



INTREPID CAPITAL  
MANAGEMENT

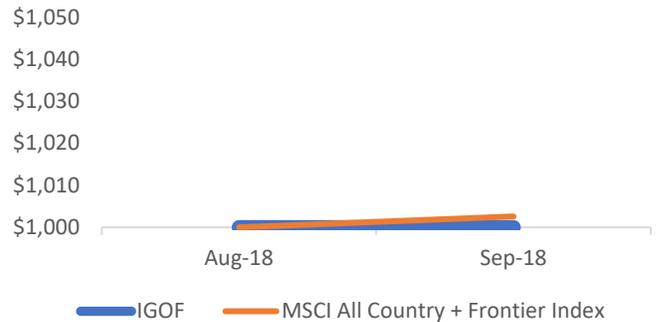
**INTREPID GLOBAL OPPORTUNITIES FUND LTD**

**September 2018**

**FUND PROFILE**

“Intrepid Global Opportunities Fund Ltd (IGOF) aims to generate private equity type returns in public markets”. **IGOF targets returns of 15% p.a net of fees and expenses**, by identifying and profiting from deeply mispriced, publicly traded securities in International markets. Focus is on stocks of small companies and thinly traded issues, which are usually overlooked by the market and frequently exhibit superior risk/return characteristics. The fund seeks absolute return opportunities across geographies for purposes of diversification and maintaining cheap portfolio valuation.

**Value of Initial \$1,000 investment**



**MONTHLY PERFORMANCE**

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2018	-	-	-	-	-	-	-	-	0.1%				0.1%

**ALLOCATIONS**

COUNTRY	
Singapore	3%
Hong Kong	6%
Lebanon	3%
CASH	88%

**MANAGER BIO – Commentary (on Pg 2)**

IGOF is a new fund, managed by **Intrepid Capital Management Ltd.** The firm provides investing strategies using a traditional value investing framework.

**Usman Farooqi, CFA** is the co-founder and fund manager for Intrepid Capital. He has managed money for high net worth families since 2009, following the same strategy as employed by the fund. Mr. Farooqi is trained in Economics, Accounts and Finance and work history includes stints as a sell-side equity analyst and International Equity Sales.

INDUSTRY	Holdings
Financials	3%
Industrials	6%
Consumer Discretionary	3%
Consumer Staples	-
Utilities	-
Technologies	-
Materials	-
Health Care	-
Energy	-

**Portfolio Statistics & Valuation**

	IGOF	MSCI ACWI + Frontier
No. of Periods	1	1
Total Return	0.1%	0.3%
YTD	0.1%	0.3%
MTD	0.1%	0.3%
Price / Earnings	7x	17x
Dividend Yield	6.3%	2.4%
AUM	\$0.4 million	

**INVESTMENT TERMS**

Minimum Investment	\$100,000
Management Fees	1.0% p.a
Performance Incentive – Class A	20% with 5% hurdle, high watermark
Subscription Fees	Nil
Redemption Fees	Nil
Lockup	No
Redemption	Quarterly; 45 days notice
Structure - Open Ended	BVI Master-Feeder, Delaware Feeder

Size	Holdings
Large Cap	0%
Mid Cap	3%
Small Cap	9%

**SERVICE PROVIDERS**

Legal	Harneys Westwood & Riegel (BVI), Logan Law (USA)
Administrator	GB Fund Services
Execution & Custody	Interactive Brokers LLC, EFG-Hermes Oman LLC
Auditor	KPMG BVI

**CONTACT INFORMATION**

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Performance figures are net of full fees. This form is for informational purposes only and does not constitute a complete description of our investment services or performance. We do not warrant or guarantee the timeliness or accuracy of the information listed in this form. Any performance data is historical in nature and is not an indication of future results. All investments involve risk, including the loss of principal. Intrepid Global Opportunities Fund Ltd and Intrepid Capital Management Ltd disclaim any duty to provide updates or changes to the information contained here. This form does not constitute an offer or solicitation to buy an interest in Intrepid Global Opportunities Fund Ltd. Such an offer may only be made pursuant to the delivery of an approved confidential private placement memorandum.

Dear Partners,

Intrepid Global Opportunities Fund (IGOF) was up 0.1% in September 2018. This is compared to 0.3% return for benchmark, MSCI All Country + Frontier market index. The figures for IGOF are net of all fees and expenses.

September 2018 was the first trading month for IGOF and so performance comparison is essentially meaningless, especially given that **88% of the portfolio was sitting in cash at month end**. With the markets jittery over rising interest rates and sabre rattling on trade between the world's two largest economies, we have deliberately chosen to stagger our deployment, a strategy which seems to be paying off, well into October. While we don't attempt to time markets and all our investments are made with a long-term view, the significant headwinds on the horizon are likely to make stock valuations more attractive in the short run.

In Emerging & Frontier markets, we are already seeing this scenario play out where rising interest rates in the US are putting pressure on developing market currencies by increasing their increasing external debt burdens which in the case of Turkey, Argentina and Pakistan is leading to a serious economic crises. Meanwhile a rebound in oil prices is stoking inflation, leading Central Banks to raise interest rates which negatively effects stock market valuations. With most of our opportunity set expected to come from the Emerging & Frontier space, we are already seeing exciting opportunities present themselves more frequently than anytime else in the past 5 years. It is definitely a great time to be a value-oriented fund manager.

As mentioned at the fund launch, we already have a shopping list of 75-80 investable ideas built over a 9 year period of the fund manager following the same strategy. In IGOF, we will take 25-30 of the highest conviction ideas from this list, with a key emphasis on there being a catalyst for each position. Any position that is included in the portfolio is thoroughly discussed beforehand in the weekly Investment Committee meetings, This is the forum which ensures that the fund manager maintains investing discipline at all times.

Hong Kong is our biggest exposure currently, and we expect this to be case even when the fund is fully deployed This is not surprising given that the Hang Seng Index (HSI) trades at 10P/E or half the valuation of the S&P 500. The companies that we are finding are even cheaper and paying out high dividend yields in a currency pegged to the USD with no tax. Any trade war impact on the Chinese economy, should have limited impact on our HK stock picks, as most of them are big worldwide exporters with relatively small exposure to mainland China. We have also been careful in choosing companies with limited exports to North America.

A few investors have inquired about whether we will seek opportunities in Turkey. We have already scoured the market and while a few companies do meet our strict valuation criteria, we will stay away till the time we are convinced that a rational economic policy is being followed to stem the hyper-inflationary pressures.

Our outlook for Global markets continues to be cautious. We are especially concerned about developed market valuations, any correction of which could have ripple effects into emerging & frontier markets. We are therefore positioning ourselves in those markets and sectors which are already in the midst of a bear rally. This can be seen from our median portfolio P/E of 7x vs 17x for the benchmark.

Yours Sincerely,



Usman Farooqui, CFA