

This presentation has been modified from its original version to address applicable regulatory and compliance matters associated with its release on the TFG website. The original version is available upon request.

Tetragon Financial Group Limited Investor Day 2014

10 September 2014

THE INFORMATION CONTAINED HEREIN DOES NOT CONSTITUTE AN OFFER TO SELL OR A SOLICITATION OF AN OFFER TO PURCHASE ANY SECURITY OF TFG. THIS INFORMATION IS CURRENT ONLY AS OF 10 SEPTEMBER 2014, UNLESS OTHERWISE STATED. TFG UNDERTAKES NO OBLIGATION TO UPDATE ANY INFORMATION CONTAINED IN THIS PRESENTATION. PLEASE REFER TO THE ACCOMPANYING LEGAL DISCLAIMER. IN THIS REPORT, UNLESS OTHERWISE STATED, WE REPORT ON THE CONSOLIDATED BUSINESS INCORPORATING TFG AND TETRAGON FINANCIAL GROUP MASTER FUND LIMITED (THE "MASTER FUND").

TFG SHARES HAVE NOT BEEN REGISTERED IN THE UNITED STATES UNDER THE SECURITIES ACT OR UNDER ANY OTHER APPLICABLE SECURITIES LAW AND ARE SUBJECT TO RESTRICTIONS ON TRANSFER CONTAINED IN SUCH LAWS AND UNDER REGULATIONS UNDER THE U.S. EMPLOYEE RETIREMENT INCOME SECURITY ACT OF 1974, AS AMENDED ("ERISA"). THERE ARE ADDITIONAL RESTRICTIONS ON THE RESALE OF SHARES BY SHAREHOLDERS WHO ARE LOCATED IN THE UNITED STATES OR WHO ARE U.S. PERSONS AND ON THE RESALE OF SHARES BY ANY SHAREHOLDER TO ANY PERSON WHO IS LOCATED IN THE UNITED STATES OR IS A U.S. PERSON. THESE RESTRICTIONS INCLUDE THAT EACH SHAREHOLDER WHO IS LOCATED IN THE UNITED STATES OR WHO IS A U.S. PERSON MUST BE A "QUALIFIED PURCHASER" OR A "KNOWLEDGEABLE EMPLOYEE" (EACH AS DEFINED IN THE INVESTMENT COMPANY ACT), AND, ACCORDINGLY, THAT SHARES MAY BE RESOLD TO A PERSON LOCATED IN THE UNITED STATES OR WHO IS A U.S. PERSON ONLY IF SUCH PERSON IS A "QUALIFIED PURCHASER" OR A "KNOWLEDGEABLE EMPLOYEE" UNDER THE INVESTMENT COMPANY ACT.

TETRAGON



Today's Agenda

- Introduction Paddy Dear
- TFG Investment Portfolio Reade Griffith
- CLO 1.0 Jeff Herlyn
- CLO 2.0 Farboud Tavangar
- Hedge Fund Investments
 - Convertibles Mike Humphries
 - Mining Equities and Mining Finance Mike Humphries
 - Distressed Olivier Blechner
 - Event Driven Equities Reade Griffith
- Real Estate Investments Jim Blakemore
- Co-Investments Reade Griffith
- TFG Asset Management Greg Wadsworth
- Financials Philip Bland
- The Future Paddy Dear

