

L2 INTERNATIONAL OPPORTUNITIES FUND

October 2018

Dear partner,

We have reached the end of the first month of the L2 International Opportunities Fund delivering a net return of 15.6% in US dollar in just 15 days from the start of operations.

It is interesting to observe this return within the context of the current market, whose most important indexes suffered significant losses in October. We made a few investments this month, all in the uranium sector in listed companies in Canada. Most of the Fund is still in cash, which makes the Fund's performance even more impressive (for example, if it were 100% invested, our return would have been above 30%).

Fundo L2	+15,6%
S&P 500	-6,9%
Dow Jones	-5,1%
Nasdaq	-9,2%
Nikkei	-11%
China (Shanghai)	-7,7%
FTSE	-5,1%

As you know, we have adopted a unique investment approach whereby we direct our efforts to find bargains and use opportunism to achieve superior results.

We do not worry about what big banks call risk, just a statistical measure of volatility, usually standard deviation. Nowadays, modeling risk by standard deviation is risky. We live in times of historically low volatility, but the risks are not negligible. On the contrary, we believe they are being dangerously neglected.

We take a more practical approach and understand that the risk in an investment is the possibility of losing money in the long run. This way of looking at risk, or this philosophy when investing, allows us to take advantage of downturns in some sectors or assets to achieve robust returns.

From our standpoint, the chances of losing money in investments like uranium (our focus at the moment) are low. The investment is not risk free (nothing is), but we understand that it is low compared to the return we expect, which is to say the risk-return ratio is favorable.

Without going into the merits of the thesis behind the investment in uranium, we will simplify it by saying that demand is increasing, supply is decreasing, and the selling price of the commodity is well below break-even point. We believe that this is a unique opportunity to achieve expressive returns.

L2 Capital Partners

Rua da Paisagem, 480 / 807 | Vila da Serra - Nova Lima - MG | CEP: 34.006-059
t/f. + 55 31 2555 4780 | + 55 31 2531 4790

L2capital
partners

L2 INTERNATIONAL OPPORTUNITIES FUND

October 2018

The concentration of assets is a comfortable concept for us. We are actually adverse to the overestimated diversification speech preached by the industry. We think the best investment strategy, proven time and time again, is to have most eggs in one basket and not take our eyes off it. And that is what we have done. We have selected the assets that make up the portfolio of the Fund with great discretion and intense research. In addition to looking at the financial statements, we travel, visit many companies, meet their managers, talk to some of their clients and seek out experts in that particular field to make the best investment decision.

Finally, we act with the integrity and diligence that is expected of a manager committed to results.

We continue to work to deliver even better results and we believe we are privileged to have investors who, like us, have a long-term vision, believe in our work and in our investment thesis.

We keep almost daily contact with several CEOs and CFOs of these companies, as well as geologists and analysts. We believe that our strategy and network, together with our financial knowledge, will make it possible for us to deliver solid results.

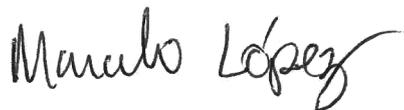
Because of Section 232 requested this year by two US uranium producers, we are initially focusing on companies located in North America, but we are also tracking other companies in Asia, Europe, Oceania and Africa.

We are very grateful to you for your trust and partnership. We believe in this business model and know that without you this Fund would not have been possible.

As managers and business partners, we are committed to investing at least 50% of the administration fee and performance fee of the Fund in the Fund itself, reinforcing our alignment of interests with you, the investor, and showing our commitment to making this Fund an extraordinary venture.

Once again, we would like to thank you for your trust and continuing support. We believe this was the first step towards success, with many more still to come.

Sincerely,



L2 Capital Partners