

# RATAN CAPITAL MANAGEMENT, LP

Part 2A of Form ADV: Firm Brochure

101 Park Avenue, 21st Floor  
New York, NY 10178  
Phone: 212-984-2371  
Fax: 212-984-2417

March 31, 2014

This brochure provides information about the qualifications and business practices of Ratan Capital Management, LP (“**Ratan**” or the “**Firm**”), an investment adviser registered with the United States Securities and Exchange Commission (the “**SEC**”). If you have any questions about the contents of this brochure, please contact us at (212) 984-2371. The information in this brochure has not been approved or verified by the SEC or by any state securities authority.

Registration with the SEC does not imply any level of skill or training. Additional information about Ratan is also available on the SEC’s website at [www.adviserinfo.sec.gov](http://www.adviserinfo.sec.gov).

## **ITEM 2: MATERIAL CHANGES**

This amendment to the brochure, dated March 31, 2014, contains material changes from Ratan's previous annual brochure, which was filed on June 28, 2013. The following material changes have been made to this brochure since the last update:

- (i) Ratan's regulatory assets under management increased from \$232,869,503 as of March 31, 2013 to \$733,834,000 as of December 31, 2013. (See Item 4)
- (ii) Ratan has revised and expanded disclosure related to general categories of risk that apply to investing in Funds (as hereinafter defined). Ratan does not believe that the risks that apply to investing in the Funds have changed materially. (See Item 8)

In addition, Ratan has updated various sections of the brochure. Please review this brochure carefully and in its entirety.

### ITEM 3: TABLE OF CONTENTS

Item 2: Material Changes .....	2
Item 3: Table of Contents .....	3
Item 4: Advisory Business .....	4
Item 5: Fees & Compensation .....	5
Item 6: Performance-Based Fees & Side-By-Side Management .....	6
Item 7: Types of Clients.....	7
Item 8: Methods of Analysis, Strategies & Risk Of Loss .....	7
Item 9: Disciplinary Information .....	13
Item 10: Other Financial Industry Activities & Affiliations .....	13
Item 11: Code of Ethics, Participation or Interests In Client Transactions & Personal Trading.....	14
Item 12: Brokerage Practices.....	15
Item 13: Review of Accounts.....	17
Item 14: Client Referrals & Other Compensation.....	18
Item 15: Custody.....	18
Item 16: Investment Discretion.....	18
Item 17: Voting Client Securities.....	18
Item 18: Financial Information.....	19

#### ITEM 4: ADVISORY BUSINESS

Ratan Capital Management, LP (“**Ratan**” or the “**Firm**”), a Delaware limited partnership, is an alternative investment management firm founded by Nehal Chopra. Ratan provides investment advisory services to private investment funds that we sponsor (collectively, the “**Funds**”). Ms. Chopra is our sole owner and is responsible for all investment decisions made by the Firm. As of December 31, 2013, our regulatory assets under management were approximately \$733,834,000, all of which are managed on a discretionary basis.

Ratan commenced operations in March 2009. Our current staff consists of 5 employees and our principal place of business is in New York City.

The Funds currently advised by Ratan are:

- Tiger Ratan Capital Fund, LP, a private investment fund organized under the laws of the State of Delaware open to U.S. investors (the “**U.S. Fund**”);
- Tiger Ratan Capital Fund (Cayman), Ltd., a private investment fund organized under the laws of the Cayman Islands open to non-U.S. investors and tax-exempt U.S. investors (the “**Offshore Fund**”); and
- Tiger Ratan Capital Master Fund, Ltd., a private investment fund organized under the laws of the Cayman Islands that serves as the investment vehicle for the U.S. Fund and the Offshore Fund (the “**Master Fund**”).

The Funds are part of a single “master-feeder” structure. Ratan Capital Group LLC, a Delaware limited liability company, affiliated with the Firm (the “**General Partner**”), serves as the general partner of the U.S. Fund and the manager of the Master Fund. Each Fund’s confidential offering memorandum, formation documents and other offering documents contain additional important information and are available upon request.

The Funds are our only clients. Persons who invest in the Funds are referred to in this brochure as “**Investors**”. We use the term “**Interests**” to refer to the limited partnership interests issued to Investors in the U.S. Fund, and shares issued to Investors in the Offshore Fund. The Interests are offered only through private transactions exempt from registration under U.S. and foreign securities laws.

#### Investment Advisory Services & Types of Investments

Ratan serves as discretionary investment adviser to the Funds. As investment adviser, Ratan is responsible for sourcing potential investments, conducting research and due diligence, analyzing investment opportunities and structuring and monitoring investments. Our investment objective is to generate attractive risk-adjusted returns primarily by using a fundamental research-intensive strategy to invest long and/or short in publicly traded equity securities, including equity derivative securities, of companies worldwide. Ratan seeks to identify companies that we believe are being undervalued by the market and are trading at a discount to their intrinsic or fundamental value and which we expect to appreciate in value, often due to a “catalyzing event” or change in circumstances, including CEO/management changes, significant corporate events such as transformational mergers, spin-offs, recapitalizations, bankruptcy reemergence and other major changes. We typically select investments for their attractive valuation and long-term growth potential, but may also identify specific investment opportunities that we believe have good short-term trading potential.

While Ratan generally focuses on investments in equity securities, there are no material limitations on the types of securities, sectors, markets or countries in which the Funds may invest and from time to time the Funds may invest (both long and short) in futures, currencies, commodities, exchange-traded funds, fixed

income securities and other financial instruments and assets that we deem appropriate to carry out the overall objectives of the Funds.

*Please refer to Item 8 for further information about our methods of analysis and investment strategies, the types of securities we generally invest in, and the material risks.*

#### **Customized Services & Client-Imposed Restrictions**

Ratan seeks to achieve the Funds' investment objectives by continuous management and monitoring of the portfolio according to the investment strategy and terms described in the offering documents and investment advisory agreements. Under the terms of the investment advisory agreements, the Funds have granted us broad authority and discretion to determine which securities and the amount of securities to be bought or sold. Ratan is not required to seek approval to make any investment or maintain any position.

