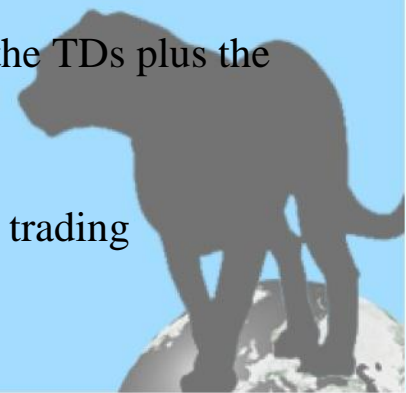


**PANTERA INVESTMENT  
GRADE STRATEGIES FUND**  
*an alternative cash fund*



# Introduction to the Pantera Investment Grade Strategies Fund

- Pantera IGS is a cash fund that invests in time deposits at the highest-rated banks to use as cash collateral for the purchase of new-issue EMTNs and Bonds issued directly from European banks for immediate re-sale at a profit.
- These instruments are purchased from the issuing banks only after receiving firm buy order commitments from institutional account buyers with Pantera acting as intermediary.
- Pantera IGS offers the principal protection of time deposits while trading in new-issue bank MTNs and Bonds for immediate cash profits which stay in the trading account.
- Pantera IGS has been approved by the Luxembourg CSSF and is the first institutional fund to be listed on the Luxembourg Stock Exchange using this low-risk trading strategy.
- The Net Asset Value is calculated each month only from the cash position in the TDs plus the cash trading account at our custodian RBC Dexia Investor Services Bank SA.
- Cash NAV expected to accrete each month due to cash profits accumulated in trading account, and anticipated to have low volatility and upward momentum.



# PANTERA INVESTMENT GRADE STRATEGIES FUND

- Pantera IGS Fund is an open-ended Luxembourg Specialized Investment Fund (“SIF”) that participates in negotiated, volume-based wholesale purchases of **European Bank Medium Term Note and Bond issuances** for sale at an immediate profit.
- Pantera IGS Fund purchases **direct new-issue** MTNs and Bonds on a wholesale basis from large European banks, and sells them through re-sale commitments primarily to financial institutions, or “exit buyers”, **before purchase and delivery**.
- MTNs and Bonds with an **Investment Grade** rating of “BBB” or better by S&P and “Baa” or better by Moody’s, with most buy/sell trades being “A” to “AA” rated securities.



# PANTERA INVESTMENT GRADE STRATEGIES FUND SUMMARY

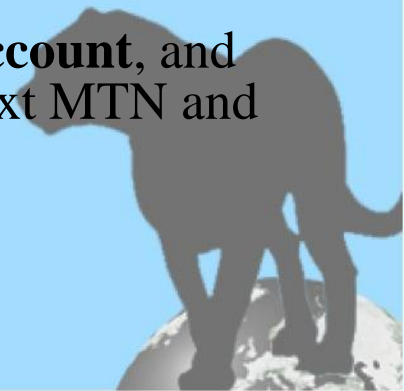
- Fund sells MTNs and Bonds to exit buyers that are primarily insurance companies, pension funds, endowments, and hedge funds on a **pre-arranged, immediate settlement** basis.
- **First institutional fund** in Europe to take part in these MTN and Bond trading allocations using this strategy.
- First MTN trading program fund **approved by the CSSF** to be listed on the **Luxembourg Stock Exchange**.
- Realize **immediate, substantial profits** based on negotiated pricing with issuers and exit buyers.
- Fund is **always in cash**, never long the MTNs and Bonds.



# PANTERA INVESTMENT GRADE STRATEGIES FUND

## DESCRIPTION

- Pantera has cash accounts held in **Time Deposits (“TDs”)** at five large European counter-party banks rated AA- or higher, which serve as **cash collateral** to purchase the MTNs and Bonds.
- Cash trading account at custodian RBC Dexia Investor Services Bank SA (Luxembourg) for **purchase, sale and settlement** of the trades.
- MTNs and Bonds always have a **re-sale commitment** from an exit buyer.
- Purchased on a **conditional buy order term sheet** from issuing financial institution describing coupon, maturity, and price as part of an MTN program.
- Cash profits from each transaction **stay in the cash trading account**, and TD accounts remain funded to be used as settlement for the next MTN and Bond trades.



