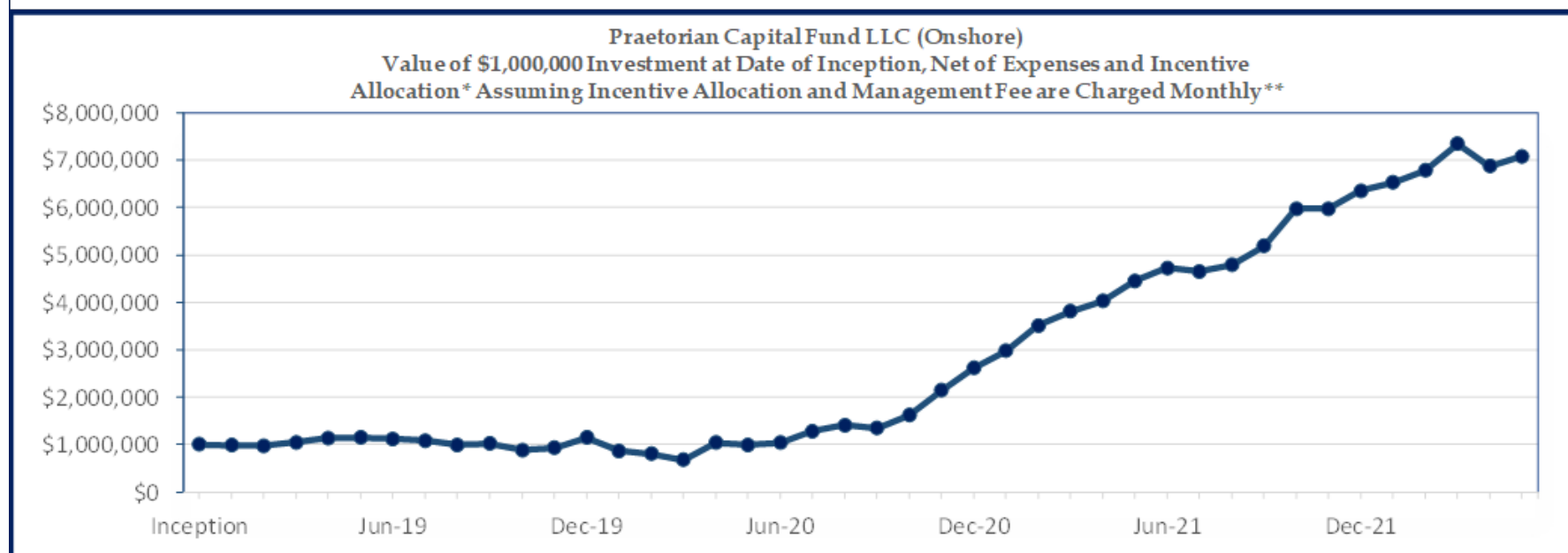
Minimum Investment - Onshore	\$5,000,000
Minimum Investment - Offshore	\$500,000
Minimum Incremental Investment	\$25,000
Subscriptions	Monthly
Redemptions	Monthly with 30 days notice
Terms	1.25% Management Fee 20% Incentive Allocation
High Water Mark	Yes

STRUCTURE & SERVICE PROVIDERS

Inception Date (Onshore)	January 2019
Inception Date (Offshore)	October 2021
Offshore Domicile	Cayman Islands
Structure	Mini-Master Feeder
Prime Broker	Interactive Brokers
Legal	Tannenbaum Helpert Syracuse & Hirschtritt LLP
Audit	Kaufman Rossin, P.A.
Administrator	Opus Fund Services
Bank	CIBC Bank USA

HISTORICAL PERFORMANCE

Praetorian Capital Fund LLC (Onshore)—Net Return Since Inception*													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Full Year
2022	2.76%	3.92%	8.21%	-6.36%	2.97%								11.42%
2021	13.76%	18.12%	8.40%	5.82%	10.54%	5.98%	-1.58%	3.00%	8.36%	15.19%	-0.01%	6.30%	142.87%
2020	-24.62%	-7.18%	-15.98%	53.65%	-4.55%	5.23%	22.71%	10.22%	-4.38%	20.03%	32.50%	21.95%	127.51%
2019	-1.31%	-1.33%	7.71%	8.82%	0.63%	-2.81%	-3.18%	-8.08%	2.93%	-13.10%	4.26%	24.09%	14.97%



* Unaudited net return data is estimated, net of all fees and expenses (using the expense structure in place at the time, which was: a maximum of 2% expenses from Inception of PCF LLC on January 1, 2019 through December 2020, and a 1.25% Management fee since January 2021). For PCO Ltd., the fee has been a 1.25% Management fee since its inception date of October 1, 2021.

** No investor has achieved these precise results. Chart is for illustrative purposes and is intended to provide a basis for further discussion.

Praetorian Capital Offshore Ltd. is a "feeder fund" into the Master Fund (Praetorian Capital Fund LLC) and will have slight return discrepancies due to differences in inception dates and expenses.

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