

K&L Rock Drawdown Hedge Fund 2023



FUND FACTS

| | |
|--|---|
| Fund type opened | Investment horizon > 4 years |
| Fund's underlying assets stock market, stock options | Lockup period 1 year |
| Geography area USA | Calculation & reporting monthly |
| Primary exchange CME Group, New York Stock Exchange (NYSE) | Maximum risk benchmark |
| Currency USD | Leverage max 2,5x |
| Broker IB-Interactiv Brokers | Success fee 25% |
| Minimal investment 125,000 € | High-Water Mark yes |
| | Management fee 1% |

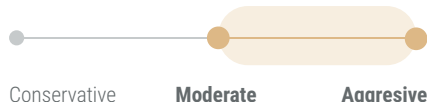


>15%
TARGET NET
PERFORMANCE

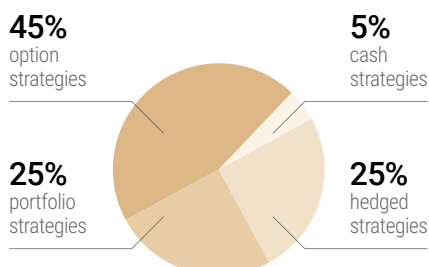


1%
ENTRY
FEE

RISK PROFILE



ALLOCATION



FUND STRATEGY

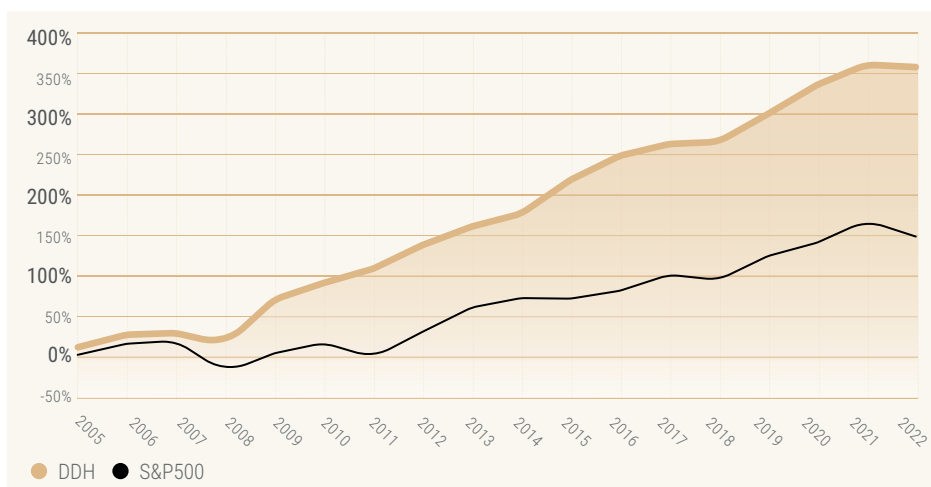
K&L Rock realize the fund's trading portfolio on daily frequency by trading stock derivatives such as futures, ETF, indices, options on the ETF index, options on futures, and shares. We work with internal financial leverage. The value of the underlying asset is multiplied by a multiplier. We use leverage as a natural part of business strategy.

The main currency of the fund (DDH) is USD because the main geographic distribution locates in the USA, on the CME Group and NYSE exchanges. We choose the largest and safest instruments available on the market. Strategy core principles lay on the basics of buy and hold. In case of high volatility in critical situations, we supplement strategy using option and hedge strategies. Risk management and position sizing are among the most important attributes.

There are defined rules that change according to market conditions. The fund works with the reinvestment of income, interest from interest is a significant aspect contributing to the overall performance.

The fund can approach the market in high volatility with trading strategies that have long and short positions to limit the risk of declines in the market and thus improve the overall ratio of profits and losses.

Performance comparison S&P500 VS DDH



Trading results S&P500 VS DDH

| Year | S&P 500 | DDH | Year | S&P 500 | DDH |
|------|---------|---------|--------------|--------------|---------------|
| 2005 | 3,02% | 10,90% | 2015 | -0,73% | 20,46% |
| 2006 | 13,66% | 15,72% | 2016 | 9,54% | 29,60% |
| 2007 | 3,55% | 2,08% | 2017 | 19,42% | 14,44% |
| 2008 | -38,50% | -14,00% | 2018 | -6,24% | 2,60% |
| 2009 | 23,45% | 55,08% | 2019 | 28,88% | 34,04% |
| 2010 | 12,50% | 20,26% | 2020 | 16,26% | 35,78% |
| 2011 | 0,00% | 17,34% | 2021 | 26,89% | 24,90% |
| 2012 | 13,41% | 29,00% | 2022 | -19,44% | -3,12% |
| 2013 | 29,60% | 22,72% | TOTAL | 8,14% | 18,54% |
| 2014 | 11,39% | 15,76% | | | |

INVESTMENT DISCLAIMER: The company K&L Rock is registered in the CNB register according to § 15 of the Act. 240/2013 Coll. on investment companies and investment funds and is subject to regular reporting obligations. However, it is not subject to its supervision. This page is only for qualified investors, as they are defined in § 272, paragraph 1, letter i) ZISIF. Past returns are no guarantee of future returns.



