

Kxter Fund One LLC

Firm & Fund Background

Kxter Advisors LLC ("Kxter" or the "Firm") is seeking \$25 million for Kxter Fund One LLC ("Fund One" or the "Fund").

The fund is focused on venture capital opportunities in the United States. Specifically the fund is focused on Seed, Series Seed and Series A investments alongside the leading venture capital firms in Silicon Valley and the Bay area. The firm is focused on investing at favorable valuations and creating net asset value across its portfolio by:

- Ensuring involvement of a third party venture capital firm that will have mitigated a reasonable portion of the initial risks.
- Key technology risks and economic and market benefits must have been identified.
- Strong management teams that can guide development of the core technology and the organization needed to realize the company's market potential.
- New or innovative core technology, which offers substantial and sustainable differentiation.
- Defensible intellectual property protection (if possible).
- Focusing on smaller successive rounds of follow-on capital, forcing company management to learn cash conservation.

Risk Profile

(5) High Risk Tolerance is required due to the illiquidity of closed-end funds, longer term investment horizon and the inherent risk of investing in startups. Please see PPM for more details.

Fund Fees*

Management Fee:	1.5% p/a
Carried Interest:	None
Sales Load:	None
Annual Expenses:	Up to \$20,000 p/a
Creation Expense:	Up to \$15,000

Investment Highlights

PROVEN TRACK RECORD

- Experienced and dedicated US team; senior management has 15+ year track record of launching and exiting (IPO) startups in their own right.
- You are co-investing with management, who anticipates contributing 10-15% of the funds investment capital.
- Kxter's management team has been investing in venture capital startups since the mid 90's.
- Fund One was created as a result of the merger of two independent venture management teams in San Francisco and Las Vegas.

EXISTING PORTFOLIO

- Fund One has already committed to three investments in software, big data and consumer internet.
- Key Investments include startups like Palantir Technologies Inc., founded by the former PayPal management team and lead investor Peter Thiel.

LEVERAGING THE NETWORK

- The breadth of the investment team's network generates high quality, proprietary deal flow and provides Kxter with granular information on upcoming trend and strong relationships with entrepreneurs.
- Investment team benefits from market intelligence and underwriting advantages as a result of strong information flow between Kxter's memberships in various Bay Area angel groups, including but not limited to Keiretsu Forum.

ATTRACTIVE INVESTMENT STRATEGY

- Approximately eighty percent (80%) of the Fund's investment capital will be invested in Series Seed / Series A stage opportunities alongside or in syndication with existing venture capital funds
- Approximately twenty percent (20%) of the Fund's investment capital will be invested in seed stage opportunities, primarily alongside or with angel and accelerator funds based in California.
- To balance the Fund's overall investment risk, the Manager may on a case-by-case basis, consider direct or indirect investments in Series C or later stage opportunities, or acquire positions in pre-IPO opportunities in the secondary markets.

EXPERIENCED INVESTMENT TEAM

- Second Horizon's two founders, Thomas Schneider and Rickard Antblad, are members of the Investment Committee.
- Since 2003, the managers and advisory team have transactional experience with an aggregate capitalization of over \$3 billion dollars.

Second Horizon Access: The minimum investment requirement for the fund is \$100,000. However, Second Horizon will enable accredited investors to make commitments as low as \$5,000 dollars.

*please see fund private placement memorandum for details.