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This brochure provides information about the qualifications and business practices of Libra Advisors, LLC ("Libra"). If you have any questions about the contents of this brochure, please contact us at 212-350-5125 or at [compliance@libraadvisors.com](mailto:compliance@libraadvisors.com). The information in this brochure has not been approved or verified by the United States Securities and Exchange Commission ("SEC") or by any state securities authority.

This brochure does not constitute an offer to sell or the solicitation of an offer to purchase any securities of any entities described herein.

Additional information about Libra is available on the SEC's website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).

Libra is registered as an investment adviser. Registration with the SEC as an investment adviser does not imply a certain level of skill or training.

**Item 2. MATERIAL CHANGES**

None

**Item 3. Table of Contents**

<b>Item</b>	<b>Section</b>	<b>Page Number</b>
1	Cover Page	1
2	Material Changes	2
3.	Table of Contents	3
4.	Advisory Business	4
5.	Fees and Compensation	4
6.	Performance-Based Fees and Side-by-Side Management	5
7.	Types of Clients	5
8.	Methods of Analysis, Investment Strategies and Risk of Loss	5
9.	Disciplinary Information	11
10.	Other Financial Industry Activities and Affiliations	11
11.	Code of Ethics, Participation or Interest in Client Transactions and Personal Trading	11
12.	Brokerage Practices	12
13.	Review of Accounts	13
14.	Client Referrals and Other Compensation	13
15.	Custody	13
16.	Investment Discretion	13
17.	Voting Client Securities	14
18.	Financial Information	14

#### **Item 4. Advisory Business**

Libra Advisors, LLC (hereinafter “Libra” or “we”) is an investment adviser with its principal place of business in New York, New York. Ranjan Tandon founded Libra Advisors, Inc. in 1990 and subsequently merged it into Libra. The firm’s principal owners are Mr. Tandon and a trust created for the benefit of persons related to Mr. Tandon.

Since 1990, Libra has provided investment management services solely to private investment funds (hereinafter collectively, “the Funds” or, individually, a “Fund”) and family clients on a fully discretionary basis. In November 2012, Libra informed investors in the Funds that Libra would be retiring from managing non-family client money. In December 2012, non-family investors in the Funds received a combination of cash and an interest in a liquidating special purpose vehicle (“SPV”) holding a participation interest in certain illiquid assets held by the Funds. Libra’s activities are now limited to providing investment management services to family clients and to liquidating positions in the Funds in order to return remaining non-family client capital.

Libra engages primarily in long and short equity investments complemented by a global macro overlay. While we invest primarily in the U.S.A. and Canada, we also make investments in other developed and emerging markets. While principally equity focused, Libra invests in a broad range of financial instruments as further detailed below.

Libra does not participate in wrap fee programs.

As of December 31, 2014, Libra had approximately \$804 million in client net assets managed on a discretionary basis. Net assets are the excess of all client assets over all client liabilities determined in accordance with generally accepted accounting principles under the accrual method of accounting. Libra does not manage any assets on a non-discretionary basis.

#### **Item 5. Fees and Compensation**

In conjunction with its transition to a family office, Libra ceased charging management or incentive fees to its Funds as of December 31, 2012. Since January 1, 2014, Libra has been charging one of its Funds, whose limited partners are all family clients, a monthly management fee calculated at the annual rate of 0.60% of each limited partner’s capital account balance. Libra charges no fees to any other Funds, the SPVs or family clients.

Libra is authorized to incur all expenses it deems necessary or desirable on behalf of the Funds and the SPVs. We pay directly for all office personnel, office space, office facilities and other ordinary, recurring, necessary and customary business/operating expenses. The Funds and SPVs pay all other expenses including, legal, bookkeeping, administrator, audit and accounting fees and expenses; office equipment and related service contracts; telephone and other communication expenses; publications and subscriptions; service contracts for quotation equipment and news services; software, databases and data services; organizational expenses; broker commissions and research (see Item 12 Brokerage Practices); consulting fees and expenses; interest on margin accounts; borrowing charges on securities sold short; custodial fees; and other expenses incurred in connection with the investment activities of the Funds.