#### **ITEM 5: FEES & COMPENSATION**

Ratan is generally entitled to receive two types of fees as compensation for the investment advisory services we provide to the Funds: (i) a management fee equal to 2.0% per annum, based on the net asset value of an Investor's capital account (or shares in the case of the Offshore Fund) and (ii) an incentive allocation or fee equal to 20% of the net profits attributable to an Investor's capital account or shares (as applicable). The Firm only charges the full incentive allocation/fee when an Investor's account is above its "high-water mark", or, in other words, when an Investor's account value as of the end of the relevant period has recovered any losses from prior periods. Detailed information regarding our fees is included in each Fund's confidential offering memorandum.

Ratan structures any performance-based compensation in accordance with Section 205(a)(1) of the Investment Advisers Act of 1940 and the rules and regulations thereunder (the "**Advisers Act**"), including the exemption set forth in Rule 205-3 permitting performance fee or allocation arrangements with "qualified clients".

*Please refer to Item 6 for further information about performance-based compensation and our conflicts of interest.*

#### **Valuation Procedures**

Ratan's fees are based on the net asset value of the Funds, as calculated by the Funds' independent administrator, International Fund Services Limited (the "**Administrator**"). We anticipate that most of the Funds' securities and other investments will be actively traded on an exchange, and will be valued at the current market price in the principal market where traded. All market prices are obtained from recognized data providers, typically Bloomberg and Reuters. Securities or other investments not traded on an active market will be valued in accordance with the pricing procedures established by Ratan from time to time.

*Please refer to the offering documents for further information about our valuation procedures and the calculation of the Funds' net asset value.*

#### **Payment of Fees**

Management fees are paid quarterly in advance and incentive fees/allocation are paid annually in arrears as of the end of each year. All fees and allocations are calculated by the Administrator and deducted directly from the Funds upon receiving approval from Ratan. If an Investor withdraws capital, the incentive fee/allocation on that capital will be deducted from the Investor's account and paid to Ratan as if the withdrawal date were the last day of the year and any loss carryforward will be reduced on a pro-rata basis.

An Investor is not permitted to choose to have the management fee or incentive fee/allocation billed directly for payment.

### **Early Withdrawal Fees**

Withdrawals from the Funds require prior notice and can be made only on a periodic basis. The Interests are subject to a “soft” initial lock-up of one year, meaning that capital may be withdrawn prior to the first anniversary of issuance, subject to an early withdrawal fee payable to the Fund.

### **Negotiability of Terms**

Fees and other terms are generally non-negotiable. Ratan retains the authority and discretion to waive all or a portion of the management fee and incentive fee/allocation or any other term.

### **Other Fees & Expenses**

Ratan’s fees are exclusive of expenses relating to the operation, administration and management of the Funds, including research expenses (including research related travel); filing and registration fees; legal fees; expenses of the continuous offering of Interests, including marketing related travel and associated expenses, the cost of producing and distributing offering memoranda and other marketing materials; printing and distribution costs; filing fees and expenses; accounting, audit, and tax preparation expenses; administration fees, costs and expenses; computer software, licensing, programming and operating expenses; data processing costs; due diligence expenses; fees for attorneys, accountants, consultants and other professionals or experts; costs and expenses incurred in connection with the Funds’ borrowings; interest expenses (including interest due to repurchase agreements and borrowing by the Funds); insurance expenses, custody fees, bank charges, brokerage commissions (including options trades), spreads, mark-ups on securities, swaps and forwards, short dividends, currency hedging costs, and other investment and operating expenses; and fees of each Conflicts Advisory Representative (as defined in the offering documents), all of which are incurred by the Funds.

The Funds may invest in money market funds or other short-term investment vehicles managed by third parties (typically large financial institutions), pending investment in other securities or for purposes of liquidity. While assets are held in these short-term investments, the Funds will incur customary fees and expenses.

Expenses of the U.S. Fund and the Offshore Fund are generally allocated to and paid by the Master Fund. Accordingly, all Investors bear a pro-rata share of all of such expenses.

*Please refer to Item 12 for additional information regarding brokerage and custody and the factors we consider in selecting broker-dealers, and in determining the reasonableness of their compensation.*

### **Compensation from the Sale of Securities or other Investment Products**

Neither Ratan nor any of our principals or employees accepts compensation for the sale of Interests.

## **ITEM 6: PERFORMANCE-BASED FEES & SIDE-BY-SIDE MANAGEMENT**

Ratan may be entitled to receive performance-based compensation from the Funds. The receipt of performance-based compensation may create a conflict of interest because it provides an incentive to invest in riskier or more speculative investments with the potential for higher rewards than we might otherwise recommend if our compensation was not based on performance, such as fees calculated solely as a percentage of assets under management, or a flat fee, or hourly fee. Investors should also consider that performance-based compensation is calculated as a percentage of realized and unrealized appreciation of the Funds’ assets. Because some or all of the Funds’ gains and losses will not have been realized when the performance-based

compensation is calculated, the amount paid by Investors may be higher than if performance-based compensation were based solely on realized net capital appreciation.

## **ITEM 7: TYPES OF CLIENTS**

Ratan provides discretionary investment advisory services to private investment funds (i.e., hedge funds). Our current clients are the Funds. Investors in the Funds include high net worth individuals, banks, trusts, pension plans, foundations, endowments, fund of funds, corporations and other types of business entities. Investors in the U.S. Fund must be: (i) “accredited investors” as defined in Regulation D under the Securities Act of 1933, as amended and (ii) “qualified purchasers” within the meaning of Section 2(a)(51) of the U.S. Investment Company Act of 1940. Investors in the Offshore Fund must be: (i) non-U.S. investors or (ii) qualified U.S. tax-exempt investors who are both accredited investors and qualified purchasers. Foreign investors are generally not subject to any particular wealth requirements. Additional investor requirements are stated in each Fund’s offering documents, which prospective investors should review prior to investing.

