PRECISION TRADING, BACKED BY DATA

Overview

Clarion Capital

Multi-Asset

Beware! You are investing outside AFM supervision. No prospectus requirement for this activity.

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Message from the Director

Welcome to Clarion Capital, where our commitment to generate consistent returns shapes the core of our investment philosophy. As Director, I'm honored to lead a team of professionals who are passionate about maximizing the value of your investments.

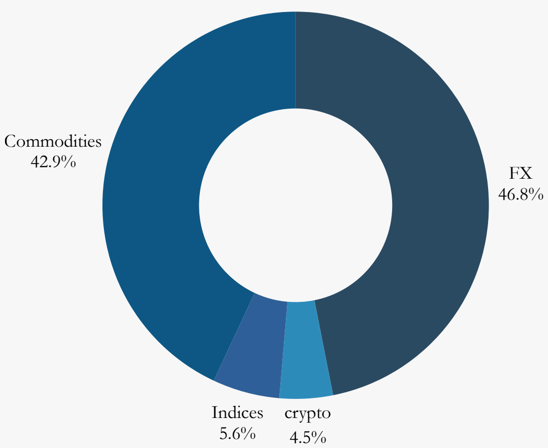
Our success is not solely measured by our performance metrics, but also by the trust and confidence our investors place in us. We believe in building lasting relationships based on transparency, integrity, and continuous improvement.

Our team's expertise, coupled with advanced algorithmic trading techniques and robust risk management, ensures that we remain at the forefront of the trading landscape.

I invite you to explore our prospectus and discover the opportunities that Clarion Capital presents.

Owen Erhabor

Firmwide investment summary



+200%
Net performance since January 2020[1]

-5.94%
Maximum drawdown since January 2020[2]

60.7%
Winrate per trade

25.5
Trades opened per day

20+ years of combined experience

6+ professionals working at Clarion Capital

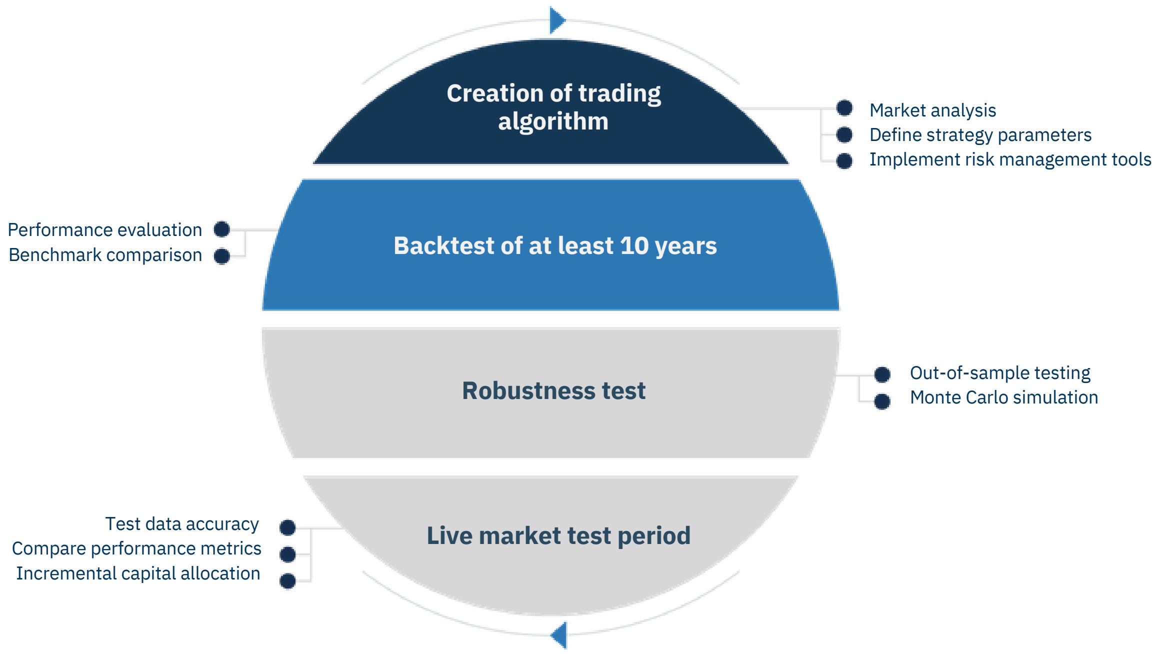
20% yearly performance aim

5+ year history

1 **Net** performance is calculated **compounded**.
2 The maximum drawdown of Clarion Capital Multi-Asset portfolio is measured **cumulative** as the **sum** of closed as well as open trading positions.
*Since Nov 2024, this portfolio is trading in the live market. All returns before this are **simulated** results.