Portfolio Overview

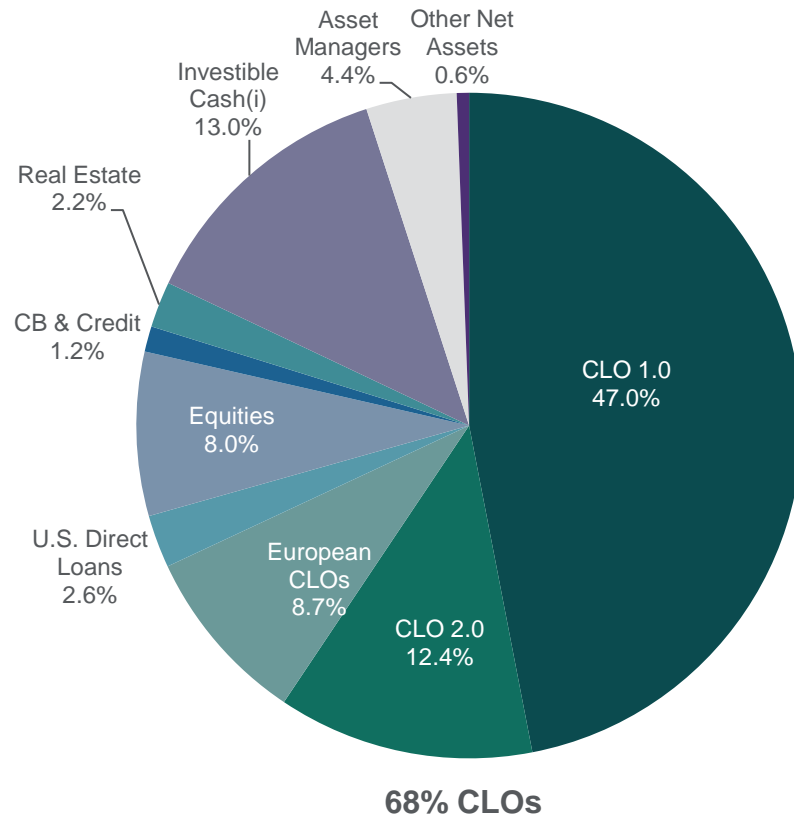
Reade Griffith

TETRAGON



Portfolio Evolution

Investment Portfolio
(% of Net Assets at 30 June 2013)



(i) Investible Cash consists of: (1) cash held directly by Tetragon Financial Group Master Fund Limited, (2) excess margin held by brokers associated with assets held directly by Tetragon Financial Group Master Fund Limited, and (3) cash held in certain designated accounts related to TFG's investments, which may only be used for designated purposes without incurring significant tax and transfer costs.

Asset Allocation and Uses of Cash: Expected Return Profile

Expected risk-adjusted return of each investment is a key factor in the asset allocation process

- Impact of each incremental investment on overall portfolio risk/reward
- Implications for size and structure of investment
- Target Return on Equity (“RoE”) of 10-15% per annum to investors⁽ⁱ⁾

Distribution of Returns

Shape of return distribution

Expected mean & volatility

Tail risks

Asset management return component?

Risk/Reward

Beta vs. alpha mix

Illiquidity/tax/structural risk premia

Risk/reward vs. reinvestment alternatives

Hedging options & costs

Asset Allocation and Uses of Cash: Duration & Liquidity

Expected duration and liquidity profile of each investment also drive asset selection and weighting

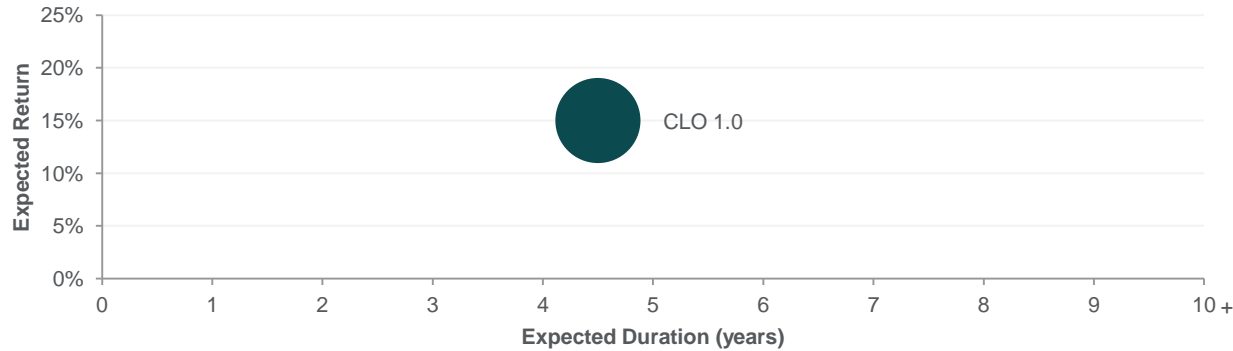
- Time to maturity vs. payback period
- Normalized vs. “worst case” exit options & their liquidity
- Understanding impact on ability to adjust the asset-mix (re-allocation costs)