The minimum investment is \$1,000,000. We retain the right to waive the minimum subscription requirements in our sole discretion. The Funds are intended for sophisticated investors who can accept a high degree of risk in their investments, do not need regular current income and can accept a potential loss of their entire investment. Each prospective investor should make such investigation and evaluation of the risks as he or she concludes is appropriate.

## **ITEM 8: METHODS OF ANALYSIS, STRATEGIES & RISK OF LOSS**

Ratan is a fundamental, long/short equity investment manager. We primarily employ a value, change-driven investment strategy. Our investment process focuses on identifying securities of companies that we believe are trading at a significant discount to their estimated intrinsic or fundamental value and which we expect to appreciate in value in the foreseeable future, often due to a “catalyzing event” or change in circumstances. Investment candidates may include companies that have experienced change that we anticipate will “unlock” value, including new management, transformational mergers, spinoffs, bankruptcy reemergence or other major changes.

The companies that we invest “long” in are typically undergoing transformational change and have one or more of the following characteristics at the time of initial purchase: (i) strong free cash flow characteristics, (ii) high returns on invested capital, (iii) defensive competitive positioning and/or (iv) strong management teams with alignment of interests. On the short side, we look for weak businesses that are undergoing structural change and have one or more of the following characteristics at the time of initial purchase: (i) trade at a premium to their intrinsic value, (ii) deteriorating fundamentals, (iii) non defensive and weak competitive positioning and/or (iv) weak management teams that are not incentivized to work in the best interests of shareholders.

Our primary method of analysis is fundamental, bottom-up-research. Once a company is identified as a potential investment candidate, we undertake a fundamental research effort that may include qualitative, quantitative and comparative assessments of the company’s earnings power, ability to generate cash flow, asset values and financial strength, and reinvestment opportunities, as well as a subjective evaluation of the strengths and weaknesses of the company’s management, among other items. This internal research is supplemented with due diligence, which may include discussions with the company’s current or former management, competitors, customers, suppliers and analysts. The sources of information that we typically use include: SEC and other public filings, company reports, broker research, press releases, prospectuses, financial and trade periodicals and other secondary sources. Our research process may also identify other investment opportunities based on shorter term momentum, price dislocations or reactions to news.

Ratan has broad and flexible investment authority and trades opportunistically on behalf of the Funds. To maintain flexibility and capitalize on investment opportunities as they arise, we are not required to invest any particular percentage of the Funds' portfolio in any type of investment or region, and the portfolio's concentration in any country, sector, industry or strategy can change at any time. The Funds may have exposure to any asset or asset class directly or through derivative instruments. In connection with the implementation of our investment strategies, the Funds may from time to time utilize short sales, options, financial instruments, commodity futures, financial futures (and options thereon) and other securities to hedge investments. The Funds may also use leverage as part of the strategy and to enhance investment returns.

The Funds' net market exposure may vary depending on our assessment of shifting economic and/or market conditions. The size and concentration of the Funds' positions typically reflect our conviction in respect of a value realization opportunity, based in part on one or more of the value-drivers identified through our fundamental analysis. As Portfolio Manager, Ms. Chopra has final authority over all of the Funds' portfolio decisions and is responsible for position sizing, capital allocation among sectors and the maintenance of targeted gross and net exposures. When investing in the Funds, Investors rely on the general market skill, knowledge and expertise of our investment team and ultimately rely on the expertise and judgment of Ms. Chopra, drawing on her experience in value and change-driven investing.

*The descriptions of our specific advisory services and the investment strategies pursued and investments made should not be understood to limit in any way our investment activities. We may offer any advisory services, engage in any investment strategy and make any investment, including any not described in this brochure, that we consider appropriate, subject to each Fund's investment objectives and guidelines. In addition, Ratan may in the future organize other investment funds or manage investment funds or separately managed accounts that may either co-invest with the Funds or follow an investment program similar to or different from the Funds' programs.*

*The investment strategies we pursue are speculative and entail substantial risks. The investment practices described above could result in substantial losses. There can be no assurance that our strategy will be profitable or that our investment objectives will be achieved. In the absence of a change in investment thesis, we may use price volatility as a potential opportunity to add to or trim positions, as opposed to viewing volatility solely as a source of risk. Investors must be willing to bear the risks of this strategy and the accompanying volatility.*

#### **Certain Risks Relating to Our Investment Strategies and Investments Made**

The following risk factors do not purport to be a complete list or explanation of the risks involved with the activities of Ratan and the Funds. These risk factors include only risks we believe to be material, significant or unusual, and relate to particular investment strategies employed by Ratan and investments made pursuant thereto. We do not address material, significant, or unusual risks associated with other factors, including, without limitation certain instrument types, operational risks and certain market risks. Please refer to the Funds' confidential offering memorandum for a more complete description of the risk factors.

*General Market Conditions.* The success of our investment strategy is highly dependent upon conditions in the global financial markets and economic conditions throughout the world that are outside our control and difficult to predict, such as interest rates, availability of credit, inflation rates, economic uncertainty, changes in laws, trade barriers, commodity prices, currency exchange rates and controls, national and international political circumstances and the occurrence of various events (including hurricanes, earthquakes and other natural disasters). Unpredictable or unstable market conditions may result in reduced opportunities to find suitable investments and make it more difficult to exit and realize value from existing investments, which could materially adversely affect our investment strategy. The performance of our investment strategy also depends to a great extent upon correctly assessing the future course of the price movements of securities and other investments. There can be no assurance that we will be able to predict accurately these price movements.



The Funds could incur material losses even if Ratan reacts quickly to difficult market conditions, and there can be no assurance that the Funds will not suffer material losses and other adverse effects from broad and rapid changes in market conditions in the future. Investors should realize that the markets for the financial instruments in which the Funds seek to invest can correlate strongly with each other at times or in ways that are difficult for Ratan to predict. Even a well-analyzed approach may not protect the Funds from significant losses under certain market conditions.