Algorithmic Trading

With the advancements of technology it is now possible to model trading strategies, this allows us to **eliminate the risk of human error** in trading by creating trading algorithms. The fund uses a systematic trading approach that is based on a combination of **technical** and **fundamental** analysis. By utilising a portfolio of various **uncorrelated** trading algorithms, Clarion Capital is able to execute its trading strategies consistently without errors and eliminate any emotional bias. In addition to reducing the risk of human error, trading algorithms also offer increased **speed** and **efficiency**. By automating the trade execution process, algorithms can quickly respond to market changes and provide us with all the relevant data of our trading strategies within minutes.



Creation of trading algorithm

In the development of our trading algorithms, a thorough market analysis is conducted to understand prevailing market trends and dynamics. We then define specific strategy parameters that dictate entry, exit, and trade sizing rules. Integral to this process is the implementation of robust risk management tools to protect against market volatility and unexpected events, ensuring a balanced approach to trading.

Backtest

Our strategy undergoes a rigorous backtest spanning at least ten years to evaluate its performance across various market conditions. This backtesting process involves a detailed performance evaluation, assessing the strategy's returns, drawdowns, and other key metrics.

Robustness test

To ensure the reliability of our trading algorithm, we conduct comprehensive robustness tests, including out-of-sample testing where the algorithm is tested on data it has not been optimized for. We also perform Monte Carlo simulations to assess how the strategy might perform under different hypothetical scenarios, ensuring its stability and adaptability under diverse market conditions.

Live market test period

During the live market test period, we closely compare the algorithm's live performance metrics against its historical backtest results to identify any discrepancies or areas for improvement.

Risk Management

The Clarion Capital' fund has a **robust** risk management framework in place to help protect investors' capital. The fund's risk management policies and procedures are designed to **limit** potential **losses** and to ensure that the fund's trading activities are conducted in a **responsible** manner.

Position sizing

In our fund, position sizing is a critical component of our risk management. We implement position sizing by allocating only a **small portion of our capital** to any single trade, which brings multiple advantages:

- **Risk Management:** Utilizing well-defined position sizing enables our fund to avert substantial losses and preserve our capital over time.
- **Market Adaptability:** Position sizing grants our fund the flexibility to modify the sizes of our positions. For instance, in times of increased market volatility, we might scale down our position sizes as a proactive measure to manage risk more effectively.

Stop-loss

Our fund's algorithms strategically place trades with stop-loss orders, setting a cap on potential losses for each trade with a **maximum of -1% per trade**. This approach is crucial to **protect** ourselves from a sudden and significant market move against our positions and thus for managing risk. Stop-loss orders are a key tool in our risk management arsenal, helping to **minimize losses** and **protect capital** in a dynamic and rapidly changing market environment. By utilizing stop-loss orders in conjunction with well-defined position sizing, we maintain a **robust** investment approach. This risk management strategy enables us to operate **safely** within **changing market environments** as well as **macro-economic events**, effectively balancing risk and reward.

Clarion Capital gained a unique position within the industry by constituting an investment **portfolio** of dozens of **uncorrelated trading strategies** that navigate the currency market. The portfolio of uncorrelated trading strategies allows the fund to **spread** the **risk** **significantly**. The next page is devoted to our innovative approach to risk management through the composition of our portfolio.