# PANTERA INVESTMENT GRADE STRATEGIES FUND

## AGENDA

- Pantera shall use the cash in the TD accounts as collateral for MTN and Bond trading with as much volume as permitted.
- Fund can only execute both sides of the MTN and Bond buy/sell trades on the same trade and at a profit.
- Trading volume of 1 – 4 times per week with limit of 30% of total assets per issuer per trade.
- MTNs and Bonds are purchased DVP on a conditional buy order term sheet without ISIN on trade date, then receive security code before settlement date and delivered to exit buyers on Clearstream/Euroclear.
- Management of settlement cycle to maximize ROA on cash from trading.
- Profits from each trade stay in the cash trading account and accumulate.
- Net Asset Value (NAV) determined from cash position in trading account and TDs at the end of each month, no mark-to-market position.
- NAV to be listed on Luxembourg Stock Exchange and determined by Fund administrator & custodian RBC Dexia Investor Services Bank.



# PANTERA IGS FUND PRINCIPAL IS GUARANTEED IN BANK TIME DEPOSITS

- Pantera has its cash invested in TDs as fiduciary deposits at five of the largest and highest-rated European banks, which guarantee **100% of cash principal** plus a nominal rate minimum return.
- The TDs shall be held at these five highest-rated European banks: **Barclays Bank Plc** (*London: AA-*), **BCEE Luxembourg** (*AA+*), **BNP Paribas** (*Lux: AA*), **Rabobank** (*Netherlands: AAA*), and **Crédit Agricole** (*Paris: AA-*). **RBC Dexia Investor Services Bank** (*Lux: AA-*) custodian.
- Fund has principal protection that is guaranteed by large European banks with a **minimum rating of AA-**.
- TD rates and terms are for six months to one year **at no cost** to Fund investors.
- Pantera IGS Fund offers a **TD-rate return floor** for investors while participating in low-risk MTN and Bond trades, taking part in only profitable trades with upside.



# PANTERA IGS FUND IS AN ENHANCED LIQUIDITY FUND

- Pantera IGS Fund is in cash or cash equivalents, so it is an alternative cash and an enhanced liquidity fund with an anticipated low volatility NAV.
- Pantera takes part in new-issue bank MTN and Bond trading because the cash TDs provide the proof of funds for purchase of the securities.
- Custodian bank RBC Dexia Investor Services guarantees settlement since buy/sell trades are done on same trade date, so cash never leaves the TDs.
- Fund has two classes, EUR (€) and USD (\$), investors can subscribe in either class or both.
- At all times, the TDs are funded in 50% EUR and 50% USD so that the Fund remains neutral on the two largest currencies.
- At the end of each trading and settlement day Fund is flat, always liquid.
- Accumulation of cash profits increase the cash position in the cash trading account providing more liquidity for volume trading.
- Cash NAV based on cash value only of TDs and cash trading account combined, calculated each month.



# PANTERA INVESTMENT GRADE STRATEGIES FUND

## BENEFITS

- **Principal guaranteed** - TDs at a minimum of five large European banks rated AA- or higher, with cash trading account at one of the largest AA-rated global custodian banks RBC Dexia Investor Services.
- **Immediate trading profits** - immediate settlement. No long position, no market risk.
- **Ease of exit for investors** - monthly liquidity with no penalty.
- TD rates are the **minimum guaranteed return**.



# PANTERA INVESTMENT GRADE STRATEGIES FUND RISKS

- **MTN Trading Program Discontinuation Risk** - Fund is dependent on a strategy-specific trading platform of bank-issued MTNs and Bonds, risk that it can revert to a time deposit fund.
- **Currency Risk** - SIF accounts in USD (\$) and EUR (€), risk of currency devaluation.
- **Systemic Risk** – TDs and trading account at five large European banks, risk of bank-failure exposure.



# PANTERA IGS FUND EXAMPLE OF BANK MTN OR BOND TRADE

## Purchase Bank MTN on Conditional Buy Order Term Sheet for DVP Settle

Indicative Term Sheet  
European Bank 10YR EURO MTN  
11 MAY 2009

Issuer: European Bank  
Issuer's Guarantor: European Bank  
Form of Debt: EMTN (Euro Medium Term Note)  
Issuer's Guarantor Rating: Moody's Aa2 / Fitch AA-  
Nominal Amount: EUR 25,000,000  
Denomination: EUR 100,000  
Issue Price: 100.00  
**Re-Offer Price: To be determined**  
**Trade Date: 13 May 2009**  
**Settlement Date: 22 May 2009**  
Issue Date: 22 May 2019  
Redemption Date: 22 May 2019  
Redemption Price: 100.00% (at redemption date)  
Coupon: 4.50%  
Basis/Periodicity: Annual, 30/360, unadjusted  
Business Days: For coupon payments, TARGET calendar  
Listing: None  
**ISIN: To be assigned**  
Applicable Law: English law  
**Clearing/Settlement: Delivery versus payment**  
Calculation Agent: European Bank

