



PECORA | CAPITAL

PECORA | CAPITAL

Pecora Capital is a global macro investment firm. Our aim is to provide above-average risk-adjusted returns by exploiting short-term trading strategies on liquid futures and currency markets using our unique high-tech platform. We target absolute returns with moderate volatility, and low correlation to traditional asset classes.



THE STORY BEHIND our company name

Our namesake is **Ferdinand Pecora**, a Sicilian immigrant to New York who overcame enormous odds to become one of the most important regulators in financial history. The Pecora Commission led to extensive regulatory reforms in the aftermath of the Great Depression promoting a secure and competitive financial sector. We find this to be a source of inspiration.



Aaron L. Smith
Managing Director

Aaron Smith is the founder & managing director of Pecora Capital. He oversees the company's global business strategy and research activities for the development of proprietary trading technologies. Aaron maintains the series 3 license in the United States and is a member in good standing of the National Futures Association. Mr Smith holds a degree in finance and international business from the Leonard N. School of Business at New York University. He began his career on Wall Street working in the Private Client Group at Morgan Stanley's 2 World Trade Center offices.

Prior to founding Pecora Capital, Aaron served as managing director at the Superfund group of companies from 2002 to 2011. During his time with the group, he was responsible for front office activities, including the devel-

opment and sales of various alternative investment fund structures for institutional and private investors. In 2002, he pioneered one of the first publicly offered managed futures funds in the United States, which was registered with the SEC. In addition to serving as the associated person in the United States regulated Superfund entities, he was the responsible officer for Types 1 and 4 regulated activities under the Securities and Futures Ordinance for Superfund Financial (Hong Kong) Ltd. He also became a licensed financial advisor in Singapore in 2008 and ran the Asian arm of the business, carrying on the duties of Chief Executive Officer of Superfund Financial (Singapore) Pte Ltd.

Aaron is a member of the International Protestant Church of Zurich, where he is blessed to teach Sunday school.

William Adams
Head Trader

Previously, William served as portfolio manager at Resilience AG, a multi-billion dollar family office in Zollikon, Switzerland. William is a graduate of Northwestern University. He has 17 years experience in financial markets with over 8 years developing and structuring investment portfolios, designing systematic trading strategies and

preparing risk management protocols, including alternative investments, for private investors, family offices, hedgers, corporations, institutional speculators and pension funds. William maintains a Series 3 license and is also a member in good standing of the National Futures Association (the "NFA") in the United States.

Jeff Harpur
Head of Risk

Jeff is a qualified Chartered Accountant (S.A.), having completed his articles with PricewaterhouseCoopers in South Africa in 2008. Jeff then entered the international financial services industry, working with Acumen Group as a consultant in the Reinsurance industry in Bermuda. He moved to Switzerland in 2012, continuing his consulting career with

Ernst & Young in Zurich and specialising in the banking and insurance sector, working with some of the largest international banks, insurers and reinsurers. Jeff earned his Bachelor of Commerce (Honours) from the University of Natal, and is an avid surfer, skier and mountaineer.

Max Ferri
Independent Director

Mr. Ferri is an independent non-executive director, and is the Chief Risk Officer and Senior Operational Due Diligence Analyst of Swiss Capital Invest Holding (Dublin) Ltd, an AIFM providing investment management services to institutional investors. Mr. Ferri has over 17 years of experience in the financial markets, including 8 years of direct investment management and tax experience working for a private bank in the Caribbean (1999-2006), and 7 years of hedge fund consultancy, legal, tax and operational due diligence experience working as Managing Director/Head of Operational Due Diligence for Laven Partners in London (2006-2012). Mr. Ferri has performed investment and operational due diligence visits with top tier investment managers all over the world, and has experience in hedge

funds, fund of funds and private equity fund structures. He was most recently a co-author and committee member for various AIMA publications, including the 2014 Hedge Fund Manager's DDQ. He holds a degree in management from the Barbados Community College, and has passed his Level 3 (Unit 1) IMC CFA Society exam in the UK. He is currently pursuing a Master's Degree in Finance from the University of London. Mr. Ferri is an Approved Director registered with the Cayman Islands Monetary Authority (CIMA).