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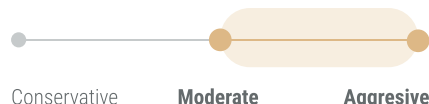


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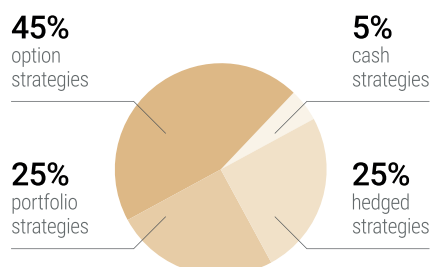


1%
ENTRY
FEE

RISK PROFILE



ALLOCATION



INVESTMENT GOALS

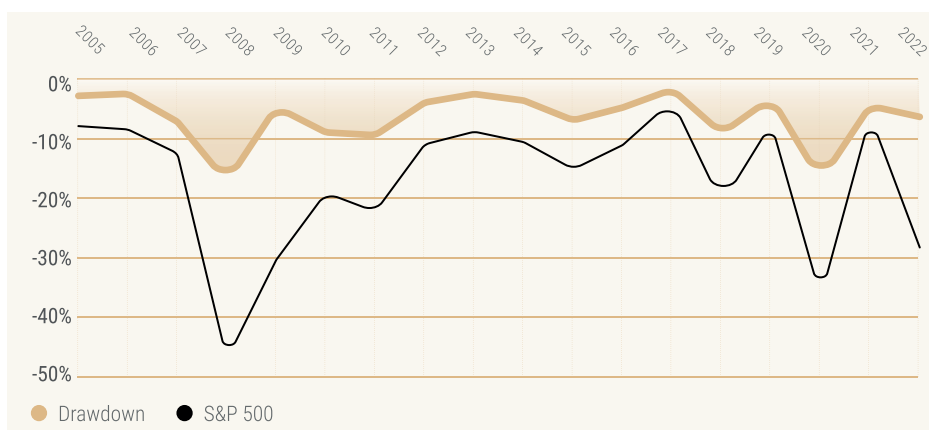
We assembled a Drawdown Hedge Fund (DDH) to effectively participate in the long-term development of the stock market, which is essentially growth-oriented. By using our experience and different tools, we systematically contribute to surpassing the market standard.

The Drawdown Hedged fund's objective is to outperform the average result of the stock

market over the last 30 years and thus, the S&P500 benchmark, which is 10.7%.

A secondary objective is to regulate the risk of drawdowns and get to a lower average drawdown than the benchmark. The Drawdown Hedge fund can achieve much better results than the benchmark efficiently and with the same risk as in the common market. The targeted return is from 15% higher p.a.

Drawdown comparison S&P500 VS DDH



Drawdown results S&P500 VS DDH

| Year | S&P 500 | DDH | Year | S&P 500 | DDH |
|------|---------|---------|--------------|----------------|---------------|
| 2005 | -7,79% | -2,66% | 2015 | -14,80% | -6,78% |
| 2006 | -8,33% | -2,31% | 2016 | -10,87% | -4,62% |
| 2007 | -12,22% | -7,01% | 2017 | -3,65% | -1,59% |
| 2008 | -45,78% | -17,09% | 2018 | -20,44% | -8,93% |
| 2009 | -29,56% | -4,56% | 2019 | -7,39% | -3,04% |
| 2010 | -18,67% | -8,80% | 2020 | -35,68% | -16,82% |
| 2011 | -21,72% | -9,27% | 2021 | -6,12% | -4,35% |
| 2012 | -10,76% | -3,78% | 2022 | -27,56% | -6,19% |
| 2013 | -8,70% | -2,35% | TOTAL | -16,69% | -6,31% |
| 2014 | -10,40% | -3,45% | | | |

INVESTMENT COMMENTARY

Drawdown represents a decline from the highest level of our trading account or performance (equity) strategy. We consider the S&P500 vs DDH drawdown ratio as the main differential advantage. When the drawdown is several times lower

than the benchmark, we can effectively use the multiplier. By using the lever, we simultaneously increase the performance and also drawdown. With these settings, the fund takes a lower or equal market risk than the benchmark, while the results are higher than the benchmark.

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HEDGED FUND 2023