*Risks of Investments Generally.* All investments risk the loss of capital. Our investment strategies may involve risks associated with limited diversification and high concentration, leverage, speculative assets and the use of speculative and possibly untested investment strategies and techniques, interest rates, currencies, volatility, tracking, short sales, credit deterioration or default, systems and other inherent risks. Certain investment techniques (e.g., use of leverage) can magnify the impact of adverse market movements. In addition, investments may be materially affected by conditions in the financial markets and by overall economic conditions occurring globally and in particular countries or markets where we invest. Some of these risks cannot and/or will not be hedged.

Our methods for minimizing such risks may not accurately predict future risk exposures. Risk management techniques are based in part on the observation of historical market behavior, which may not predict market divergences that are greater than historical indicators. Also, information used to manage risks may not be accurate, complete or current, and such information may be misinterpreted.

*Volatility.* The prices of equity securities and other financial instruments can be highly volatile. Global credit and other financial markets have suffered and continue to suffer substantial stress, volatility, illiquidity and disruption. The deterioration of current market conditions could result in additional declines in market values. Such declines may affect the level and volatility of securities prices and the liquidity and the value of investments and could lead to losses and diminished investment opportunities for the Funds, prevent us from successfully executing our investment strategies or require us to dispose of investments at a loss.

*Fundamental Strategies.* Fundamental analysis — which is based on the theory that market mispricings exist because market prices do not incorporate all knowable economic and other relevant data — is subject to the risk of inaccurate or incomplete market information, as well as the difficulty of predicting future prices based upon analysis of all known information. Investments made based upon fundamental analysis are subject to significant losses when market sentiment leads to market prices being materially discounted from the expected prices indicated by fundamental analysis (as in the case of “flights to quality” when the demand for certain risky investment instruments plummets) or when technical factors, such as price momentum encouraged by trend following, dominates the market.

*Concentration.* Ratan is generally not required to diversify our investments and may concentrate investments in a limited number of positions, as well as a limited number of sectors, industry groups and subgroups, and geographic regions. As a result, the Funds may become more susceptible to fluctuations in value or loss resulting from adverse economic or business conditions that affect those positions, sectors, industry groups or subgroups, or geographic regions. Due to the potential concentration, the performance of a single investment may have a significant impact on the Funds. Moreover, investments concentrated in a particular position, sector, industry group or subgroup, or geographic region will be subject to the risks of that position, sector, industry group or subgroup, or geographic region, which may include rapid obsolescence of technology, sensitivity to regulatory changes, minimal barriers to entry, and sensitivity to overall market swings.

*Correlation Risk.* Under certain market conditions, our investments may exhibit a substantial degree of positive correlation, further reducing the diversification (and, accordingly, altering the risk profile) of the Funds’ portfolio. This may occur in particular when a substantial portion of the portfolio is concentrated in a limited

number of positions, as well as a limited number of sectors, industry groups or subgroups, or geographic regions that relate to a particular investment theme or idea.

*Risks of Change-Driven Investing.* The Funds may invest in companies involved in (or that are the target of) acquisition attempts or tender offers or companies involved in work-outs, liquidations, spin-offs, reorganizations, mergers, bankruptcies and similar transactions. Such transactions are dependent on one or more contingencies to become effective. In addition, merger arbitrage strategies also depend for success on the overall volume of merger activity, which historically has been cyclical in nature.

*Leverage and Borrowing Risks.* The use of leverage will increase the volatility of our investments and can magnify losses. Leverage may be achieved through purchases of securities on margin and the use of options, futures, forward contracts, and swaps, among other methods. The purchase of options, futures, forward contracts and swaps generally involves little or no margin deposit and, therefore, provides substantial “imbedded” leverage. Relatively small price movements in these financial instruments may result in immediate and substantial losses.

The use of margin and short-term borrowing creates several risks. If the value of the Funds’ securities falls below the required margin levels, the Funds may be required to liquidate assets quickly and/or at disadvantageous prices. If the Funds are unable to satisfy any margin call, then the lender could liquidate positions and/or close down trading lines, which could cause significant losses. The failure to satisfy a margin call may trigger cross-defaults under other agreements, multiplying the adverse impact. There can be no assurances that the Funds will be able to secure or maintain adequate financing.

*Directional Bias.* The Funds’ overall trading approach is based primarily on identifying absolute mispricings and taking corresponding directional positions. Directional investing is subject to all the risks inherent in incorrectly predicting future price movements. Often these price movements will be determined by unanticipated factors, and even if the determining factors are correctly identified, our analysis of those factors may prove inaccurate, potentially leading to substantial losses. Predicting future prices is inherently uncertain and the losses incurred, if the market moves against a position, will often not be hedged.

*Non-U.S. Securities.* Our investments outside of the United States may involve certain additional risks. Many financial markets are not as developed or as efficient as those in the United States and certain Western European countries. Therefore, investments in less efficient markets may have less liquidity and more price volatility than investments in a more efficient market would have. In addition to business uncertainties, investments outside of the United States may be affected by political, social and economic uncertainty affecting a particular country or region. The legal and regulatory environment may also be different, particularly as to bankruptcy and reorganization. Financial accounting and reporting standards and practices may differ, and there may be less publicly available information in respect of such companies.

*Currency Risk With Respect to Investments in Non-U.S. Issuers and Instruments.* The Funds may invest in securities of non-U.S. issuers and other instruments denominated in non-U.S. currencies, the prices of which are determined with reference to currencies other than the U.S. dollar. The Funds, however, value securities and other assets in U.S. dollars. Investments that are denominated in a non-U.S. currency are subject to the risk that the value of a particular currency will change in relation to one or more other currencies. We may seek to hedge non-U.S. currency exposure by shorting stocks denominated in the particular currency, or investing in currencies, forward currency exchange contracts, or any combination thereof, but there is no assurance that such strategies will be implemented, and if implemented, will be effective.

We may also enter into unhedged transactions which may increase the risk that the Funds could incur material losses. To the extent unhedged, non-U.S. investments will fluctuate in value with U.S. dollar exchange rates as well as price changes in the various local markets and currencies. In such cases, an increase in the value of the U.S. dollar compared to the other currencies in which we makes investments will reduce

the effect of any increases and magnify the effect of any decreases in the prices of securities in their local markets and may result in a loss. Conversely, a decrease in the value of the U.S. dollar will have the opposite effect on non-U.S. dollar investments.