**Item 6. Performance-Based Fees and Side-By-Side Management**

As stated in the response to Item 5 above, Libra ceased charging performance-based compensation as of December 31, 2012.

**Item 7. Types of Clients**

Libra currently provides investment management services to the Funds, the SPVs and family clients, only, and is in the process of converting to a family office and returning all non-family client money.

**Item 8. Methods of Analysis, Investment Strategies and Risk of Loss**

**Methods of Analysis and Investment Strategies**

Libra generally pursues two complementary strategies on behalf of the family clients: fundamental long/short equity investing and macro strategies encompassing positive or negative economic growth and inflation themes. In pursuing these strategies our primary methods of analysis include fundamental research, cyclical analysis and technical analytical tools and approaches.

Libra's current strategy on behalf of the SPVs is to liquidate positions in the Funds in which the SPVs hold participation interests as expeditiously as possible while maximizing value.

Specific strategies that Libra has pursued historically and may continue to pursue for the benefit of family clients (which, for purposes of this Item 8 are included in the term "Funds") include:

**Long Equity Strategy:** For long equity investments, Libra focuses especially on smaller and medium sized companies. Such positions often include a significant portion of private, illiquid securities that the Funds acquire through direct offerings.

We believe that it is difficult for a highly diversified portfolio to outperform broader market indexes materially. The Funds, therefore, may maintain concentrated long positions in securities that appear highly compelling. We pay particular attention to evaluating the downside risk associated with any concentrated positions and generally seek to control risk by using short sales and index, commodities and/or currency futures to hedge positions against the effects of broad market movements.

**Short Equity Strategy:** We sell short securities that we believe are overvalued or that have deteriorating characteristics. Such securities may exhibit characteristics of a speculative bubble or be shares of companies with weak market positions, poor management, weakening cash flows and/or balance sheets or companies participating in increasingly competitive markets.

**Global Macro Overlay:** We execute macro strategies primarily by trading commodities, currencies and indexes. The macro strategies may reflect broad themes encompassing the global economy or more narrowly focused themes targeting certain industry sectors, commodities, currencies or countries.

**Trading:** We employ an aggressive trading strategy to capture the enhanced returns offered by market strength or weakness and monitor existing investments and

investment opportunities on a continuous basis to determine optimal timing for purchases and sales.

**Leverage:** We utilize leverage in the form of margin loans from our prime brokers in order to be able to increase the amount of capital available for marketable securities investments.

**Private Funds:** We may invest in other hedge funds, private equity funds or interests of other private partnerships managed by third parties (hereinafter collectively “Private Funds”). When investing in a Private Fund we focus on the underlying portfolio manager rather than individual securities. We evaluate the management team’s experience and investment philosophy; the process by which the manager makes investment decisions; the manager’s track record; and its organizational structure.

Libra has broad and flexible investment authority with respect to the Funds’ investments. Accordingly, Fund investments may at any time include long or short positions in publicly traded or privately issued or negotiated common stocks, preferred stocks, stock warrants and rights, convertible securities, commodities, currencies, exchange-traded funds, derivatives (e.g. options, futures, forwards or swaps), fixed income securities and other financial instruments.

### **Material Risks**

The investment strategies employed by Libra involve substantial risks, including the risk of loss of a Fund’s entire investment. The following is a summary of the material risks associated with the investment strategies employed by Libra.

#### ***Risks Associated with Trading Instruments:***

**Small to Medium Capitalization Companies.** Libra frequently invests in securities issued by companies with small-to medium-sized market capitalizations. While Libra believes that such securities may provide significant potential for appreciation, such securities, particularly smaller-capitalization stocks, involve higher risks in some respects than do investments in larger companies. For example, prices of such stocks are often more volatile than prices of large-capitalization stocks. In addition, due to thin trading in some such securities, an investment in these may be more illiquid than that of larger capitalization stocks.