PERFORMANCE

- 17+% Annualized Rate of Return since 2008.
- No long or short bias, performance is not dependent on the economy.
- Historically excelled during periods of increased volatility and market dislocations..



PORTFOLIO

- Highly diversified portfolio of over 50 global futures markets.
- 50% weighting to the physical commodity futures markets.
- Real asset exposure.



EXPERIENCE

- Track record of over 7 years investing in global futures and foreign exchange markets.
- Over 7 years of experience in developing robust trading and risk management systems.

**QUANTITATIVE AND MACRO ANALYSIS**

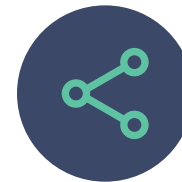
Statistically robust signals, electronic execution

**ABILITY TO EXPLOIT MARKET TRENDS IN UP AND DOWN MARKETS**

Assets are tactically allocated based on the analysis of price and proprietary signals that identify investment opportunities

**TRADING OPPORTUNITIES THROUGHOUT THE MARKET CYCLE**

Diversified asset allocation provides exposure to the futures and commodity markets that are best positioned during various points of the respective market cycle execution

**DIVERSIFIED STRATEGIES POOL - DYNAMIC ALLOCATION**

Trend-following, Contrarian, Mean Reversion, Pattern Recognition, Momentum and Breakout

**RISK-BASED DIVERSIFICATION**

Provides the ability to maintain a balanced, strategic exposure to the fund's investment universe

**ADAPTIVE**

Excels in moderate to high volatility environments

DIVERSIFIED PORTFOLIO

CURRENCIES

USD, Euro, Japanese Yen, Swiss Franc, Pound Sterling, Aussie Dollar ...

ENERGY

Crude Oil, Natural Gas, Heating Oil, Brent Crude

STOCK INDICES

S&P 500, Dow Jones, Nasdaq, FTSE 100, Dax, Euro Stoxx 50, Hang Seng

METALS

Gold, Silver, Platinum, Copper

BONDS

US Treasuries, US 10-Yr Note, Long Gilt, Australian Bond, Japanese Bond

AGRICULTURE

Coffee, Cocoa, Sugar, Cotton, Live Cattle, Lean Hogs

INTEREST RATES

Eurodollar, Euribor, Short Sterling, Euroswiss, Euroyen

GRAINS

Corn, Wheat, Soybeans



OPPORTUNITIES THROUGHOUT MARKET CYCLE

Diversified asset allocation provides exposure to the futures and commodity markets that are best positioned during various points of the respective market cycles

PERFORMANCE MATRIX



Assets are tactically allocated based on the analysis of price and proprietary signals that identify investment opportunities in various markets.

Systematic weighting of positions contributes to the portfolio's current, overall exposure and volatility directly according to prescribed risk parameters.



Strategic Asset Allocation



Tactical Asset Allocation



Position Control and Volatility Assessment

- The risk-adjusted weighting of more volatile markets is lower given that these positions have a propensity to challenge the prescribed risk budget more frequently
- The risk-adjusted weighting of less volatile markets is higher given that these positions have a tendency to challenge the prescribed risk budget less frequently
- The actual strategic allocation varies in accord with current market volatility

Tactical exposure is based on the analysis of price action and proprietary investment models



Real-time analysis of position weightings and volatility (actual & projected)



Strategic Asset
Allocation



Tactical Asset
Allocation



Position Control and
Volatility Assessment

- Designed to monitor the fund's risk parameters on an annual, monthly and daily basis
- Designed to allocate exposure on a predefined scale
- Pro-rata adjustments of the nominal exposure for all new positions in relation to the net value of the fund