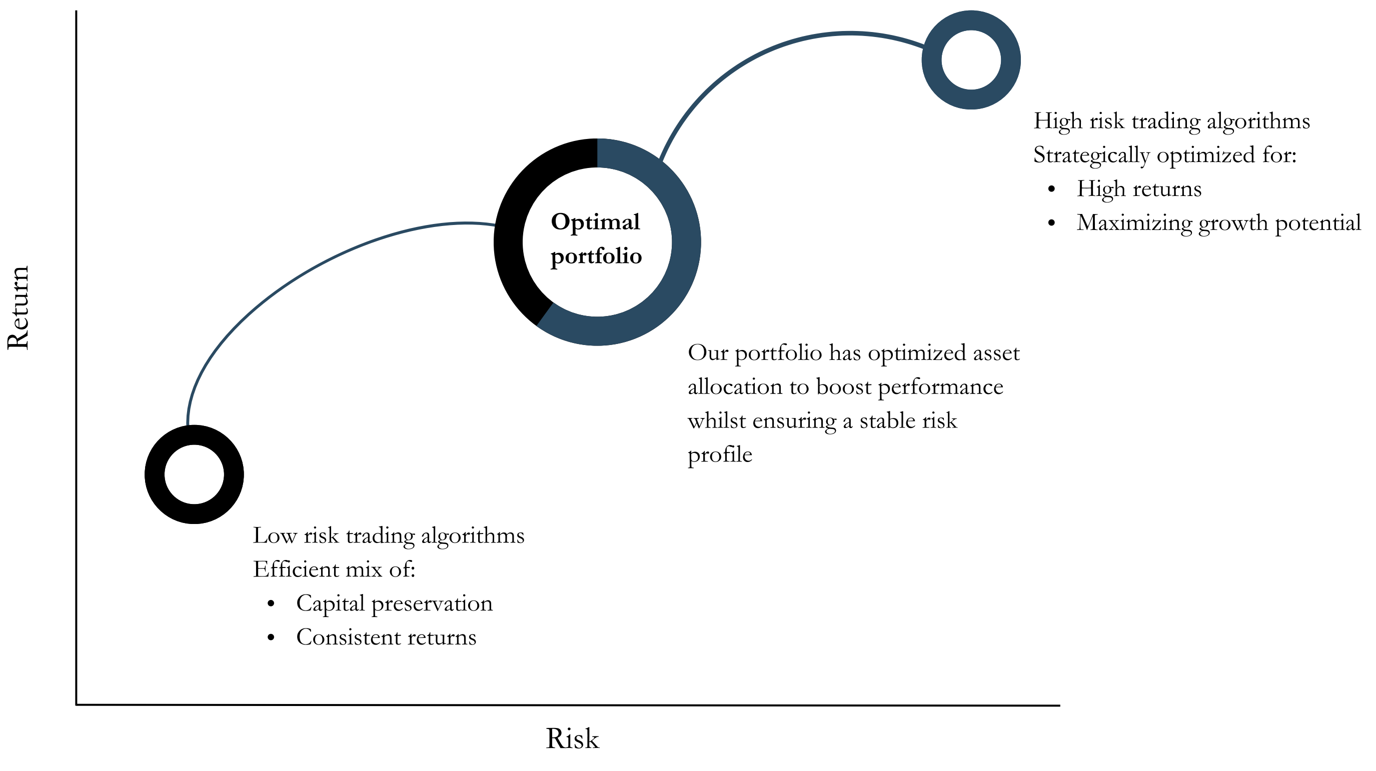
Diversification of portfolio

At Clarion Capital, we employ a diversified portfolio consisting of uncorrelated trading algorithms. This approach yields significant advantages:

- **Diversification of Risk:** Even if one strategy underperforms, others may compensate, aiding in loss offset and capital preservation which effectively lowers the overall risk.
- **Increased Stability:** Our uncorrelated strategies are less influenced by broad market events and macroeconomic factors, contributing to a more stable portfolio with reduced volatility in returns.
- **Enhanced Returns:** The diverse nature of these strategies allows for performance in various market conditions, smoothing out the fund's overall returns and contributing to a more consistent equity curve.

Strategic Asset Allocation

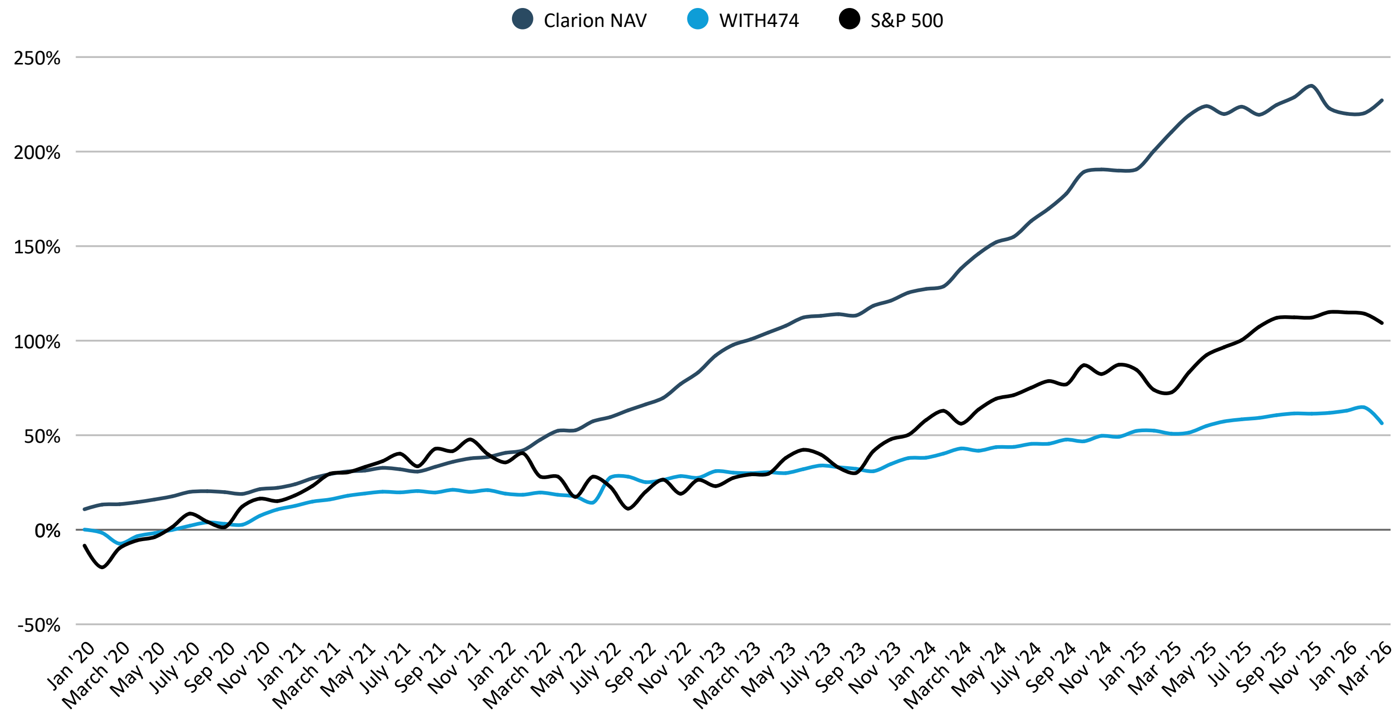
We enhance our portfolio optimization by employing quantitative analysis. This method involves a data-driven approach to assign different weight factors to each algorithm in our diversified portfolio of uncorrelated trading strategies. This dynamic weighting system **optimizes** the balance between risk and return, **maximizing performance** while **minimizing risk**, and ensuring the portfolio's resilience and **consistent growth**.