**Private Securities.** We invest in unregistered securities issued by private companies (“Private Securities”), generally with the expectation that such issuers will become public companies or be acquired. Private Securities are illiquid and there can be no assurance that a company will succeed in going public or be acquired. In the event a company remains private, a Fund may have difficulty selling its investment. Valuing Private Securities is largely subjective since Private Securities are not actively traded. Furthermore, private companies may not have the same level of disclosure or standards of governance that are required of a public company. There can be no assurance that a Fund would be able to realize the carrying value of any Private Security.

**Short Sales.** We engage in short selling of securities. A short sale will result in a gain if the price of the securities sold declines sufficiently between the time of the short sale and the time at which securities are purchased to replace those borrowed. A short sale will result in a loss if the price of the securities sold short increases or does not decline sufficiently to cover transaction costs. A short sale involves a risk of a theoretically

unlimited increase in the market price of the security that would result in a theoretically unlimited loss.

**Special Situations.** We invest in companies involved in (or the target of) acquisition attempts or tender offers or in companies involved in or undergoing work-outs, liquidations, spin-offs, reorganizations, bankruptcies or other catalytic changes. In such special situations, there exists the risk that the contemplated transaction either will be unsuccessful, take considerable time or will result in a distribution of cash or a new security the value of which will be less than a Fund's investment in respect of which such distribution is received. Similarly, if an anticipated transaction does not in fact occur, a Fund may be required to sell its investment at a loss, hold illiquid securities or write off its entire investment.

**Non-U.S. Securities.** Investments in non-U.S. securities (and/or derivative instruments related thereto) involve considerations that are not applicable to investing in U.S. securities, including unfavorable changes in currency rates, exchange control regulations, reduced and less reliable information about issuers and markets, less stringent accounting standards, illiquidity, higher commissions and custody fees, local economic or political instability and greater market risk in general. Investing in emerging market countries involves additional risks, such as exposure to economic structures that are generally less diverse and mature, less stable political systems and the absence of developed legal structures governing private and foreign investments and private property. Markets for securities of issuers located in emerging markets are often illiquid and volatile. In addition, interest, dividends, capital gains and other income paid by non-U.S. issuers may be subject to withholding and other non-U.S. taxes that may decrease the net return on these investments.

**Foreign Currencies.** We trade in spot and forward contracts on foreign currencies. When trading forward contracts, a Fund contracts with or through its banks or brokers to make or take future delivery of a particular foreign currency. Although the foreign currency market is not believed to be necessarily more volatile than the market in other commodities, there is less protection against defaults in the forward trading of currencies because such forward contracts are not effected on or through an exchange or clearinghouse. Trading in spot foreign currency contracts is generally not regulated by the CFTC. Therefore, with respect to this trading, the Funds are not afforded the protections provided by CFTC regulation, including segregation of funds. Trading in forward foreign currency contracts, however, is regulated by the CFTC (although a limited category of forward foreign currency contracts have been excluded from some of the regulations under the Dodd-Frank Act). Regulation could entail increased costs and, among other things, result in additional recordkeeping and reporting requirements.

**Futures.** We will trade in futures and options thereon, primarily involving commodities and market indexes. Futures markets are highly volatile and are influenced by factors such as changing supply and demand relationships, governmental programs and policies, national and international political and economic events and changes in interest rates. In addition, the low margin deposits normally required in futures trading can create a high degree of leverage in a futures trading account. As a result, a relatively small price movement in a futures contract may result in substantial losses to the trader. Moreover, exchange-traded futures positions are marked to market each day, and variation margin payments must be paid to or by a trader. Futures may also be illiquid and certain commodity exchanges may restrict trading in particular commodities at prices that represent a fluctuation in price beyond certain set limits. If prices fluctuate during a single day's trading beyond those limits, which conditions have in the past

sometimes lasted for several days with respect to certain contracts the Funds could be prevented from promptly liquidating unfavorable positions, and thus experience substantial losses.

