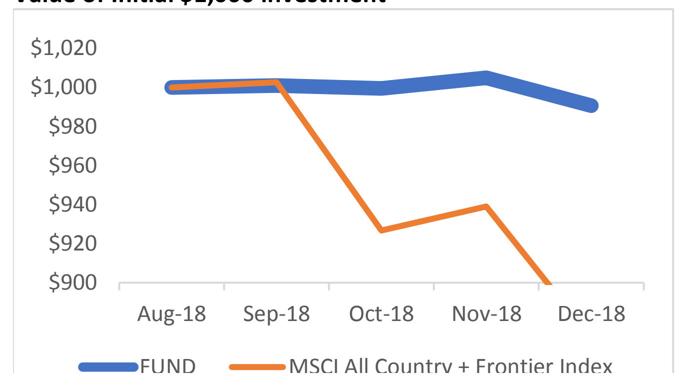
INTREPID CAPITAL
MANAGEMENT

INTREPID GLOBAL OPPORTUNITIES FUND LTD — December 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%	-0.2%	0.6%	-1.4%	-0.9%

ALLOCATIONS

COUNTRY	
USA	5%
Singapore	3%
Hong Kong	11%
UAE	3%
Lebanon	2%
Pakistan	6%
Kuwait	3%
Egypt	2%
Vietnam	2%
Bangladesh	3%
CASH	60%

INDUSTRY	Holdings
Financials	5%
Industrials	-
Transport & Logistics	6%
Consumer Discretionary	5%
Consumer Staples	6%
Utilities	-
Technologies	3%
Materials	2%
Health Care & Education	9%
Energy	-
Real Estate	2%
Retail Trade & Services	2%

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 Farooqui, 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. Farooqui is trained in Economics, Accounts and Finance and work history includes stints as a sell-side equity analyst and International Equity Sales.

Portfolio Statistics & Valuation

	FUND	MSCI ACWI + Frontier
No. of Periods	4	4
Total Return	-0.9%	-12.8%
YTD	-0.9%	-12.8%
MTD	-1.4%	-7.2%
Price / Earnings	8x	16x
Dividend Yield	6.0%	2.7%
AUM	$1.1 million	

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

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

CONTACT INFORMATION

Craigmuir Chambers, PO Box 71, Road Town, Tortola, BVI VG1110
info@intrepidmanagers.com
Phone: +966541775005, 647-804-9894

FUND MANAGER'S COMMENTARY December 2018

Dear Partners,

Intrepid Global Opportunities Fund (IGOF) returned -1.4% in December 2018. This is compared to -7.2% return for benchmark, MSCI All Country + Frontier market index. The figures for IGOF are net of all fees and expenses.

The last month of the year proved to be another scary one for the markets following on from the October correction, with the US Fed raising rates as expected. However we have seen a strong rebound in the markets from late December as the Fed lowered its inflation and economic growth forecasts for 2019 implying fewer rate hikes in 2019, healthy consumer data from online sales in Christmas period and continuation of trade talks with China. Looking forward to 2019 we continue to retain a neutral view on Global Equity markets with expectations of high volatility, as we likely enter the early stages of a bear market for reasons discussed in our November letter. Investor rush to safety was signified by US 10-year Treasury yields dropping 30bps to 2.69%.

It was a different story for IGOF, where we managed to preserve investor capital once again. Our fund started on September 1st, just before the market downturn which is probably the worst timing one can hope to get for a launch. Nonetheless, our discipline on valuation and pulse of market conditions has allowed us to successfully navigate the choppy waters and we are down less than a percent vs -12.8% return for the benchmark MSCI All Country + Frontier Market Index for the 4 month period till year end. We were rewarded by the entry of new investors and our Assets Under Management (AUM) almost doubled to $1.1mn.

During the month we entered into new markets of Vietnam and Bangladesh, which are two of the fastest growing economies in the world with economic growth rates of 7%+ and whose currencies which have been surprisingly stable over the past 15 years. Both these countries have seen long period of current account surpluses on the back of surging exports and could well be one of the largest beneficiaries from the US-China trade war, as many Chinese manufacturers look to relocate to cheaper and less contentious jurisdictions. Our two picks in these markets are potential growth stories and available at less than 8 times earnings.

Visits: We had a successful visit to Saudi Arabia (KSA) and Pakistan during December where we met a number of high net worth individuals and families and we look forward to have some of them on our roster soon. Saudi Arabia especially has been in the eye of a geo-political storm in recent months, but the local stock market (Tadawul) has been one of the best performing stock markets in 2018 (up 7%). With weak economic conditions on the ground and Brent Oil prices at USD 60/bbl (vs USD 95/bbl required for budget break-even), we feel the KSA market at 18 P/E is expensive. Even though there are a couple of names which pique our interest, we are confident of fetching better prices in the near future.

Pakistan meanwhile had one of the worst performing stock markets of 2018 (27% down in USD), as it continues to wriggle out of a Balance of Payment crises by seeking inflows from friendly countries and the IMF. The country has had a chronic problem with high current account deficits, as exports have sagged due to energy shortages, deteriorating skill development from low spending on education and low Foreign Direct investment from negative security perception. The consumer sentiment on the ground was subdued with interest rates now in double digits and expected rise in inflation, due to near 30% devaluation of currency in 2018. We feel though that market has priced in most of the negatives as short term funding needs will be met, which should then allow the newly elected incumbent government to pursue long-ignored structural reforms.

Yours Sincerely,

Usman Farooqui, CFA