Performance overview

Our fund's results are presented as **net returns**, calculated **after** deduction of management fees and performance fees. The displayed results represent the performance of the strategies within the Clarion Capital Portfolio **before and after** the inception of the Clarion Multi-Asset Fund. To provide a comprehensive view of our fund's performance, we benchmark against prominent indices such as the **S&P 500** and the **WITH474**. Which encompasses a wide array of **hedge fund strategies**, allowing us to gauge our fund's performance relative to peers in the hedge fund sector. Clarion Capital started with a focus on exceptional returns. As our portfolio expanded, we refined risk management, leading to more **consistent**, though slightly lower returns. Our current goal is a steady **20% net annual return**, balancing **robust** gains with **effective** risk control.

Performance compared to benchmarks



*Since Nov 2024, this portfolio is trading in the live market. All returns before this are simulated results..

Results are calculated **compounded in this graph

Monthly return table

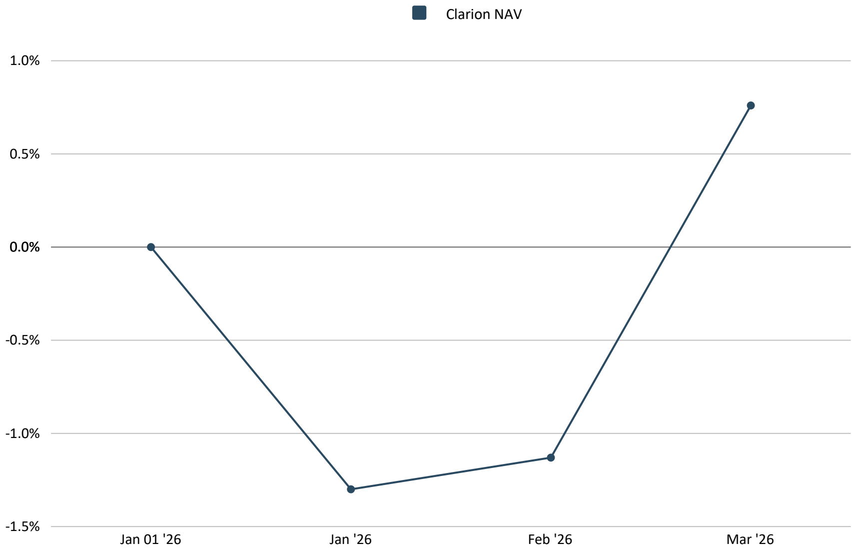
	Jan	Feb	March	April	May	June	July	Aug	Sep	Oct	Nov	Dec	Year
2026	-1.30	0.13	1.95										0.76
2025	0.12	3.27	3.21	2.75	1.42	-1.29	1.09	-1.90	2.37	1.81	2.63	-5.04	11.81
2024	0.75	0.49	4.05	3.19	2.35	1.04	3.17	2.38	2.83	4.03	0.36	-0.20	27.22
2023	4.78	2.83	1.37	1.69	1.66	2.00	0.31	0.30	-0.33	1.81	0.75	0.49	19.03
2022	1.47	0.81	3.91	3.08	0.08	3.00	1.33	2.10	1.82	1.95	4.26	3.36	30.73
2021	1.44	2.45	1.62	0.99	0.26	0.98	-0.57	-0.91	1.81	1.87	1.24	0.44	12.19

*Since Nov 2024, this portfolio is trading in the live market. All returns before this are simulated results.

