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ASSET MANAGEMENT

Cachet Asset Management

A partner to building wealth

Cachet Multi Strategy Fund SPC - Cachet Special Opportunities SP

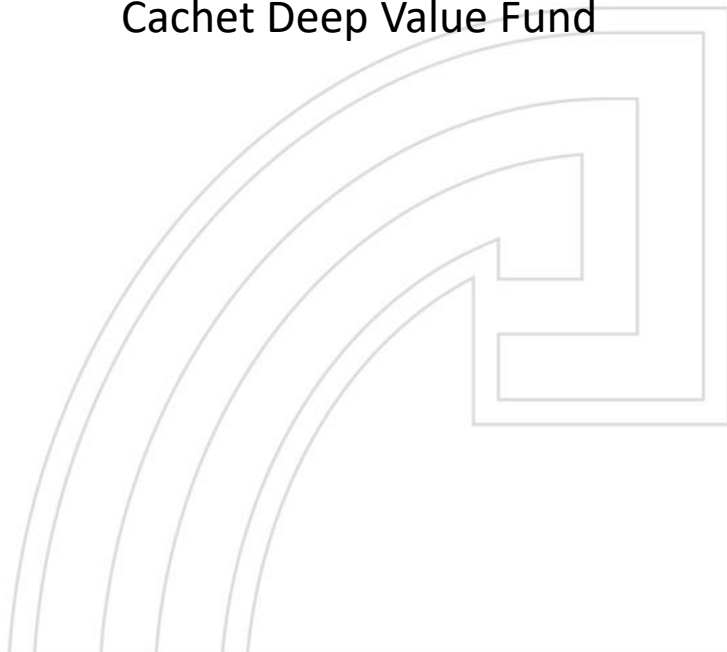
Presentation Dec 2019



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Cachet Asset Management Overview

- Cachet Asset Management (CAM) was established in 2014, headquartered in Hong Kong.
- CAM was started as a multi family offices for Ultra High Net Worth families in greater China region and expanded to become a comprehensive asset management firm which offers proprietary hedge funds, private equities and direct investment opportunities for investors
- CAM is currently managing 3 hedge funds: Cachet Special Opportunities Fund , Cachet Asia Focus Fund and Cachet Deep Value Fund



Investment Strategy

- Cachet Special Opportunities is a multi strategy **fund** primarily position the portfolio based on the macro trends, combining with strong stock selection and technical analysis. The fund is particularly strong on the companies currently or prospectively involved in corporate transactions of a wide variety including but not limited to mergers, restructurings, financial distress, tender offers, shareholder buybacks, debt exchanges, security issuance or other capital structure adjustments.
- Security types can range from most senior in the capital structure to most junior or subordinated. Investment thesis are typically predicated on fundamental characteristics with the realization of the thesis predicated on a specific development exogenous to the existing capital structure attempts to take advantage of events such as mergers and restructurings that can result in the short-term mispricing of a company's stock.

Principles of Cachet Investing

“The best bargains are those stocks having the lowest prices in relation to possible earning power of future years.”

Value

- Uncover bargains—seeking companies trading at large discounts to their business value
- Business value—based on normalized earnings, cash flow or asset value potential
- Flexible approach in a disciplined framework

Patience

- Rolling three-year time horizon focused on normalized business value
- Long-term focus takes advantage of short-term price volatility to reveal investment opportunities
- Patience allows time for value recognition and has historically resulted in low turnover