The **proprietary trading system** is applied to selected markets



Daily price data for all markets is **processed against historical**



Buy/Sell signals are generated



Risk management criteria, liquidity and volatility **filters are applied**



Optimal portfolio weighting is determined



Entry price & Stop-Loss levels are generated



Trades are executed in the market

Proprietary discretionary overlay

TREND FOLLOWING

Trend Following - Systematic

- Identifies and captures sustained market moves, both long and short
- Diversified portfolio of highly liquid futures and FX markets

MEAN REVERSION

Mean Reversion / Counter-Trend - Systematic

- Identifies reversal trades, often counter to prevailing trends
- Diversified portfolio of highly liquid futures and FX markets

MACRO THEMES

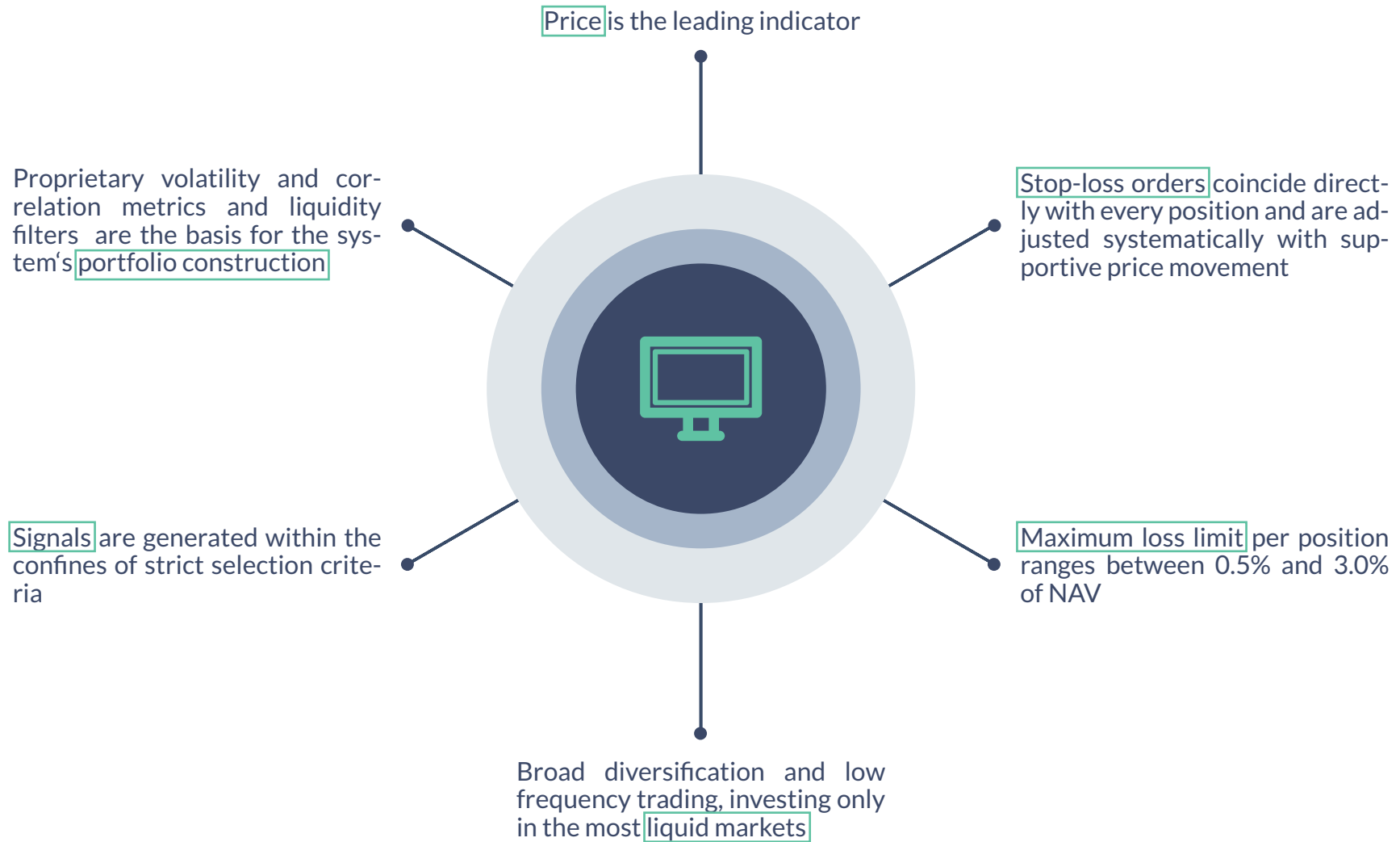
Global macro trading - Discretionary

- Informed diversification from systematic portfolio

HEDGING