**Options.** We may engage in the trading of options, including options on securities, futures contracts, physical commodities, currencies and fixed income instruments. Specific market movements of the instrument underlying an option cannot be predicted accurately. The purchaser of an option is subject to the risk of losing the entire purchase price of the option. The writer of an option is subject to the risk of loss resulting from the difference between the premium received for the option and the price of the commodity or currency futures contract or security underlying the option that the writer must purchase or deliver upon exercise of the option. Trading of options involves risks substantially similar to those involved in trading futures contracts or margined securities in that options are speculative and highly leveraged. The Funds may also engage in the trading of options on baskets of securities and stock indices.

**Over-the-Counter Derivatives.** The trading of over-the-counter derivatives is subject to a variety of risks including: 1) counterparty risk; 2) basis risk; 3) interest rate risk; 4) settlement risk; 5) legal risk and 6) operational risk. Counterparty risk is the risk a counterparty might default on its obligation to pay or perform generally on its obligations. This risk is accentuated for contracts with longer maturities where events may intervene to prevent settlement, or where transactions are concentrated with a single or small group of counterparties. Basis risk is the risk attributable to the movements in the spread between the derivative contract price and the future price of the underlying instrument. Interest rate risk is the general risk associated with movements in interest rates. Settlement risk is the risk that a settlement in a transfer system does not take place as expected. Legal risk is the risk that a transaction proves unenforceable in law including, but not limited to, because it has been inadequately documented. Operational risk is the risk of unexpected losses arising from deficiencies in a firm's management information, support and control systems and procedures. Swaps and other transactions in over-the-counter derivatives may involve other risks as well, as there currently is no exchange market on which to close out an open position. It may be impossible to liquidate an existing position, to assess the value of a position or to assess the exposure to risk.

In addition, the Dodd-Frank Wall Street Reform and Consumer Protection Act (the "Dodd-Frank Act"), among other things, grants the SEC and the CFTC broad rulemaking authority to implement various provisions of the Dodd-Frank Act including comprehensive regulation of the over-the-counter derivatives market. The implementation of the Dodd-Frank Act could adversely affect the Funds by increasing transaction and/or regulatory compliance costs.

**Fixed Income and Debt Securities.** Investment in fixed-income securities such as bonds or notes exposes one to the risk that the value of these securities will decline because of rising interest rates. Investments in these types of securities will also be subject to the credit risk that an issuer fails to pay interest and principal in a timely manner, or that negative perceptions of the issuer's ability to make such payments cause the price of its debt to decline. Lastly, investment in lower-rated or unrated debt securities will be subject to the risk that the securities may fluctuate more in price and be less liquid than higher-rated securities.

**Investments in Private Funds.** With a Private Fund, there can be no assurance that a manager that has been successful in the past will be able to replicate that success in the future. In addition, as a Fund does not control the underlying investments in a Private



Fund's portfolio, there is a risk that a manager may deviate from its stated strategy. Moreover, a Fund cannot control the manager's daily business and compliance operations. Finally, investing in a Private Fund entails fees that may include both management fees and incentive compensation, thus reducing a Fund's return on investments made by a Private Fund.

***Other Risks Associated with Libra's Strategies:***

**Lack of Diversification.** A Fund's portfolio may not be as diversified among a wide range of securities as other investment vehicles. Accordingly, the investment portfolio of a Fund may be subject to more rapid change in value than would be the case if the Fund were required to maintain a wider diversification among types of securities, companies, industries and geography.

**Use of Leverage.** The Funds have generally utilized leverage. Borrowing money to purchase investments increases a Fund's potential profits, but exposes it to greater capital risk and higher current expenses. Any gain in the value of investments purchased with borrowed money or income earned from these investments that exceeds interest paid on the amount borrowed would cause a Fund's net asset value to increase more quickly than would otherwise be the case. Conversely, any decline in the value of the investments purchased causes a Fund's net asset value to decrease more quickly than would otherwise be the case. In addition, should the securities pledged to brokers to secure a Fund's margin accounts decline in value, the Fund could be subject to a margin call, pursuant to which the Fund would be required either to deposit additional funds or securities with the broker or to suffer mandatory liquidation of the pledged securities to compensate for the decline in value. In the event of a sudden decline in the value of a Fund's assets, the Fund might not be able to liquidate assets quickly enough to satisfy its margin requirements.

