

## ARCIS TECHNOLOGY GROWTH FUND

### FUND SUMMARY

- Arcis Capital Partners LLC is a sector specialist firm with deep expertise in Artificial Intelligence (AI) and Technology honed over three decades of working with some of the world's most prestigious companies.
- Arcis Technology Growth Fund invests in growth-stage AI-Based Software and HealthTech ventures that have meaningful commercial revenue, significant growth potential and little technology risk.
- Growth equity strategy has historically delivered superior risk-adjusted return across venture capital, growth equity and buyout. It offers the upside potential of venture capital and downside risk protections of buyout, per Cambridge Associates' "Growth Equity" Turns Out, It's All About the Growth (January 2019).
- The Fund is ILPA-compliant and benchmarked against Cambridge Associates Benchmark Index for the US VC funds from 2020 vintage. The Fund has delivered upper quartile unrealized profitability as of September 30, 2023. New investors participate pro rata in Fund's performance.



US Emerging Manager Best Performance Award

### PERFORMANCE VC. BENCHMARK

	Arcis Technology Growth Fund LP	Cambridge Associates Benchmark Indices (net of fees, expenses and carried interest)				
		Upper Quartile	Pooled Return	Average	Median	Lower Quartile
Net IRR (%)	20.28	16.00	10.75	8.64	7.43	0.98
TVPI	1.48	1.35	1.24	1.22	1.16	1.02
DPI	0.00	0.02	0.05	0.05	0.00	0.00
















### WHY GROWTH EQUITY?

	Angel	Seed	Growth	Crossover	Buyout
INVESTOR TYPE/STAGE	Angel Investors	Seed-Stage Investors	Series A Through C	Series C Though IPO/exit	Buyout Firms/Debt Financed
INVESTMENT SIZE	US\$10K-\$250K	US\$250K-\$2M	US\$10M-\$50M	US\$50M-\$100M	Depends, Millions to Billions.
HOLDING PERIOD	8-10 Years	6-8 Years	5-7 Years	>5 Years	3-5 Years
RETURN EXPECTATIONS	+10x	+10x	+7x	+5x	+3x
RISK LEVEL	High	High	Low	Low	Low
PROFITABILITY	Pre-Revenue	Pre-Revenue	Post-Revenue to Profitable	Mostly Profitable	Profitable & Stabilized
FIRMS INVOLVED (representative examples, for reference only)	    	    	   	     	     

For general reference only. Sources: [WallStreetPrep](https://www.wallstreetprep.com) and ArcisCap research and analysis

## ARCIS TECHNOLOGY GROWTH FUND

### Current Investment Portfolio

Company	Description	Total Funding To-Date <sup>1</sup>	Last or Current Round	Pre-money Valuation	Fund Target <sup>2</sup>	Fund Invested To-Date	Fund Target MOIC <sup>3,5</sup>	Fund Role	Fund's Key MOIC Breakpoints <sup>4, 5</sup>	Notable Investors & Co-investors
	AI-based SaaS for adaptive learning	\$53.00M+	C	\$180.00M	\$5M	\$0.506M	~8x	Direct Investor, Advisor	1x @ ~\$23M 4x @ ~\$760M	 
	Med device; single-use arthroscope	\$36.74M+	C	\$45.00M	\$10M	\$3.825M	~15x	Lead & Board Member	1.25x @ ~\$8M 4x @ ~\$128M	
	AI-generated care plans for cognitive impairment	\$12.25M+	C	\$40.00M	\$10M	\$2.635M	~21x	Lead & Board Member	1x @ ~\$25M 4x @ ~\$290M	
	AI-Based neuro health diagnostics and therapeutics	\$13.62M+	B	\$25.00M	\$10M	\$1.100M	~22x	Lead & Board Member	1.5x @ ~\$39M 4x @ ~\$158M	
	Tech-enabled logistics in emerging markets	\$5.40M+	A-4	\$48.50M	\$5M	\$1.500M	~12x	Lead & Board Member	3x @ ~\$155M 4x @ ~\$170M	
	AI-based SaaS for business travel carbon footprint	\$26.00M+	B-1	\$8.10M	\$5M	\$0.593M	~5x	Direct Investor, Advisor	TBD	 
	E-recycling – sustainable chip repurposing	\$10.00M+	A	\$10.00M	\$5M	\$0.528M	~7x	Direct Investor, Advisor	1x @ ~\$11M 4x @ ~\$55M	

1. Total funding raised from all sources to-date, based on the most recent update from the company and/or Arcis analysis of the available data
2. Fund's target allocation for the company, to be invested over time subject to company's performance and availability of dry powder
3. Based on Company's pre-investment pro-forma financial projections, normal market conditions, exit horizon, typical equity dilutions from follow-on investment rounds, and GP's scenario analysis

4. Based on the terms and conditions of the last round and resulting financing, Fund Target if actively investing / otherwise Fund Invested To-Date, normal market conditions, exit horizon, typical equity dilutions from follow-on investment rounds; TBD = To be determined based on follow-on investment in the company
5. FOR ILLUSTRATIVE PURPOSES ONLY; there is no guarantee that Fund will achieve these results

### FOCUS

Primarily North American companies with proven business models, significant growth potential and little technology risk

### TARGET SECTORS

AI-Based Software & HealthTech

### TARGET FUND SIZE

\$100M

### MINIMUM COMMITMENT

\$1M for institutional and \$100k for individual investors

### FUND TERM

6-years base term from initial close, two 1-year extension options

### TARGET RETURN

30%+ IRR, 4x TVPI, all net of fees, expenses & carry

### PREFERRED RETURN

8%

### Fund Terms

### GP COMMITMENT

Up to 5% (1% is required)<sup>1</sup>

### FEES

2% per year Management Fee & 20% Carried Interest

### CO-INVESTMENTS

Available at GP's discretion

### FUND & GP DOMICILE

Fund and GP domiciled in Delaware, USA  
Non-US parallel vehicles setup for non-US investors

### OUTSIDE GENERAL COUNSEL

Davidoff Hutcher & Citron LLP

### FUND AUDIT AND TAX

Marcum LLP

### BANKING/CASH CUSTODY

JPMorgan Chase Bank, N.A.

### FUND ADMINISTRATOR

JTC America (formerly known as NES Financial)

### MANAGING BROKER-DEALER

Pinnacle Capital Securities, LLC (member FINRA/SIPC.)

1. Firm is required to invest 1% but may invest up to 5% or more subject to its cashflows