*Flexible Investment Approach.* We have broad and flexible investment authority and trade opportunistically implementing whatever strategies or discretionary approaches we believe may be best suited for prevailing market conditions. Our strategies may also change and evolve materially over time. Investors and prospective investors must recognize that by investing in the Funds, they are placing their capital under our full discretionary authority. There can be no assurance that we will be successful in applying this approach.

*Reliance on Ratan and Ms. Chopra.* The Funds' operations are dependent upon Ratan, and Ratan's operations are dependent on Ms. Chopra's services. If Ms. Chopra's services become unavailable to Ratan, the Funds would likely dissolve, possibly under unfavorable market conditions.

*Accuracy of Public Information.* In evaluating potential investments, we conduct due diligence that we deem reasonable and appropriate based on the facts and circumstances applicable to each investment. When conducting due diligence and making an assessment regarding an investment, we rely, in part, on the basis of information and data filed by issuers with various government regulators or made directly available by the issuers or through sources other than the issuers. We also rely on information obtained from third parties regarding financial, economic, business and market conditions, factors and trends. We are not in a position to independently verify the accuracy of such information and data, and in some cases, complete and accurate information is not available. As a result, we are dependent upon the integrity of both the management of these issuers and other sources of information and on the financial reporting process in general. The Funds could incur material losses as a result of corporate mismanagement, fraud and accounting irregularities.

*Equity Securities.* Equity securities fluctuate in value in response to many factors, including the activities and financial condition of individual companies, the business market in which individual companies compete, industry market conditions, interest rates and general economic conditions. The Funds may suffer losses if we invest in equity instruments of issuers whose performance diverges from our expectations or if equity markets generally move in a single direction and we are not hedged against such a general move. In addition, events such as domestic and international political instability, terrorism and natural disasters may be unforeseeable and contribute to market volatility in ways that may adversely affect our investments.

*Derivative Instruments Generally.* The Funds may invest in various derivative instruments, including options, futures, forward contracts, swaps and other derivatives, which may be volatile and speculative. The use of derivatives may involve risks different from, or possibly greater than, the risks associated with investing directly in securities or more traditional investments. Certain derivative positions may be subject to wide and sudden fluctuations in market value. Derivatives used for hedging purposes may not correlate perfectly with the underlying investment sought to be hedged. Derivative instruments may not be liquid and in volatile markets the Funds may not be able to close out a position without incurring a loss. Trading in derivative instruments can result in large amounts of leverage, which may magnify gains and losses. While derivatives used for hedging purposes can reduce or eliminate losses, such use can also reduce or eliminate gains. When the Funds use derivatives for market exposure, rather than for hedging purposes, any loss on the derivative investment will not be offset by gains on another hedged investment. Derivatives may also entail investment exposures that are greater than their cost would suggest, meaning that a small investment in derivatives could have a large potential impact on performance. The market for many derivatives is, or suddenly can become, illiquid, which may result in significant, rapid, and unpredictable changes in the prices for derivatives.

*Call Options and Put Options.* The Funds may engage in the sale and purchase of call and put options. The seller (writer) of a call option which is covered (e.g., the writer holds the underlying security) assumes the risk of a decline in the market price of the underlying security below the purchase price of the underlying security offset by the premium received if the call option expires out of the money, and gives up the opportunity for

gain on the underlying security above the exercise price of the option. The seller (writer) of a put option which is covered (e.g., the writer has a short position in the underlying security) assumes the risk of an increase in the market price of the underlying security above the sum of the sales price at which the seller establishes the short position in the underlying security and the premium received in respect of the put option sold by the seller, and gives up the opportunity for gain on the underlying security below the exercise price of the put option. The seller of an uncovered call option assumes the risk of a theoretically unlimited increase in the market price of the underlying security above the exercise price of the option. The seller of an uncovered put option assumes the risk of a decline in the market price of the underlying security to zero. The buyer of a call option or put option assumes the risk of losing its entire investment in the option. If the buyer of the call option sells short the underlying security, the loss on the call option will be offset in whole or in part by any gain on the short sale of the underlying security (if the market price of the underlying security declines). If the buyer of the put option holds the underlying security, the loss on the put option will be offset in whole or in part by any gain on the underlying security.

*Swap Agreements.* Swap agreements are individually negotiated and can be structured to include exposure to a variety of different types of investments, instruments or market factors. While we generally expect to focus on equity swaps in order to increase or decrease exposure to a particular stock, group of stocks or an index of stocks, depending on their structure, swap agreements may increase or decrease the Funds' exposure to other factors such as long-term or short term interest rates (in the United States or abroad), non-U.S. currency values, corporate borrowing rates and inflation rates. Depending on how they are used, swap agreements may increase or decrease the overall volatility of the Funds' portfolio. In addition, if a swap counterparty's creditworthiness declines, the value of swap agreements with such counterparty can be expected to decline, potentially resulting in losses.

*Forward Trading.* Forward contracts, unlike futures contracts, are not traded on exchanges and are not standardized; rather, banks and dealers act as principals in these markets, negotiating each transaction on an individual basis. Forward and "cash" trading is substantially unregulated; there is no limitation on daily price movements and speculative position limits are not applicable. The principals who deal in the forward markets are not required to continue to make markets in the currencies or commodities they trade and these markets can experience periods of illiquidity, sometimes of significant duration. There have been periods during which certain participants in these markets have refused to quote prices for certain currencies or commodities or have quoted prices with an unusually wide spread between the price at which they were prepared to buy and that at which they were prepared to sell. Disruptions can occur in any market due to unusual trading volume, political intervention or other factors. Market illiquidity or disruption could result in major losses.