**Lack of Trading and Investment Limitations.** The Funds have no self-imposed restrictions to their trading and investment strategies. The Funds do not observe any rigid policies requiring a specific level of portfolio diversification or restricting the concentration of investments in any type of security, geographic market, industry or any single issuer. Although the Funds do not generally make investments in companies for the purpose of exercising control over their management, there are no restrictions regarding the percentage or amount of voting securities of an issuer that a Fund is permitted to acquire. The Funds are authorized to invest in "restricted" securities that are subject to legal or contractual restrictions and are not eligible for prompt resale to the public.

**Turnover.** The Funds' turnover rates are expected to be significant, requiring substantial brokerage commissions and other trading-related fees and expenses.

**Exchange Rate Fluctuations; Currency Hedging Considerations.** A portion of the Funds' assets generally is invested in instruments denominated in non-U.S. currencies and in other financial instruments, the price of which is determined with reference to such currencies. To the extent unhedged, the value of a Fund's investments will fluctuate with the exchange rates of the currencies in which the Fund's investments are denominated or to which they are referenced, as well as the price changes of the investments in their local markets and currencies. In such cases, a decrease in the value of one of these currencies compared to the other currencies in which a Fund makes investments will reduce the effect of any increases and magnify the effect of any

decreases in the prices of the Fund's investments in their local markets and may result in a loss to the Fund. An increase in the value of one of the currencies in which a Fund makes investments will have the opposite effect.

Furthermore, the Funds may incur costs in connection with conversions between various currencies. The Funds will conduct their currency exchange transactions either on a spot (i.e., cash) basis at the spot rate prevailing in the currency exchange market, or through entering into forward or options contracts to purchase or sell the currencies needed.

The Funds may seek to protect the value of some portion or all of its portfolio holdings against currency fluctuations by engaging in hedging transactions, but there can be no assurance that such hedging transactions will be effective. There can be no guarantee that instruments suitable for hedging currency or market shifts will be available at the time when a Fund wishes to use them or will be able to be liquidated when a Fund wishes to do so.

In addition, any currency hedging transactions entered into by a Fund may include a credit component, pursuant to which a Fund may be required to grant to its hedging counterparty a security interest in certain of the Fund's assets. Such security interest may include an undivided interest in all of a Fund's assets, and may not be limited solely to the assets to which the hedge relates.

**Trading on Non-U.S. Exchanges; Foreign Exchange Controls.** The Funds purchase and sell securities, futures, options, commodities and currencies on exchanges located outside the United States, where the regulations of the SEC and CFTC do not apply. Trading on a foreign exchange may involve certain risks not applicable to trading on U.S. exchanges, such as risks of fluctuations in the exchange rate between the currency of the locale of the foreign exchange and U.S. dollars, expropriation, burdensome or confiscatory taxation, moratoriums, or political or diplomatic events.

Governments in non-U.S. markets may impose foreign exchange controls at will, making it impossible to convert local currency into other currencies. These controls may effectively prevent capital from being removed from a country. In addition, certain countries do not have fully convertible currencies. The imposition of currency controls by a non-U.S. government may negatively impact performance and liquidity in the Funds if capital becomes trapped in that country.

**Speculative Position, Price and Trading Limits and Other Exchange Risks.** The CFTC and various exchanges impose speculative position limits on the number of positions that any trader, such as Libra, may directly or indirectly hold or control in particular commodities. In some cases, all open positions in accounts managed or controlled, directly or indirectly, by Libra and any person or persons who are acting with Libra will be aggregated when determining such position limits. Libra believes that from time to time, established speculative position and trading limits may adversely affect its trading for the Funds. It is possible that trading decisions may have to be modified from time to time and positions liquidated in order to avoid exceeding applicable position limits, and the Funds might be unable to enter into or hold certain positions if the accounts managed or controlled by Libra were to exceed the applicable limits. Such modification or liquidation could adversely affect the operations and profitability of the Funds.

In addition, some U.S. commodity exchanges limit fluctuations in certain prices during a single day by imposing "daily price fluctuation limits" or "daily limits." The existence of such limits may reduce liquidity or effectively curtail trading in particular markets.