Portfolio hedging strategy - Discretionary

- Reactive to news and political events
- Compliments risk management





Risk Measures

- Standard Deviation: target 10-15%
- Average Leverage: 1x - 2x
- Loss Limit Per Position: 0.5% to 3% of NAV



Operational Risk

- Experienced and dedicated team
- Independent and external fund administration and middle office services
- Fund assets held in segregated accounts at top-tier FCMs and custodians.



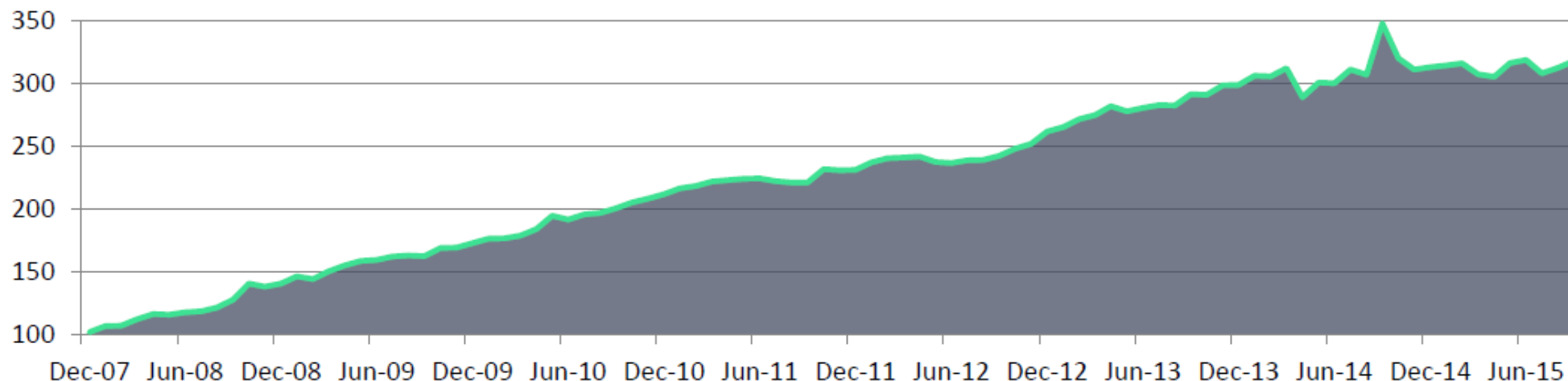
Counterparty Risk

- Select only stable, reputable organizations as business partners
- Legal documentation always reviewed by legal counsel



Operations and Trade Support

- Cross checks between Portfolio Manager and Risk Manager
- All trades confirmed by multiple parties (Pecora Capital, SPC, FCM, and Administrator)
- Independent administrator - cash and position reconciliation, month-end independent NAV
- Most trading activity is done electronically routed through banks and brokers