*Short Sales.* Short selling involves selling securities which are not owned by the short seller and borrowing them for delivery to the purchaser, with an obligation to replace the borrowed securities at a later date. Short selling allows the seller to profit from a decline in market price to the extent such decline exceeds the transaction costs and the costs of borrowing the securities. Short sales can, in certain circumstances, substantially increase the effect of adverse price movements on the Funds' portfolios. A short sale of a security involves the risk of a theoretically unlimited increase in the market price of the security which could result in a theoretically unlimited loss because of an inability to cover the short position. There can be no assurance that securities necessary to cover a short position will be available for purchase. Purchasing securities to close out a short position can itself cause the price of the securities to rise further, thereby exacerbating any loss.

*Futures.* 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, because of the low margin deposits normally required in futures trading, a high degree of leverage is typical of a futures trading account. As a result, a relatively small price movement in a futures contract may result in substantial losses. Futures trading may also be illiquid because

certain commodity exchanges limit fluctuations in certain futures contract prices during a single day by regulations referred to as “daily price fluctuation limits” or “daily limits”. Under such daily limits, during a single trading day, no trades may be executed at prices beyond the daily limits. Once the price of a particular futures contract has increased or decreased by an amount equal to the daily limit, positions in that contract can neither be taken nor liquidated unless traders are willing to effect trades at or within the limit. This could prevent us from promptly liquidating unfavorable positions, subjecting the Funds to substantial losses or preventing the Funds from entering into desired trades.

*Hedging Transactions.* We may, but are not obligated to, utilize financial instruments, both for investment purposes and for risk management purposes. The success of our hedging strategies will depend, in part, upon our ability to correctly assess the degree of correlation between the performance of the instruments used in the hedging strategy and the performance of the portfolio investments being hedged. Since the characteristics of many securities change as markets change or time passes, the success of our hedging strategy will also be subject to our ability to recalculate, readjust and execute hedges in an efficient and timely manner. In addition, certain hedging instruments and markets may not be liquid in all circumstances. As a result, in volatile markets, we may not be able to close out a transaction in certain of these instruments without incurring losses substantially greater than the initial deposit. While we may enter into hedging transactions to seek to reduce risk, such transactions may result in a poorer overall performance. For a variety of reasons, we may be unable to, or might not seek to, establish a perfect correlation between the hedging instruments utilized and the portfolio holdings being hedged. Such an imperfect correlation may prevent us from achieving the intended hedge or expose the Funds to losses. We might not hedge against a particular risk because we do not regard the probability of the risk occurring to be sufficiently high to justify the cost of the hedge, or because we do not foresee the occurrence of the risk. The successful utilization of hedging and risk management transactions requires skills complementary to those needed in the selection of portfolio holdings. There can be no assurance that our hedging strategies, even if successful, will result in performance being uncorrelated to the markets.

## **ITEM 9: DISCIPLINARY INFORMATION**

This Item requires us to disclose legal or disciplinary events involving the Firm or our partners, officers, or principals that are material to your evaluation of our advisory business or the integrity of our management. We have no information to report that is applicable to this Item.

## **ITEM 10: OTHER FINANCIAL INDUSTRY ACTIVITIES & AFFILIATIONS**

Neither Ratan nor any of our management persons are registered, or have an application pending to register, as a broker-dealer or a registered representative of a broker-dealer, futures commission merchant, commodity pool operator, commodity trading adviser, or an associated person of the foregoing entities.

Tiger Partners, LLC ("**Tiger Investor**") has made a strategic seed investment in the Funds and, in exchange for such seed investment, the Tiger Investor has received certain rights typically associated with such an investment, including a right to share in profits and noncompete rights. Neither the Tiger Investor nor any of its affiliates has discretion or control over the management of Ratan or Ratan's clients.

Tiger Accelerator Seed Holdings, L.P. (the "**Strategic Investor**") has made a strategic seed investment in the Funds and, in exchange for such seed investment, the Strategic Investor has received certain rights typically associated with such an investment, including a right to share in profits and noncompete rights. Neither the Strategic Investor nor any of its affiliates has discretion or control over the management of Ratan or Ratan's clients.



## ITEM 11: CODE OF ETHICS, PARTICIPATION OR INTERESTS IN CLIENT TRANSACTIONS & PERSONAL TRADING

### Code of Ethics

Ratan has adopted a Code of Ethics (the “**Code**”), pursuant to Rule 204A-1 under the Advisers Act, which sets forth the standards of business and ethical conduct required of our principals and employees. The Code reflects fiduciary obligations to clients and requires Ratan principals and employees to act with honesty and integrity, adhere to the highest ethical standards and comply with applicable federal securities laws and regulations. The Code is based on the principle that we and our principals and employees owe a fiduciary duty to clients to ensure that personal securities transactions do not interfere with client transactions or otherwise take unfair advantage of client relationships.

The Code includes provisions relating to personal securities trading, insider trading and market manipulation, rumor mongering, and participation in outside business interests, among other things. All principals and employees attend annual training and certify annually that they have read, understand and will abide by the Code.

### *Personal Trading*

Subject to satisfying the Code and applicable laws, principals and employees are permitted, based on personal investment considerations, to buy or sell securities for their own accounts. Ratan has established the following policies and procedures to address conflicts of interests resulting from personal trading:

- We require our principals and employees to disclose all personal brokerage accounts to our Chief Compliance Officer and submit initial and annual holding reports, disclosing all securities held.
- We require our principals and employees to notify their brokerage firms to provide duplicate copies of all trade confirmations and statements directly to our Chief Compliance Officer.
- We prevent short term trading by subjecting all transactions to a holding period.
- We require all personal securities transactions be pre-cleared with our Chief Compliance Officer, other than securities (such as mutual funds) not treated as “reportable securities” under SEC Rule 204A-1.
- Personal transactions may be disapproved if our Chief Compliance Officer determines that the partner, principal or employee is unfairly benefiting from, or that the transaction is in conflict with, any pending client transaction.

### *Insider Trading*

All Ratan principals and employees are subject to our policy on preventing the misuse of material non-public information (the “**Insider Trading Policy**”), which is included as part of the Code. The Insider Trading Policy broadly prohibits the use of material, non-public information and includes policies and procedures that are intended to prevent insider trading by our principals and employees. Ratan maintains a “restricted list” that identifies companies for which we may have, or be deemed to have, material, non-public information.