Results are **net return AFTER deduction of management fee and performance fee.

***Yearly returns are calculated **compounded**.

Rate of return 2026



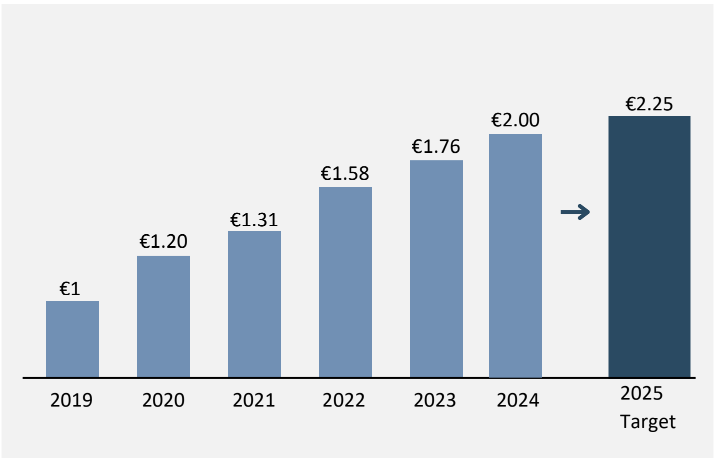
Year	Clarion Portfolio	WITH474	S&P 500
2021	**12.19%**	9.25%	21.57%
2022	**30.73%**	5.39%	-9.72%
2023	**19.03%**	8.18%	18.86%
2024	**27.22%**	8.16%	24.66%
2025	**11.81%**	11.99%	14.49%
2026	**0.76%**	-1.74%	-3.53%

*Since Nov 2024, this portfolio is trading in the live market. All returns before this are simulated results.
**Results are calculated compounded in this table.

*Since Nov 2024, this portfolio is trading in the live market. All returns before this are simulated results.
**Results are calculated compounded in this graph

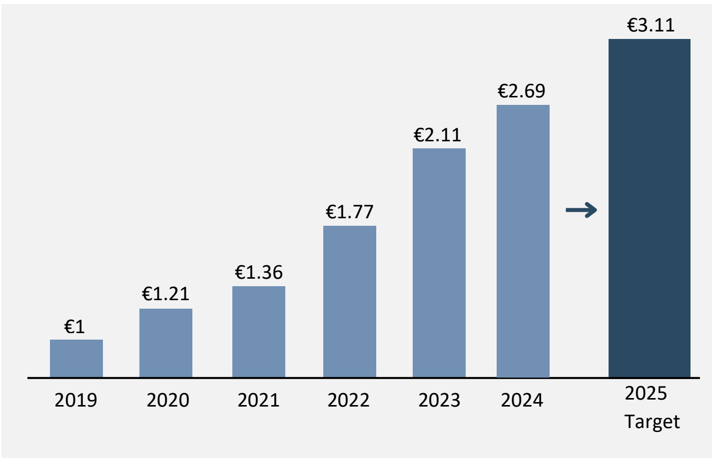
In the section below, we present two insightful bar charts that illustrate the growth of capital on an initial investment of **1 million EUR**. These charts cover the period from **January 1, 2020**, to **December 31, 2024**, and also include our **projected target** for 2025. The first is a **cumulative** bar chart, providing a clear visualization of total growth over time, while the second is a **compounded** bar chart, highlighting the year-over-year compounded growth. Together, these charts offer a comprehensive view of the fund's performance and our future growth trajectory.

Cumulative return on capital ($Mn)



*This chart is measured every 31st of December

Compounded return on capital ($Mn)



*This chart is measured every 31st of December

Risk overview

At Clarion Capital, we are committed to delivering **stable returns** while prioritizing the longevity and durability of our fund. Our comprehensive risk management strategies are designed to maintain **low overall market exposure**, ensuring the fund's resilience. Since January 2020, our portfolio has achieved a significant **compounded** return of about **+200%**. This performance has been accomplished with a well-managed risk profile, evidenced by a consistent relative drawdown around **-3.15%** and a maximum portfolio drawdown of **-5.94%**. These statistics showcase our dedication to achieving **substantial returns** while maintaining **strict risk management**, a fundamental aspect of our investment strategy.

