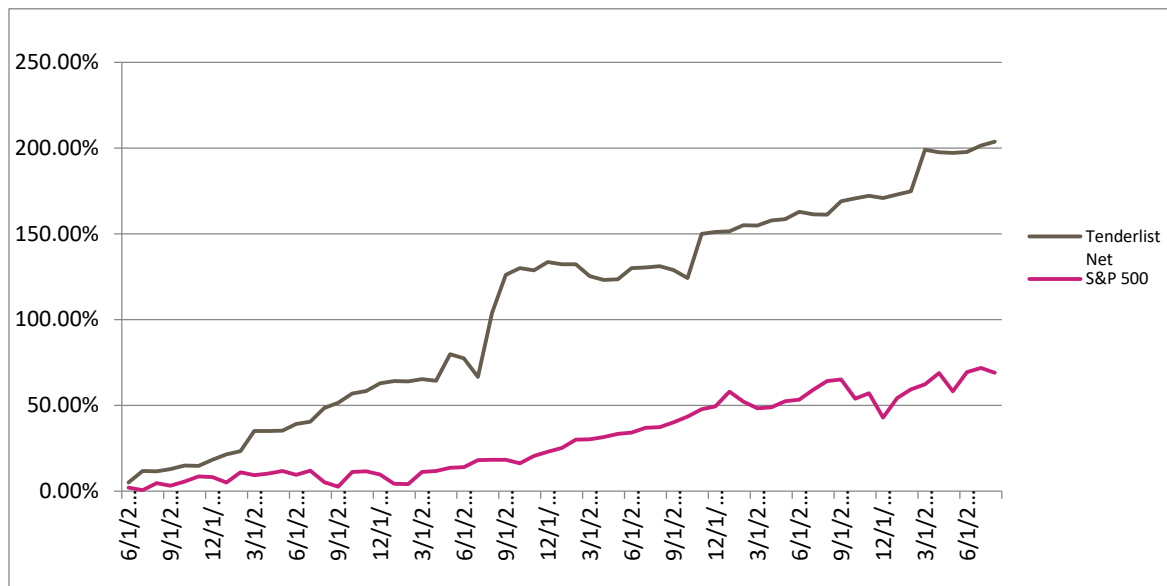


Tenderlist Update (September 2019)

Tenderlist gained 0.7% in August against a loss of 1.6% for the S&P 500.*



Discussion

Tenderlist ticked higher this month, driven mostly by the reverse split I’d mentioned (DYSL). We weren’t able to capture the maximum potential on DYSL as the arbitrage spread closed and shares were scarce. We also traded around a couple of tenders and participated in a warrant exchange (ORGO) which at present we are around breakeven on and still holding the exchanged shares.

As I’ve mentioned before, Tenderlist will also be Tender/Liquidation for growing accounts with excess cash. I took a position in Altaba during the month to put some of our excess cash to work. Altaba is a liquidating pile of cash and planning to pay a distribution of around 80% of our basis later this month. I figure we’ll earn a mid-teens IRR on holding. Most accts hold SIGM, and \$15k plus accts hold ENZN. ENZN is paying out half of their current share price in October, and SIGM will likely wrap up this year.

TenderList is an investment strategy focused on corporate tender offers and special situations. The strategy is non-scalable and is ideal for accounts of \$5,000-\$15,000.

About us

Harper Asset Management, LLC, specializes in managing separate accounts for private clients.

bharper@harperasset.com | 303.449.4887 | www.harperasset.com/tenderlist

*Average return across all TL accounts, net of fees. Past performance is no guarantee of future results. Such transactions are irregular by nature. Individual results vary. Cumulative returns are calculated from the monthly time-weighted return of the sum of all Tenderlist accounts open during the entire month. Due to the non-scalable nature of Tenderlist, returns will likely diminish as account size increases.