All principals and employees attend annual training on insider trading and are required to certify annually that they have read, understand and will abide by the Insider Trading Policy.

Our Chief Compliance Officer may, in certain circumstances, grant exceptions under any section of the Code on a case-by-case basis. A copy of the Code is available to Investors, upon request, by mail or telephone to the address or telephone number on the front of this brochure.

## Conflicts of Interest

Throughout this brochure, we disclose a number of conflicts of interest and provide summaries of a number of our policies and procedures designed to detect and address these conflicts and others. Each Fund's confidential offering memorandum contains a more complete description of what we believe to be the most significant conflicts of interest associated with an investment in the Funds. Investors and prospective investors should carefully consider the conflicts of interest described here and in each Fund's confidential offering memorandum before deciding to invest.

### *Additional Conflicts*

*Gifts and Entertainment; Political Contributions.* Brokers, counterparties, service providers and other third parties with whom we do business occasionally provide gifts and entertainment to our principals and employees. Gifts and entertainment may create a conflict of interest in our selection and retention of service providers. To address this conflict, Ratan's compliance program includes policies and procedures to monitor gifts and entertainment received and to limit the value of gifts and entertainment. The compliance program also includes policies and procedures to monitor, and in certain cases limit, the political contributions that our principals and employees make to public officials and candidates for elected office.

*Trade Errors.* Ratan may on occasion make trading errors in executing trading instructions. Examples of trading errors include: buying or selling an investment at a price or quantity inconsistent with the trading instructions; or buying rather than selling a particular investment and vice versa. If an error occurs, it is: (i) corrected as soon as practicable, (ii) investigated, evaluated and quantified, and (iii) reported to our Chief Compliance Officer. The Funds are generally liable for trading errors, including errors resulting in losses or gains, unless the errors result from conduct that breaches the standard of care set forth in the investment advisory agreements. We have a conflict of interest in determining whether a trading error has occurred, and in determining how to deal with such trading error.

## ITEM 12: BROKERAGE PRACTICES

### Broker- Dealer Selection

Ratan has full discretionary authority to determine the brokers-dealers used and the commission rates paid for the Funds' transactions. When we execute orders, we have a duty to seek to obtain "best execution," which means that the Funds' total costs or proceeds are the most favorable under the circumstances. We have established general criteria to determine which brokers are qualified to provide brokerage services and consider the full range and quality of the brokerage and related services provided; including:

- research and access to management/conferences;
- quality of execution;
- reputation, financial strength and stability;
- ability to handle difficult trades;
- confidentiality of trading activity;
- willingness and ability to commit capital;
- overall costs of trades (i.e., net price paid or received) including any commissions, mark-ups, mark-downs or spreads;
- nature of the security and the available market makers;
- desired timing of the transaction and size of trade;
- operational facilities, including back office efficiency;

- block trading and block positioning capabilities; and
- market intelligence regarding trading activity.

We are not required to solicit competitive bids and do not have an obligation to seek the lowest available commission or transaction costs. Commission rates are generally negotiable and thus selecting brokers on the basis of considerations that are not limited to the applicable commission rates may result in higher transaction costs than would otherwise be obtainable. Accordingly, in any transaction or series of transactions, the Funds may pay commissions to a broker in an amount greater than the amount another broker might charge.

### **Research and Soft Dollar Benefits**

Ratan may select broker-dealers that furnish us with brokerage and research services that provide, in our view, appropriate assistance in the investment decision-making process. As a result, we may pay for such brokerage and research services with “soft dollars”. The term soft dollars refers generally to the practice by investment advisers of paying for research and brokerage services using brokerage commissions generated by the execution of trades for their clients. The types of brokerage and research services that Ratan acquired with client brokerage commissions in 2013 included: research reports on companies, industries and securities; economic, market and financial data; access to broker-dealer analysts and corporate executives; and attendance at industry seminars and broker organized conferences. The soft dollar benefits we receive do not generally have a mixed use and we generally do not utilize them for functions unrelated to making investment decisions. We primarily use research services and products to assist with investment decision-making responsibilities and enhance our capability to discharge those responsibilities.

When Ratan uses client commissions to obtain brokerage and research services, we receive a benefit because we do not have to produce or pay for the brokerage and research services itself. As a result, we may have an incentive to select or recommend a broker-dealer based on our interest in receiving brokerage and research services, rather than solely on the Funds’ interest in receiving the most favorable execution. However, when selecting broker-dealers that provide brokerage and research services, we are obligated to determine in good faith that the commissions are reasonable in relation to the value of the brokerage and research services they provide to us. Reasonableness is viewed in terms of the particular transactions and our overall responsibilities to the Funds, even though that broker-dealer itself, or another broker-dealer might be willing to execute the transactions at a lower commission. Accordingly, transactions will not always be executed at the lowest available price or commission, and we may cause the Funds to pay commissions higher than those charged by other broker-dealers.

We intend to use soft dollars to obtain investment research and brokerage services in accordance with Section 28(e) of the Securities Exchange Act of 1934, which provides a “safe harbor” to investment managers who use commission dollars generated by their advised accounts to obtain investment research and brokerage services that provide lawful and appropriate assistance to the manager in the performance of investment decision-making responsibilities. We use brokerage and research services in connection with our advisory services for any client, not necessarily for only the account that “paid” for them. We do not seek to allocate soft dollar benefits to clients in proportion to the soft dollar credits the client generates. We intend to allocate soft dollar benefits to each client account in a fair and equitable manner.

Ratan’s evaluation of the brokerage and research services provided by a broker-dealer may be a significant factor in selecting a broker-dealer to execute transactions. For this purpose, we have established a process in which certain members of our investment team rate broker-dealers that supply them with brokerage and research services. In addition, we distribute periodically a year-to-date commission report to investment professionals who provide feedback regarding the research services provided. Subject to our duty to seek best execution, we allocate commissions, in part, in accordance with the outcome of this process.