## Sell Bank MTN to Exit Buyer for Same Day Settlement on Euroclear

Term Sheet  
European Bank 10YR EURO MTN  
11 MAY 2009

Issuer: European Bank  
Issuer's Guarantor: European Bank  
Form of Debt: EMTN (Euro Medium Term Note)  
Issuer's Guarantor Rating: Moody's Aa2 / Fitch AA-  
Nominal Amount: EUR 25,000,000  
Denomination: EUR 100,000  
Issue Price: 100.00  
**Purchase Price: To be determined**  
**Trade Date: 13 May 2009**  
**Settlement Date: 22 May 2009**  
Issue Date: 22 May 2019  
Redemption Date: 22 May 2019  
Redemption Price: 100.00% (at redemption date)  
Coupon: 4.50%  
Basis/Periodicity: Annual, 30/360, unadjusted  
Business Days: For coupon payments, TARGET calendar  
Listing: None  
**ISIN: EU1122334455**  
Applicable Law: English law  
**Clearing/Settlement: Clearstream/Euroclear**  
Calculation Agent: European Bank



# PANTERA INVESTMENT GRADE STRATEGIES FUND

## INITIAL OFFERING, FEES AND REDEMPTION

*The initial offering of shares in the Pantera Investment Grade Strategies Fund (“Sub-Fund”) will take place from 15 January 2010 to 20 September 2010 at USD 1,000 per share for the USD Class and EUR 1,000 per share for the EUR Class, with payment due date of 21 September 2010.*

- Management Fee of 0.85% per annum.
- Performance Fee of 30% above the Hurdle Rate of 9% (High Water Mark).
- Bonus Performance Fee of additional 20% above return of 15%.
- Monthly redemption, no Redemption Fee, 30 days’ redemption notice.
- Minimum investment of €500,000 (Euro, or USD equivalent).
- Fund available to only non-US investors.
- Fund Size Target: €1 Billion.



# PANTERA INVESTMENT GRADE STRATEGIES FUND MANAGEMENT & DIRECTORS

- **Mark Porcelli, Chairman - Fund Manager**
  - 23 years experience in finance, strategies trading, and investment banking
  - Traded fixed-income structured notes, mortgage bonds & derivatives, agency MTNs
  - Worked at first-tier investment banks and brokerage firms
  - Founder of investment banking and consulting firm Continental Advisors SA (Lux)
  
- **Alexander Shalash, Director – Advisor**
  - Partner, Bellevue Asset Management, Head of New Markets, Zurich, Switzerland
  - Senior Fund Manager, Bank Julius Baer Zurich , managed over CHF500M in various funds
  - Sell-side analyst at Lehman Brothers London, Swisscanto Zurich
  - Advisor to Pantera IGS Fund and liaison with fund managers/investors
  
- **Andreea Porcelli, Director – Fund Institutional Sales**
  - 16 years experience in institutional equities sales, syndication, and investment banking
  - Proven track record in raising \$500+M for small-cap companies & project financings
  - Co-Founder, Continental Advisors SA



# **PANTERA INVESTMENT GRADE STRATEGIES FUND EXECUTIVE COMMITTEE**

- **Mark Porcelli - Pantera IGS Fund Manager & Trader**
  - Traded Agency MTNs, Mortgage-Backed Bonds, CMOs, Derivatives, and US Treasuries
  - Traded at Mabon Nugent, NY and Alex Brown (Deutsche Bank), NY
  - Institutional Fixed Income Sales at Credit Suisse First Boston , Nomura, and Wells Fargo Bank
  - Investment Banking and Consulting, Continental Advisors SA, Luxembourg
- **Giuseppe DiStefano - Pantera IGS Fund Fixed Income Advisor**
  - Headed San Paolo IMI Syndicate & Bond Trading, Luxembourg & Milan
  - Headed Fixed Income Trading & Syndication, Banco Profilo, Milan
  - Currently trades Fixed Income, Options, and Derivatives for own macro fund, Alessia Fund
  - Advisor to Pantera IGS Fund with over 20 years of experience in fixed income trading



# PANTERA INVESTMENT GRADE STRATEGIES FUND ADMINISTRATORS & ADVISORS

- RBC Dexia Investor Services Bank SA
  - Fund Administrator and Custodian, Luxembourg
- PricewaterhouseCoopers Luxembourg
  - Auditors
- Elvinger, Hoss & Prussen
  - Legal Advisors, Luxembourg
- Pantera Advisory Company SA
  - Advisor to the Fund, Luxembourg



# PANTERA INVESTMENT GRADE STRATEGIES FUND

## Contact Information

### **Pantera IGS Fund**

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### **Mark Porcelli, Fund Manager**

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### **Pantera SICAV**

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Fonds d'Investissement Spécialisé*

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### **RBC Dexia Investor Services Bank SA**

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