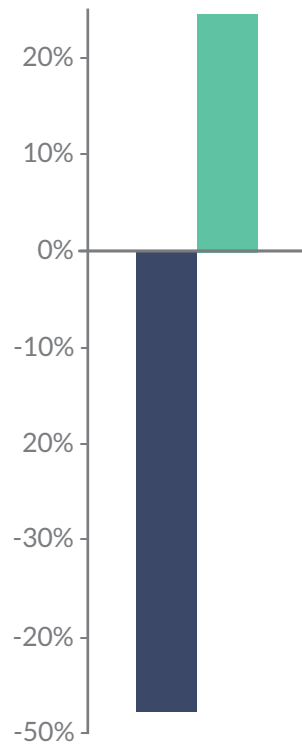
Monthly Performance

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2015	0.44%	0.51%	-2.79%	-0.64%	3.66%	0.73%	-3.35%	1.44%	1.71%				1.53%
2014	2.46%	-0.15%	2.10%	-7.37%	4.00%	-0.17%	3.62%	-1.20%	13.35%	-8.01%	-2.85%	0.66%	4.78%
2013	1.40%	2.32%	1.24%	2.58%	-1.51%	1.01%	0.80%	-0.12%	3.24%	-0.21%	2.64%	0.04%	14.17%
2012	2.60%	1.40%	0.28%	0.28%	-1.75%	-0.35%	0.86%	0.10%	1.42%	2.34%	1.53%	3.91%	13.23%
2011	2.30%	0.84%	1.67%	0.49%	0.41%	0.15%	-0.93%	-0.50%	-0.01%	4.74%	-0.36%	0.14%	9.17%
2010	2.03%	0.12%	1.20%	2.92%	5.80%	-1.53%	2.13%	0.54%	2.00%	2.25%	1.49%	1.63%	22.47%
2009	4.11%	-1.65%	4.46%	2.99%	2.43%	0.49%	1.60%	0.63%	-0.32%	4.03%	0.09%	2.19%	22.95%
2008	4.81%	0.23%	4.85%	3.76%	-0.48%	1.76%	0.54%	2.50%	5.18%	10.21%	-1.87%	1.87%	38.24%