TFG Investment Portfolio Duration

TFG's duration profile has diversified significantly over the last seven years

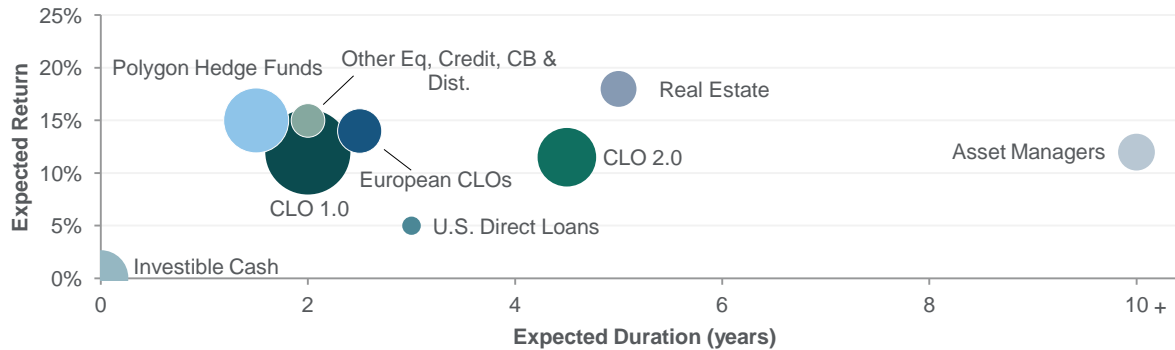
2007 Investment Portfolio Allocation



2007:

- 100% CLO investments
- No long term / “permanent” investments available in the CLO asset class to take advantage of TFG’s permanent capital base

June 2014 TFG Investment Asset Allocation



June 2014:

- Multiple asset classes and strategies
- Long term / “permanent” investments in operating businesses capture advantages of TFG’s permanent capital base
- Operating businesses provide additional paths to accessing capital

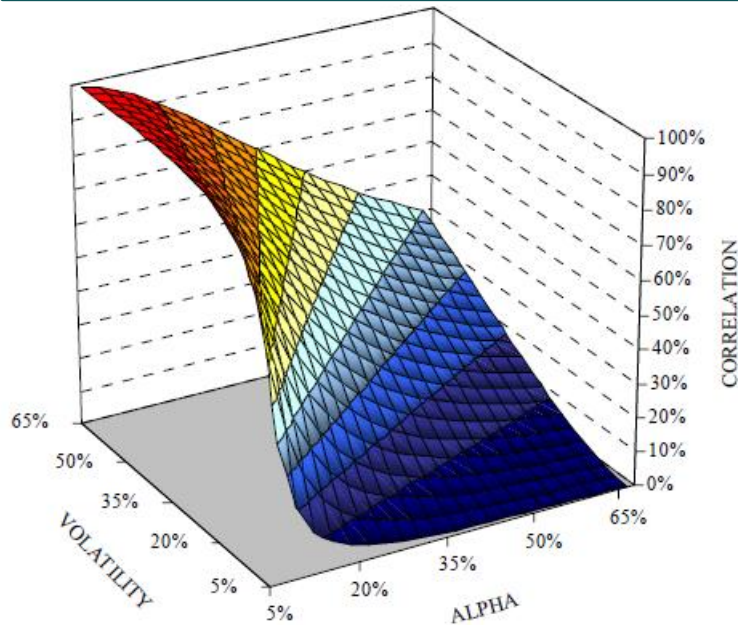
Any projections, forecasts or return on investment illustrations delivered by TFG have been prepared for illustrative and discussion purposes only and reflect assumptions made the Manager. Actual results may vary from such projections, forecasts or return investment illustrations and such variations may be material and result in the partial or total loss of any investment.

Asset Allocation Framework and Uses of Cash: Correlation

Secular rise in cross-asset correlations

- Due to changes in market structure – globalization of capital markets, new risk management and alpha-extraction strategies (e.g. relative-value, cross-asset statistical arbitrage trading)

Relationship between Cross-Asset Correlation, Macro Volatility and Alpha Opportunities in Market ⁽¹⁾



(1)Source: J.P. Morgan, "Rise of Cross-Asset Correlations," 16 May 2011.