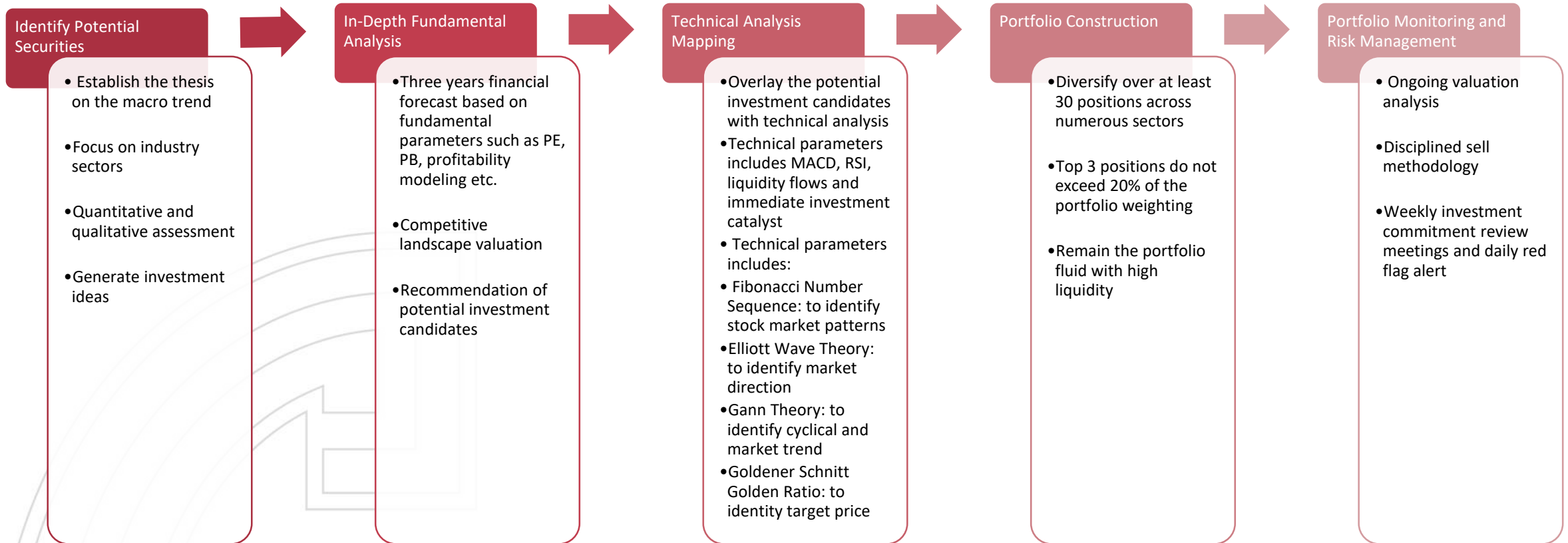
Bottom-up stock picking

- Build portfolios with undervalued securities identified through research process
- Portfolio structure reflects where we are finding value across sectors and regions
- Portfolio management process seeks to buy pessimism and sell optimism

Risk Management Driven Investment Process

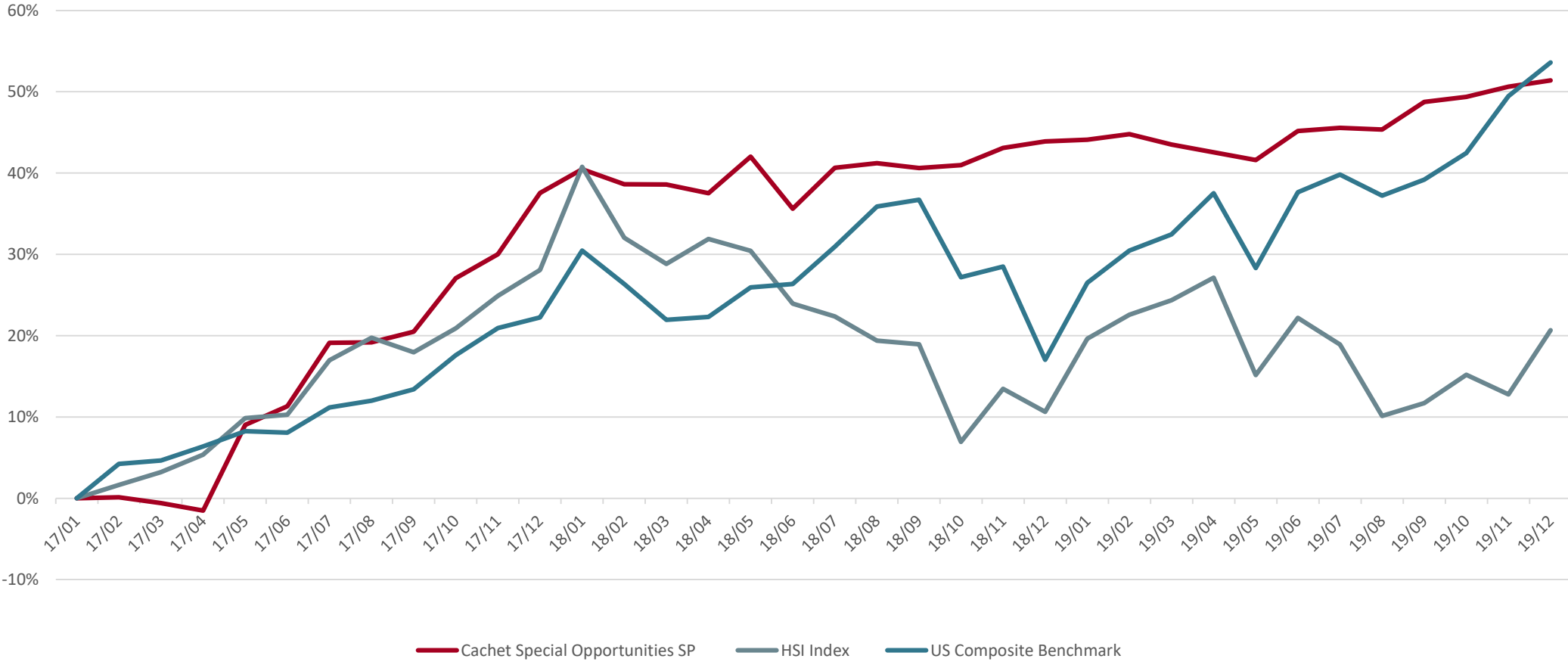


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Cachet Asset Management - Equities Investment Performance



Since Inception in Feb 2017

Key Investment & Research Team



Angela Chow – CEO and Founder, Chief Investment Officer

Ms. Chow has almost 20 years of experience in banking and finance industry. She has worked in a number of prominent investment banks such as Citibank, JP Morgan and UBS holding senior positions. Prior to founding Cachet Asset Management in 2014, she was the Head of Sales Management of UBS Wealth Management Asia Pacific responsible for structuring and distributing the investment products UHNW markets across Asia Pacific. She was also one of the pioneers leaders to develop the ultra high net worth families in China market. Ms. Chow was also the member of the Executive Advisory Council of JP Morgan Private Bank in 2008. Ms. Chow holds an MBA degree from Cornell University.