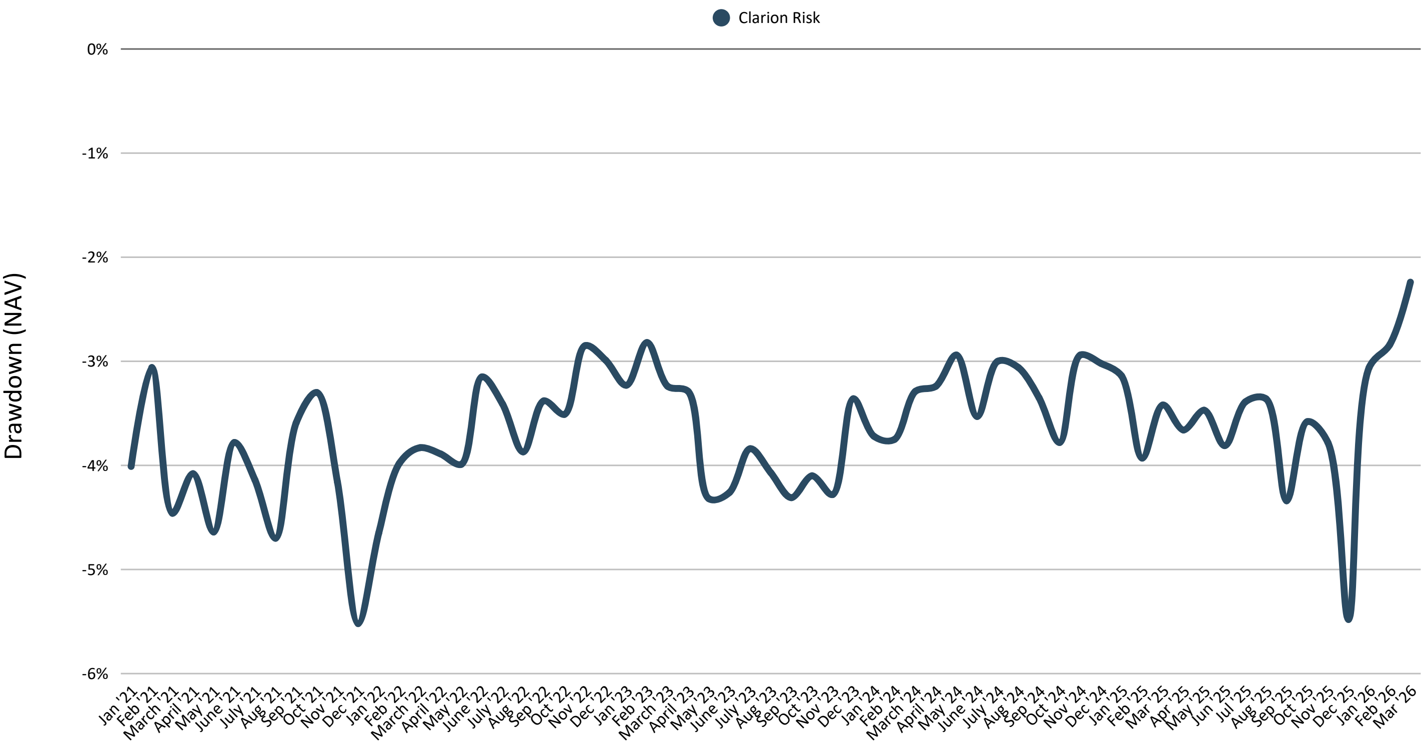
Our team of risk managers **monitors** the algorithms on a **daily basis** and intervention will only ocur if the fund's risk parameters are being breached. Additionally, we maintain an **extensive portfolio** of various algorithms which allows us to keep the risks relatively low and consistent over time. Since the portfolio consists of **dozens** algorithms, the failure of one trading strategy has a very **limited** effect on the overall portfolio performance.

Maximum drawdown compared to benchmarks

Year	Clarion Portfolio	WITH474	S&P 500
2021	-5.52%	-0.64%	-2.49%
2022	-4.65%	-5.54%	-26.74%
2023	-4.32%	-2.27%	-8.61%
2024	-3.78%	-0.83%	-4.16%
2025	-5.48%	-1.20%	-17.79%
2026	-3.06%	-5.10%	-7.72%

*The maximum drawdown of the Clarion Capital Multi-Asset portfolio is measured cumulative as the sum of closed as well as open trading positions.
**The maximum drawdown of the WITH474 benchmark is calculated as closed returns, open trading positions are not taken into account.
***The maximum drawdown of the S&P 500 benchmark is calculated using the closing price of the previous year to the lowest S&P 500 price observed during the current year.