Variable ⁽¹⁾	Cross-Asset Correlation ⁽¹⁾
Macro Volatility ↑	↑
Macro Volatility ↓	↓
Alpha Availability ↓	↑ (Volatility has a greater impact on correlation)
Alpha Availability ↑	↓

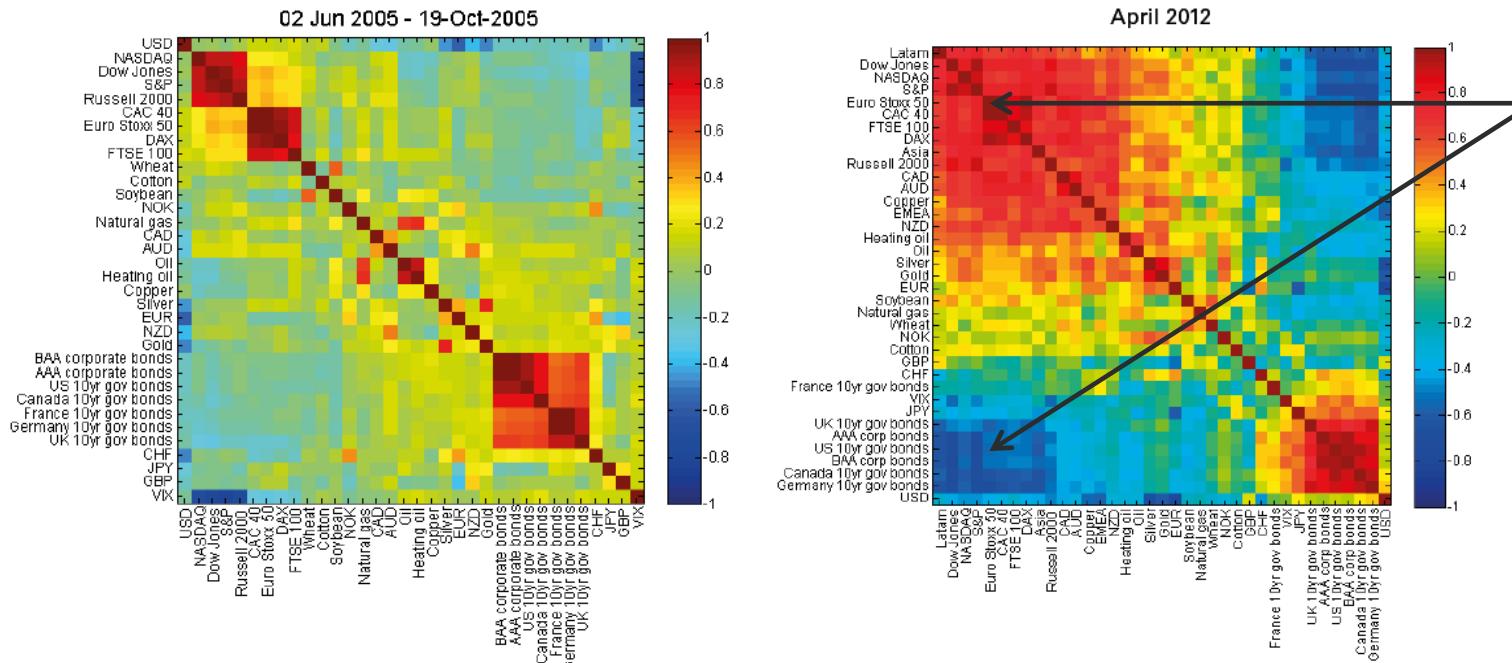
- High level of macro volatility causes high cross-asset correlation
- Lack of alpha causes an increase of correlations

Asset Allocation Framework and Uses of Cash: Correlation (cont'd)

Spikes of cross-asset correlations during macro-economic/systemic crises

- Risk-on / risk off trading pattern
- Asset-class diversification benefits may be limited during periods of systemic distress
 - May warrant investment-specific and systemic/macro hedges