Contract prices in various investments may occasionally fluctuate beyond the daily limit for several consecutive days with little or no trading. Such occurrences could prevent the Funds from promptly liquidating unfavorable positions and subject the Funds to substantial losses, which could exceed the margin initially committed to such trades. Daily limits may reduce liquidity, but they do not limit ultimate losses, as such limits apply only on a day-to-day basis. In addition, even if contract prices have not fluctuated beyond the daily limit, the Funds may not be able to execute trades at favorable prices if there is only light trading in the contracts involved.

As part of its emergency powers, an exchange or regulatory authority can suspend or limit trading in a particular investment or commodity interest, order immediate liquidation and settlement of a particular contract, or order that trading in a particular contract be conducted for liquidation only. The possibility also exists that governments may intervene to stabilize or fix commodity prices or exchange rates, restricting or substantially eliminating trading in the affected commodities or currencies.

**Failure of a Broker.** If a firm acting as a prime broker, securities or commodity clearing broker for the Funds fails to maintain client assets in an account which segregates such assets from the assets of the broker itself or the assets of other clients (which is not required in many jurisdictions), such deposits may be subject to a risk of loss in the event of the broker's bankruptcy. Under certain circumstances, such as the inability of another customer of the clearing broker or the clearing broker itself to satisfy deficiencies in such customer's accounts, the Funds may be subject to a risk of loss of funds on deposit with the broker. In the case of such bankruptcy or loss, the Funds may only be able to recover a portion of their property available for distribution to the broker's customers.

#### **Item 9. Disciplinary Information**

We do not believe that there have been any legal or disciplinary events that are material to a client's evaluation of our advisory business or the integrity of our management.

#### **Item 10. Other Financial Industry Activities and Affiliations**

Libra is exempt from registration with the CFTC as a commodity trading advisor. Ranjan Tandon, LLC, an affiliate of Libra, is the general partner of the Funds, and has claimed exemption from registration with the CFTC as a commodity pool operator with respect to its operation of one of the Funds.

#### **Item 11. Code of Ethics, Participation in Client Transactions and Personal Trading**

Libra has adopted a Code of Ethics ("Code") that sets forth the high ethical standards that we require of our employees. The Code reflects Libra's fiduciary obligations, supervisory requirements and duty to comply with securities laws.

All Libra employees are subject to personal account disclosure requirements and restrictions on personal trading. The Code specifically limits the securities an employee can purchase without prior approval and requires each employee's broker-dealer(s) to provide duplicate personal account statements and trading information directly to Libra.

The Code also requires prior approval of any acquisition of securities in a limited offering (e.g., private placement) or an initial public offering. Investors and prospective investors in either Fund may request a copy of our Code by phone at 212-350-5125, via email at [compliance@libraadvisors.com](mailto:compliance@libraadvisors.com), or by mailing a request to Libra's principal office address.

Libra's managing member has invested in the Funds. In addition, subject to the restrictions and limitations set forth in the Code, Libra's managing member and/or certain employees may have direct investments in one or more of the underlying portfolio companies in which the Funds have invested.

It is our policy that no person employed by Libra may usurp an investment opportunity that may be appropriate for any of the Funds. We have established the following restrictions and procedures in order to ensure we meet our fiduciary responsibilities:

- No officer or employee of Libra may place his or her own interest ahead of that of an advisory client (i.e., a Fund).
- Securities holdings of persons with access to advisory recommendations are compared to Fund holdings and trading information on a regular basis by the Chief Compliance Officer.
- All employees must act in accordance with applicable Federal and State regulations governing registered investment advisory practices.
- Any individual not in compliance with the above may be subject to disciplinary action up to and including termination.

Our Code further prohibits the use of material non-public information. While we do not believe that we have any particular access to non-public information, all employees are reminded that such information may not be used in a personal or professional capacity.