At least annually, Ratan considers the amount and nature of research and brokerage services provided by broker-dealers. Broker-dealers sometimes suggest a level of business they would like to receive in return for the various products and services they provide, but we are under no contractual or other requirement to provide such business. The Funds may have investors who are themselves service providers or are affiliated with service providers used by Ratan or the Funds; however this is not a consideration in our determination as to whether to do business with a particular broker-dealer.

#### **Brokerage for Client Referrals**

We do not select or recommend broker-dealers based upon client referrals from a broker-dealer or third party.

#### **Directed Brokerage**

We do not recommend, request or require clients to direct us to execute transactions through a specified broker dealer. We require clients to grant us discretion to select the broker-dealers to effect transactions for their accounts, and do not accept client instructions to direct brokerage to other broker-dealers.

### **ITEM 13: REVIEW OF ACCOUNTS**

#### **Periodic & Other Account Reviews**

Our investment team monitors the Funds' portfolio on a continuous basis to determine whether positions should be maintained based on performance, company fundamentals, current market conditions, news and press releases, analyst reports and other considerations. We also generate profit and loss reports for every position as of the end of every U.S. trading day. The Portfolio Manager is responsible for overseeing this process.

Our back office team performs daily reviews for trade execution and commissions paid on security transactions, proper settlement, leverage, concentration and consistency with investment restrictions, guidelines and parameters. In addition, our Chief Compliance Officer performs daily reviews for compliance with investment guidelines and restrictions and regulatory filing thresholds.

In addition, the Administrator prepares daily reviews and reconciliations of cash, positions, and activity to the prime brokers' records and reports reconciliation breaks for resolution to our back office team. The monthly net asset value calculations are prepared by the Administrator and reviewed by our back office team.

#### **Reports**

The Administrator currently provides the following information to Investors:

- end-of-month unaudited performance estimates;
- monthly capital statements detailing account information, including beginning and ending equity;
- monthly data reports detailing certain attribution, exposure and risk characteristics of the portfolio;
- annual audited financial statements; and
- applicable tax information for taxable U.S. investors invested in the U.S. Fund.

We provide Investors with an annual report containing audited financial statements, as well as a statement of the Investor's capital account as of the end of the fiscal year within 120 days of the close of each Fund's fiscal year. This report includes information concerning valuations, profits, gains and losses of the Funds. Investors should carefully review any statements or reports provided by the Administrator as well as the Funds' audited financial statements.

### *Disclosure of Portfolio and Other Information*

In the course of conducting due diligence, Investors and prospective investors periodically request information pertaining to the Funds and Ratan. We may respond to these requests, and may provide information that is not generally made available to other Investors. When we provide this information, we do so without an obligation to update any of the information provided.

We sometimes provide portfolio holdings information to third party service providers that have been retained by Investors to evaluate portfolio risk. For example, we currently provide portfolio holdings information to Riskmetrics, a provider of independent risk-transparency and risk-measurement solutions for institutional investors. We provide this information in our sole discretion, and reserve the right to cease providing it at any time. We make reasonable efforts to preserve the confidentiality of the information we provide, but we cannot ensure that the entities to which we provide information will fulfill their confidentiality obligations.

### **ITEM 14: CLIENT REFERRALS & OTHER COMPENSATION**

Ratan does not currently have any solicitation arrangements for referring investors to us; however, in the future, we may engage solicitors to refer prospective investors to the Funds. The compensation we pay to solicitors may be based on the fees we receive from the prospective investors referred, and in such cases, we will require that the solicitor disclose this practice in writing to the prospective investor and provide a copy of this brochure.

### **ITEM 15: CUSTODY**

Ratan is deemed to have custody of the Funds' assets because of our authority to deduct fees and because an affiliate serves as the general partner of the Onshore Fund. We are exempt from many of the provisions of the "custody rule" because (i) the Funds are annually audited in accordance with U.S. generally accepted accounting principles by an independent public accountant registered with, and subject to regular inspection by, the Public Company Accounting Oversight Board and (ii) audited financial statements are distributed to each Investor within 120 days of the end of each Fund's fiscal year.

Actual custody of the Funds' assets is at a broker-dealer, bank or trust company. We currently hold the assets at the Funds' prime brokers, Goldman Sachs & Co., and Morgan Stanley, Inc. Prime brokers are periodically reviewed and may change without notice.

Investors should carefully review any statements or reports provided by the Administrator as well as the Fund's audited financial statements.

*Please refer to Item 13 for further information about the reports and audited financial statements we provide.*

### **ITEM 16: INVESTMENT DISCRETION**

Ratan has full discretionary authority to manage the Funds' assets. Under the terms of the investment advisory agreement, the Funds grant us the authority and discretion to determine, among other things, which securities and the amount of securities to be bought or sold, the broker-dealer to be used in the transaction and the commission rate to be paid to the broker-dealer that executes the transaction.

### **ITEM 17: VOTING CLIENT SECURITIES**

Ratan has full discretionary authority to manage the Funds' assets, including the authority to vote proxies when solicited. In compliance with Advisers Act Rule 206(4)-6, we have adopted proxy voting policies and procedures. The general policy is to not vote proxies on behalf of the Funds. However, under extraordinary

situations, Ratan may vote proxies if we believe that the matter subject to vote may be material to the Funds. Our policy is designed to ensure that if and when Ratan does vote proxies, we will vote prudently and solely in the economic interests of, and for the exclusive purpose of providing economic benefits to the Funds. Social, political, or other objectives unrelated to the value of the Funds' investments will not be considered.

We follow procedures designed to identify conflicts or potential conflicts between our interests and those of the Funds. If we determine the conflict or potential conflict is not material, we may vote the proxy notwithstanding the conflict. If we determine that a conflict of interest or potential conflict of interest is material, our Chief Compliance Officer works with appropriate personnel to agree upon a method to resolve the conflict before voting.

Investors may obtain a copy of our complete proxy voting policies and procedures and applicable proxy voting records by contacting us by telephone or in writing at the telephone number or address shown on the cover page of this brochure.

#### **ITEM 18: FINANCIAL INFORMATION**

This Item requires us to disclose any financial condition reasonably likely to impair our ability to meet contractual commitments to clients. We have no information to report that is applicable to this Item.