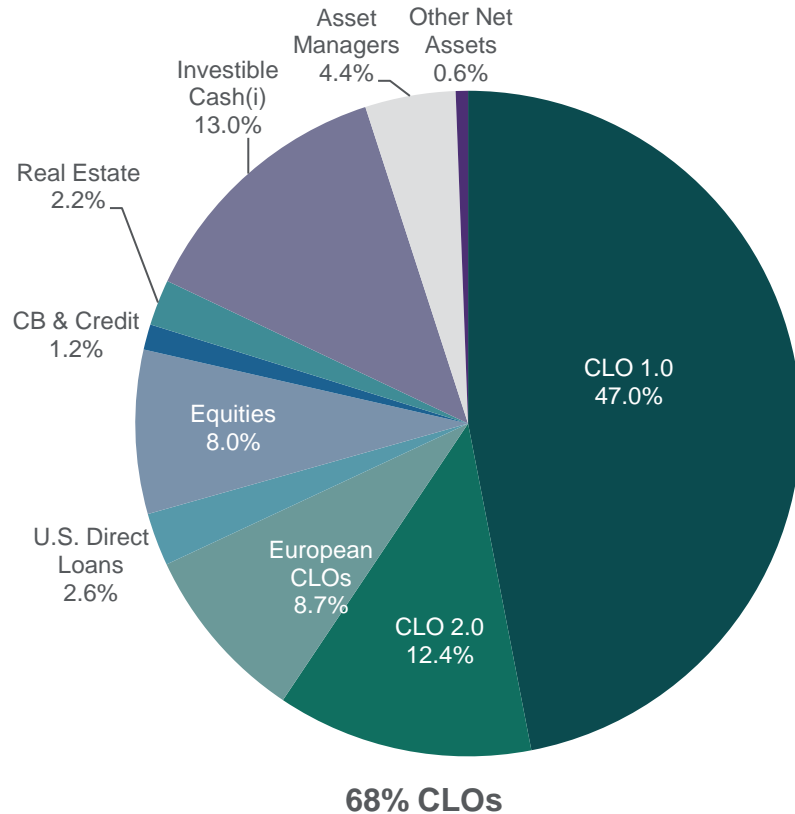
Cross-Asset Correlations: 2005 vs. 2012 ⁽¹⁾



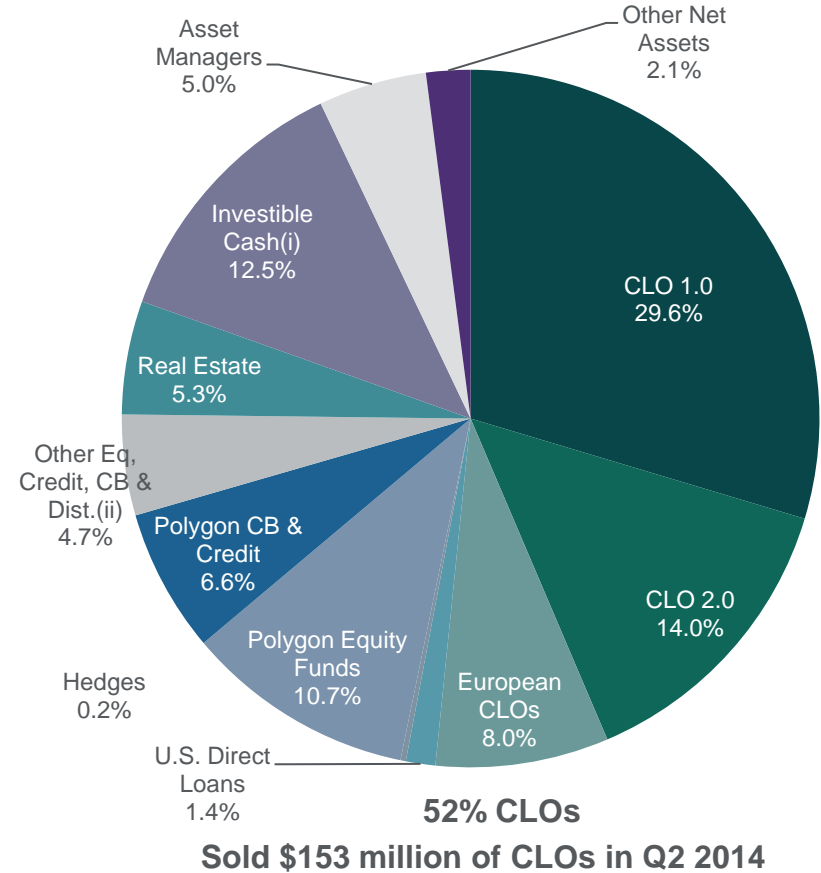
Since the peak of the recent financial crisis in 2008, both positive and negative correlation increased as indicated in the clustering around the red and blue poles in 2012