Ms. Annie Li – Managing Director

Ms. Li has almost 15 years experience in the banking field. She has worked in a number of bulge bracket banks such as Morgan Stanley, Merrill Lynch and UBS as private banker. Ms. Li has rich experiences in serving high net worth individuals and also advising on their business finances. Prior to joining Cachet, Ms. Li was First Vice President in UBS International San Francisco and later Executive Director in Taiwan market team covering high net worth individuals in UBS Wealth Management Hong Kong. She holds a Bachelor degree in Business Management in San Jose State University.

Henry Lee – Managing Director

Mr. Henry Lee has over 20 years of experience in the finance industry. He was the Asia Director of Capital Formation of Wilkinson Global Capital, a boutique US real estate private equity firm where he spearheaded capital raising for Asia. Prior to Wilkinson Global Capital, he was the Executive Director of Man Investments, the largest listed hedge fund firm in the world where he was responsible for investor relations and business development for the Asia region. Prior to Man Investments, he was the Director of China Asset Management, one of the largest Chinese asset manager in mainland and responsible for business development of the international market. He also held key positions in Morgan Stanley, ABN AMRO as well as Franklin Templeton Investments. He graduated from Western University in Ontario, Canada.

Risk Management

The fund's expected volatility should be below a standard deviation of 6p.a.. In terms of risk management, we employ the following approaches:

Investment risk monitored on intraday and day-to-day investment analytics

- Such structured efforts will make sense of, understand and predict market movements on the fundamental and technical side, ensuring better execution in the given situation and on a risk basis
- Our aforementioned monitoring views on real-time positions and leverage, which in turn guides cash/collateral & hedging management
- Regular ad-hoc stress tests to ensure liquidity of positions and control of leverage

Compliance and internal controls

- A strict adherence to compliance procedures in accordance to Hong Kong' Securities & Futures Commission, featuring regular client and regulatory reporting
- To ensure accurate book-keeping, in-house and third party books are matched on a daily basis.

Special Opportunities SP Characteristics



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People	<ul style="list-style-type: none">• Experienced team of world-class investment experts and innovative thinker• Led by a CIO who is a pioneer in the financial market• Key members of Investment team have over 20 years of investment experiences
Process	<ul style="list-style-type: none">• Investing by combination of macroeconomic analysis, quantitative analytics and fundamental research• Quantitative work helps guide fundamental research in both asset allocation and equity selection across market and sectors• The unique process is time-tested, and has consistently produced outperformance
Portfolio	<ul style="list-style-type: none">• Mainly focus on Hong Kong Equities, comprising 1500+ companies• Quantitative analyses identifies opportunities and filters down to 600 companies• Fundamental research conducts a deep dive to choose a multi asset portfolio ranges from approximately 50-100 positions in stocks, bonds, derivatives, cash and other assets• Diversified but not diluted, high quality and low volatility portfolio
Performance	<ul style="list-style-type: none">• Absolute return oriented approach• Extensive prior track record of outperformance of the investment team, 36% in return in the past 1 year



Cachet Special Opportunities SP – Key Facts

Inception date	1/2/2017
Place of Registration	Cayman Island
Investment Manager	Cachet Asset Management
Administrator	Swiss Financial Services (Cayman) Ltd
Auditors	Rankin Berkower (Cayman) Ltd
Legal Advisor	Ogier
Minimum initial investment	USD 100,000 for Class A Shares; subsequent subscription USD10,000
Redemption day	1st business day of the month
Redemption Price	at NAV
Redemption Fee	2% < 6 months from subscription day 0% > 6 months from subscription day
Redemption Procedure	Redemption Request no later than 5pm on a business day falling at least 30 calendar days of the relevant redemption day
Settlement	30 calendar days for payment to shareholder a/c; if redemption at 100%, may hold 5% till next annual audit
Management fee p.a.	2% of NAV ; pay monthly at 0.1667% of NAV
Performance fee	20% of the appreciated NAV ; subject to high water mark
Performance period	Jan 1st to Dec 31st

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- We recommend investors obtain and read a copy of the offering documents (including risk factors) before investing. Investors should not make any investment decision solely based on this document. This material has not been reviewed by the Securities and Futures Commission (“SFC”) in Hong Kong.
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