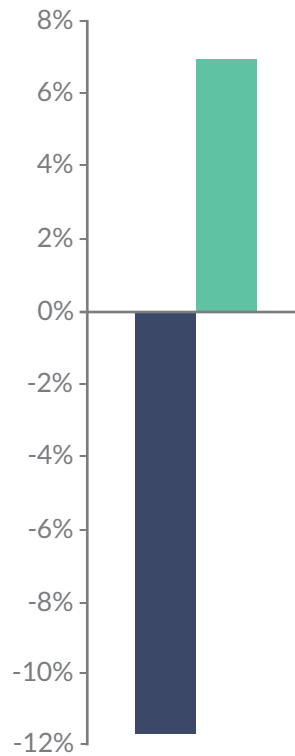
* Estimated MTD as of 10th September

Performance under stress

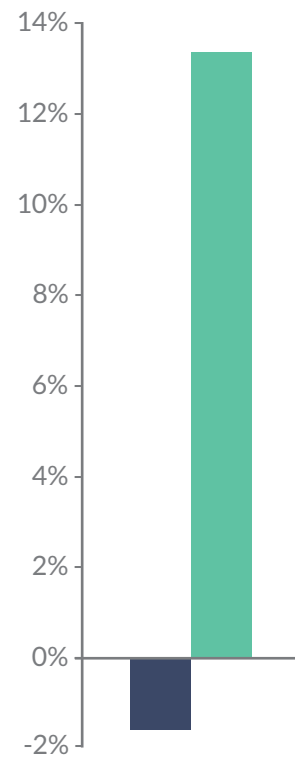
SUBPRIME
MELTDOWN
JUN '08 - FEB '09



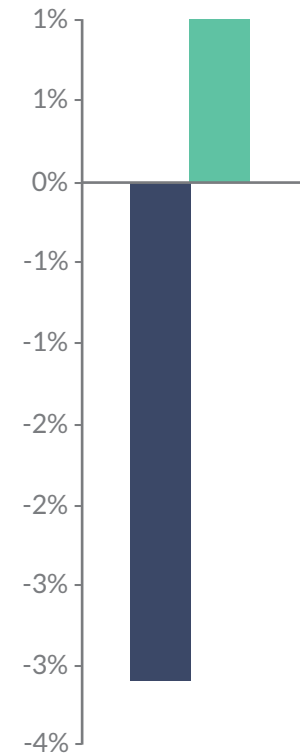
EUROPEAN DEBT
CRISIS
MAY '10 - AUG '10



EBOLA SCARE
SEP 2014



SNB ABANDONS
THE EUR/CHF PEG
JAN 2015



S&P 500 PECORA QDP

Non-Correlation:
Portfolio Protection During Market Crisis & Corrections



QUANTITATIVE DIVERSIFIED PROGRAM

Fund Name	Pecora Capital Fund
Investment Manager	Pecora Capital LLC
Directors	Aaron L. Smith & Massimo Ferri
Administrator	JP Fund Administration (Cayman) Ltd
Auditor	KPMG
Depository Bank	Deutsche Bank
Legal Counsel (US)	Henderson & Lyman
Legal Counsel (Cayman)	Ogier
Swiss Legal Representative	OpenFunds Investment Services AG
Regulators	NFA / CFTC (US), CIMA (Cayman Islands) CISA Compliant in Switzerland Registered with MAS in Singapore as Restricted Collective Investment Scheme
Domicile	Cayman Islands
Subscriptions	Monthly - 5 business days notice
Investment Minimum	\$1,000,000 (Institutional), \$50,000 (Private)
Share Classes	USD, EUR & JPY
Investment Horizon	3-5 years
Entrance Fees & Lock up Period	None

Any information or data provided in this presentation has been obtained from sources we believe to be reliable, but we do not guarantee its accuracy or completeness. Such information reflects current market conditions, is subject to change without notice and should not be relied upon for tax purposes.

Pecora Capital LLC, and their affiliated companies, and/or officers, directors or employees, may at times have a position in any security described above. This information is intended to be confidential and solely for the use of Pecora Capital LLC and those persons or entities to whom it is directed. It is not to be reproduced, retransmitted, or in any other manner redistributed.

The managed account performance is net of fees and expenses, including 2% management fee and 20% performance fee. Data presented before November 1, 2012 is pro-forma and based on backtesting. Managed accounts may exhibit differences when compared to a fund structure (tracking error). Past performance does not guarantee future results. This is not an offering to subscribe for units in any fund and is intended for informational purposes only. An offering can only be made by delivery of the Fund's Offering Memorandum and other supplemental materials. Any information or data provided in this message has been obtained from sources we believe to be reliable, but we do not guarantee its accuracy or completeness. Such information reflects current market conditions, is subject to change without notice and should not be relied upon for tax purposes. Pecora Capital LLC, and their affiliated companies, and/or officers, directors or employees, may at times have a position in any security described above. This information is intended to be confidential and solely for the use of Pecora Capital LLC and those persons or entities to whom it is directed. It is not to be reproduced, retransmitted, or in any other manner redistributed.

The Representative of the Fund in Switzerland is OpenFunds Investment Services AG, with its registered office at Seefeldstrasse 35, CH-8008 Zurich, Tel +41 44 500 31 08, Fax +41 44 500 31 06, www.open-funds.ch. The Paying Agent in Switzerland is Società Bancaria Ticinese SA, Piazza Collegiata 3, CH-6500 Bellinzona, Tel +41 91 821 51 21 and Fax +41 91 825 66 18. The distribution of partnership Interests in the Fund in Switzerland must be made exclusively to Qualified Investors. The place of performance and jurisdiction for the Interests in the Fund distributed in Switzerland is at the registered office of the Representative. Publications in respect of the Company are effected on the electronic platform www.fundinfo.com.

PECORA | CAPITAL