Portfolio Evolution: Current Portfolio

Investment Portfolio
(% of Net Assets at 30 June 2013)



Investment Portfolio
(% of Net Assets at 30 June 2014)

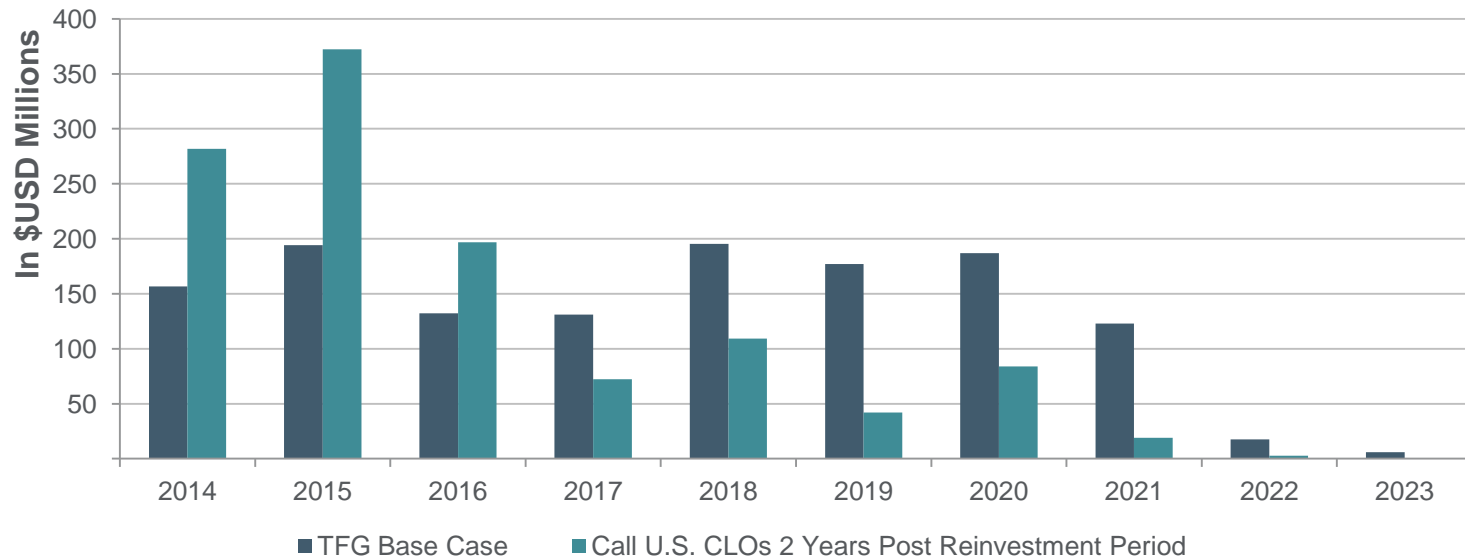


(i) Investible Cash consists of: (1) cash held directly by Tetragon Financial Group Master Fund Limited, (2) excess margin held by brokers associated with assets held directly by Tetragon Financial Group Master Fund Limited, and (3) cash held in certain designated accounts related to TFG's investments, which may only be used for designated purposes without incurring significant tax and transfer costs. (ii) Assets characterised as "Other Equities, Credit, Convertibles, and Distressed" consist of the fair value of, or capital committed to, investment assets held directly on the balance sheet.