The Investment Advisers Act of 1940 makes it unlawful for any investment adviser, directly or indirectly, acting as principal for its own account, to knowingly sell any security to, or purchase any security from, a client without disclosing to the client in writing the capacity in which the adviser is acting and obtaining the client's consent to the transaction. The SEC has indicated that when an investment adviser and/or its controlling persons own more than 25% of a fund's outstanding securities (as is the case with the Funds), a trade with another client account or fund should be treated as a principal transaction. Libra has adopted specific policies and procedures for monitoring the level of proprietary ownership in each Fund and has appointed an independent representative who must approve any transaction that could be considered a principal transaction between the Funds.

## **Item 12. Brokerage Practices**

Libra uses many brokers to execute trades for the Funds. Each Fund's organizational documents and investment management agreements grant Libra broad authority to select the brokers or dealers through which to place trades on behalf of the Funds. In selecting brokers to execute transactions, we endeavor to seek best execution given the

circumstances. However, we need not solicit competitive bids and do not have an obligation to seek the lowest available commission cost.

Libra will not receive any portion of the brokerage commissions and/or transaction fees charged to the Funds.

**Research and Other Soft Dollar Benefits:** Libra ceased to use Soft Dollars (services indirectly paid for out of brokerage commissions) in 2012.

**Trade Aggregation and Allocations:** We typically will aggregate trades when doing so is advantageous to the Funds. Mostly, we will batch transactions to receive volume discounts and to obtain better and more uniform pricing for the Funds. If we determine that aggregation of trades in a certain situation will be beneficial to the Funds, transactions will be averaged as to price and will be allocated between the Funds in proportion to the purchase and sale orders placed for each Fund account on a given day. Any exceptions from the pro-rata allocation procedure will be documented. Such exceptions may occur due to varying cash availability between Funds, existing concentrations, investment restrictions, and a desire to avoid “odd lots” (an amount of a security that is less than the normal unit of trading for that particular security).

#### **Item 13. Review of Accounts**

Ranjan Tandon, managing member of Libra, continuously monitors trading in the Funds' and family client accounts and reviews positions on a regular basis. Positions are reviewed in the overall context of each client's investment objectives as well as company-specific, industry, geopolitical and macroeconomic events.

Libra sends to Fund and SPV investors written unaudited statements of valuation and performance at least quarterly, in accordance with the agreements of each Fund and SPV, as applicable. We also send to each SPV investor written audited annual financial statements of the SPV in which they have an interest.

#### **Item 14. Client Referrals and Other Compensation**

Libra is in the process of converting to a family office and ceased accepting new non-family clients and investors in 2012. Libra has no arrangements, formal or informal, to compensate any person for client or investor referrals, nor do we or any of our affiliates receive compensation for referring clients or investors to any third party.

#### **Item 15. Custody**

Limited Partners in one of the Funds receive account statements at least quarterly from the qualified custodians that hold the Fund's assets. These Limited Partners should carefully review those statements and are urged to compare them to the account statements they receive from the Fund's Administrator.

**Item 16. Investment Discretion**

The relevant organizational documents and/or advisory agreements for the Funds and the SPVs grant Libra full discretionary authority to determine which securities and the amounts of securities that it buys and sells for the Funds and the SPVs. Libra's discretionary authority is also subject to the rules and regulations of any exchange or market in which Libra trades securities on behalf of the Funds and the SPVs.

**Item 17. Voting Client Securities**

Libra is granted the authority and responsibility to vote proxies solicited by the issuers of securities held by the Funds. We have adopted written policies and procedures governing the voting of such proxies. According to our policies, we will vote proxies in the best interest of the Funds. To that end, we endeavor to vote proxies in the manner that we determine in good faith to be most likely to enhance the value of the Funds' investments. Consideration is given to both the short and long-term implications of the proposal being voted on. Libra's complete proxy voting policy is available for investors to review upon request via email at [compliance@libraadvisors.com](mailto:compliance@libraadvisors.com), by phone at 212-350-5125, or by mailing a request to the firm's principal office address.

**Item 18. Financial Information**

Libra is not required to include a balance sheet for its most recent fiscal year, is not aware of any financial condition reasonably likely to impair its ability to meet its contractual commitments to clients, and has not been the subject of a bankruptcy petition at any time during the past ten years.