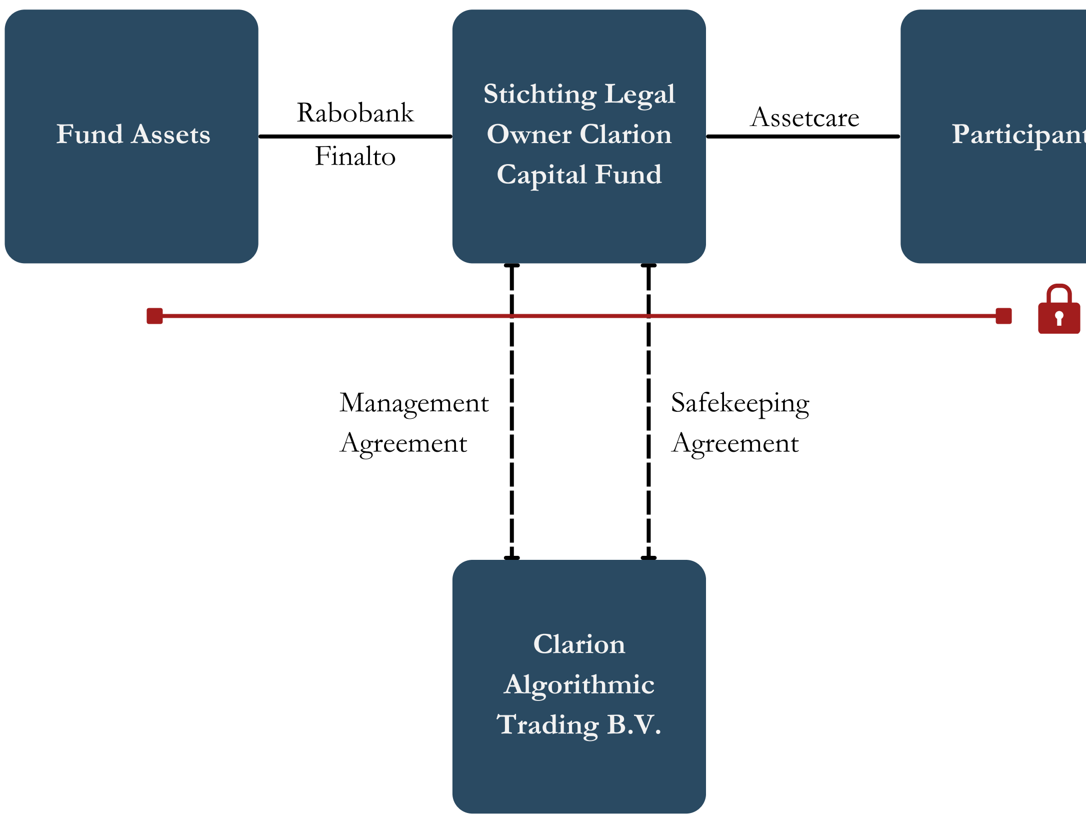
Portfolio risk measured as equity drawdown



Fund Structure

Clarion Capital operates under the registration of the Dutch Authority for the Financial Markets (**AFM**), classified as an Alternative Investment Fund Manager (AIFM) in compliance with the AIFMD registration regime of Article 2:66a Wft. Our Fund ID is **50037663**. Our authorization allows us to manage assets up to 100 Million EUR, this showcases our capability to handle substantial assets, reflecting our commitment to managing large-scale portfolios with precision and expertise. At Clarion Capital, we leverage this structured approach to offer our investors a blend of **security**, **transparency**, and potential for **high returns**.

We ensured a separation between Clarion Algorithmic Trading BV and investors' funds. The funds of our investors are protected in a separate Dutch foundation named Stichting Legal Owner Clarion Capital Fund.



Our Partners

This independent body oversees the financial markets in the Netherlands. The markets of savings, investing, insurance and lending fall under its supervision. The AFM performs conduct supervision, meaning it checks if consumers receive clear and fair information. Clarion Capital is registered with the AFM license number: 50037663

AFM

Rabobank

Rabobank is a leading Dutch bank providing a wide range of financial services including corporate banking, asset management, and international business support. Founded in 1898, Rabobank is headquartered in Utrecht and operates globally. Rabobank facilitates the bank accounts of Stichting Legal Owner Clarion Capital Fund.

AssetCare acts as an independent fund administrator and supports its customers throughout the entire fund life cycle. AssetCare facilitates the Clarion Capital Multi-Asset Fund's administration. AssetCare onboards new investors and accounts for daily valuation of the fund.

AssetCare

Finalto

Finalto is a market leader in global financial services. Finalto leads in next-generation multi-channel trading software, systems and liquidity services which are offered in a B2B capacity to their global partner network. Finalto facilitates the execution of trades within the Foreign Exchange Market for Clarion Capital.

Participate

Fundmanager	Clarion Algorithmic Trading B.V.
Minimum Investment	EUR 100.000,-/1.000.000,-
Exit term	Monthly
Front fee	0.0%
Exit fee	0.5% (only within first 12 months)
Management fee	2%
Performance fee	35%/25%
Highwater Mark	Yes[4]
Accession	Monthly
Bank	Rabobank
Broker	Finalto
Administrator	AssetCare
Legal	Stichting Legal Owner Clarion Capital Fund
Investment style	Multi-Strategy Multi-Asset Long/Short

1 Personal introduction

Clarion Capital likes to personally welcome its (prospective) participants at its office located at Amsterdam-Centrum. Over a cup of delicious coffee, we would like to get to know each other and briefly present our working methods and philosophy. When preferred, we are also happy to schedule an online call.