TFG CLO Equity Cash Flow Forecast

- Despite the amortization of CLO 1.0 investments, TFG’s CLO portfolio continues to generate strong cash flows
- TFG’s majority stake investments may allow it to influence the timing of its CLO cash flows through optional redemptions

CLO Equity Cash Flow Forecast - Per Year
(2014 partial year)⁽ⁱ⁾



(i) Source: TFG. Default, recovery, prepayment, and reinvestment spread assumptions are deal specific. “TFG Base Case” utilizes the same assumptions as are used in the calculation of the fair values of TFG’s CLO equity investments. Under the “Call U.S. CLOs 2 Years Post Reinvestment Period” scenario, U.S. CLOs are assumed to be redeemed two years after the end of each deal’s reinvestment period, at a loan sale price of \$99, with all other assumptions remaining unchanged from TFG’s Base Case assumptions. These forward looking statements, including illustrative examples, assumptions, opinions and views of the Company or cited from third party sources, are solely examples, opinions and forecasts which are uncertain and subject to risks. Many factors can cause actual events to differ significantly from any anticipated developments illustrated here.

CLO 1.0 Portfolio: Performance Highlights

Jeff Herlyn

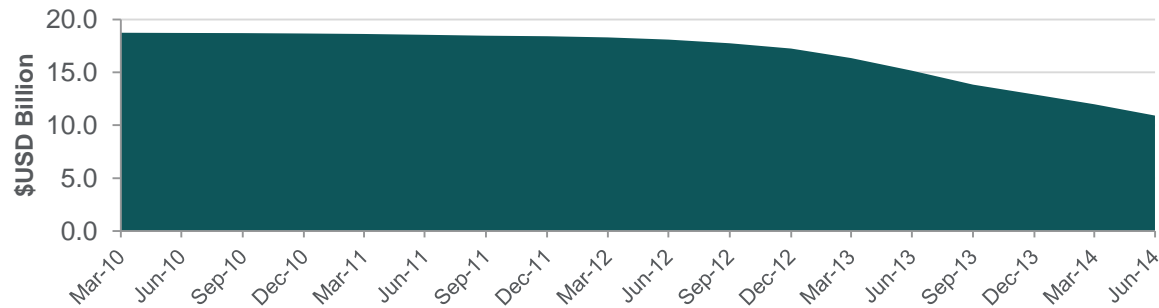
TETRAGON



CLO 1.0 Portfolio: Historical Unwind Path

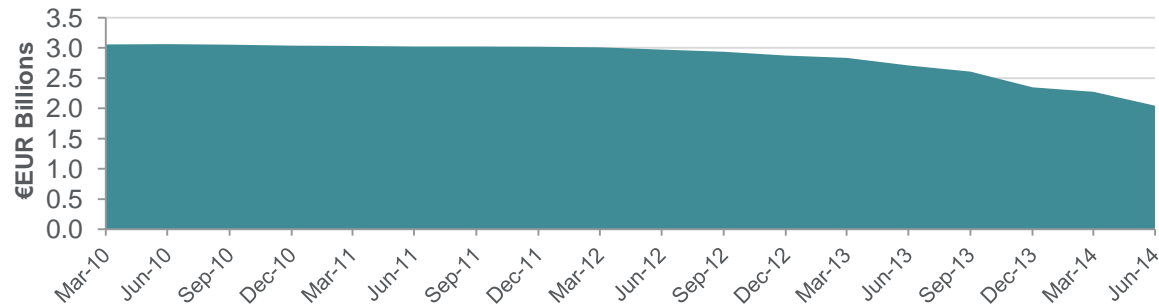
TFG's CLO 1.0 portfolio has deleveraged substantially over the past two years