2 Presentation, FAQ, consensus

During the presentation of Clarion Capital, we are happy to consider your personal wishes and requirements. We will provide you with specific answers to frequently asked questions and with relevant information. When Clarion Capital fits within your investment portfolio and the desired diversification, the subscription procedure follows.

3 Procedures, deposit & participation

Throughout the subscription procedure, each participant is personally accompanied and continuously informed by us. In consensus, the subscription as well as the administration within Clarion Capital is taken care of by AssetCare, our independent fund administrator. AssetCare also provides efficient onboarding and reports the Net Asset Value report to our participants on a monthly basis.

4 Start of actively trading

On completion of the subscription procedure and the actual payment, the invested share capital is transferred via Rabobank to our brokerage trading account. This takes place on the first working day of each calendar month. From now on, as an official Clarion Capital fund participant, you can easily read your personal updates in our customer portal at our website and receive all relevant (monthly) reports from AssetCare.

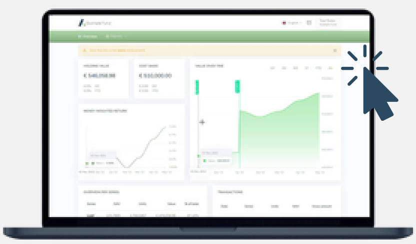
4 A benchmark ensuring fund managers earn performance fees only for **new profits** beyond the fund's previous highest value, aligning their interests with sustained growth.

Onboarding

Clarion Capital offers streamlined onboarding through AssetCare, our independent fund administrator. Investors can join at any time, with **participation starting** from the beginning of the **following month**. This ensures a smooth integration into our monthly investment cycle.

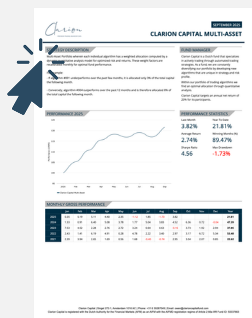
01	02	03	04	05
Registration Form	**Send the form**	**Processing**	**Accepted**	**Payment**
Fill in the registration form that you receive from Clarion Capital.	Send the registration form to our participant administator via info@assetcare.nl	AssetCare reviews the form. This could take up to 2-3 work days. AssetCare might ask you for more information.	AssetCare has received, reviewed and approved the registartion form	Processing of your payment can take up to 2-3 work days.
	You will receive a confirmation of receipt from info@assetcare.nl.		AssetCare will confirm approval by email. This email also includes payment instructions for your first deposit.	You will receive confirmation of payment by email from info@clarioncapitalfund .com.
Day 1	**Day 1**	**Day 2-3**	**Day 2-3 or 4-5**	**Day 4-5 or 6-7**

Tracking performance



AssetCare values the fund on a daily basis and informs participants on the performance of their investment on a monthly basis by email. Additionally, a personal dashboard is available for every participant through our website, in which they can view their investment at any given time.

Clarion Capital also informs its participants on the performance of their investment on a monthly basis by email through their designated factsheet. This factsheet provides relevant information as performance metrics and market insights. Check it out by clicking the document on the right.



Offboarding

At Clarion Capital, we value our long-term relationships with investors and hope that all participants stay with us for as long as possible to fully **benefit** from our investment strategy and **compounding returns**. However, we understand that circumstances may change, and we offer a transparent and straightforward offboarding process for those who wish to withdraw (part of) their funds.

Investors can withdraw all or part of their funds on a **monthly basis**. To maintain fairness and cover transaction costs, we apply a **0.5% exit fee** on all withdrawals within **the first 12 months**. This ensures that the costs associated with withdrawals are **not passed** on to the remaining participants.

01

Change Form

Request a change form 5 days before the end of the month. This form will be provided by Clarion Capital.

You are free to choose wether you would want to withdraw all or only part of your capital.

Day 1

02

Send the form

Send the change form to our fund administator, AssetCare, via info@assetcare.nl

Day 1

03

Processing

AssetCare reviews the form. This could take up to 2-3 work days. AssetCare might ask you for more information.

Day 2-3

04

Accepted

AssetCare has received, reviewed and approved the change form

AssetCare will confirm approval by email. This email also includes a transaction note.

Day 2-3 or 4-5

05

Payment

Processing of your withdrawal can take up to 2-3 work days.

You will receive confirmation of payment by email from info@clarioncapitalfund.com.

Day 4-5 or 6-7

Clarion

PRECISION TRADING, BACKED BY DATA

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