TFG's U.S. CLO 1.0 Portfolio: Aggregate Debt Outstanding ⁽¹⁾



Outstanding U.S. CLO 1.0 debt balance declined by ~42%

TFG's European CLO Portfolio: Aggregate Debt Outstanding ⁽¹⁾

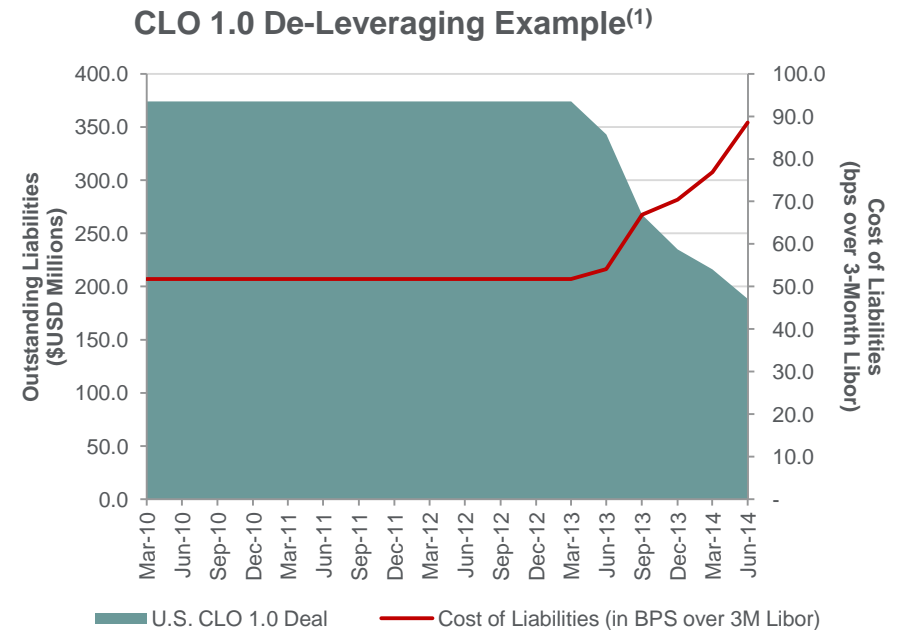
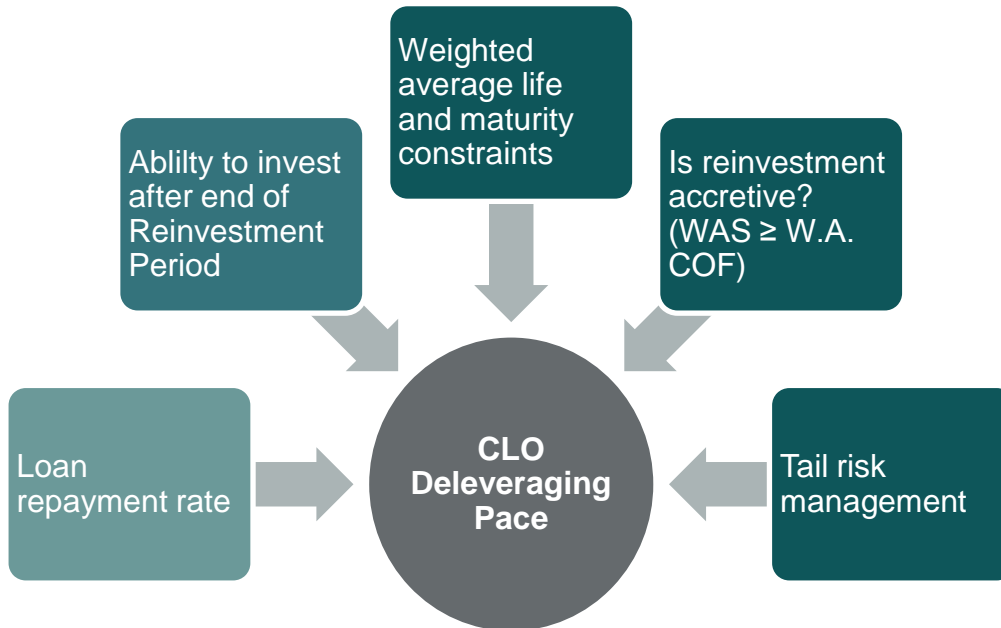


Outstanding European CLO debt balance declined by ~33%

(1) Source: TFG, using the most recent CLO trustee reports available as of each historical date. Deals that were sold by TFG as of 30 June 2014 have been excluded from the analysis for ease of comparison. Only the balance of liabilities included in the calculation of each deal's junior-most O/C test have been included (i.e. the above totals do not represent 100% of the deal sizes of TFG's CLO investments, primarily because they exclude the balance of the equity tranches).

CLO 1.0 Portfolio: Factors Affecting Pace of Deleveraging

Structural features and market conditions interact to shape a CLO's unwind path (vintage effects)



CLO 1.0 Portfolio Exit Options: Sell, Call, or Hold?

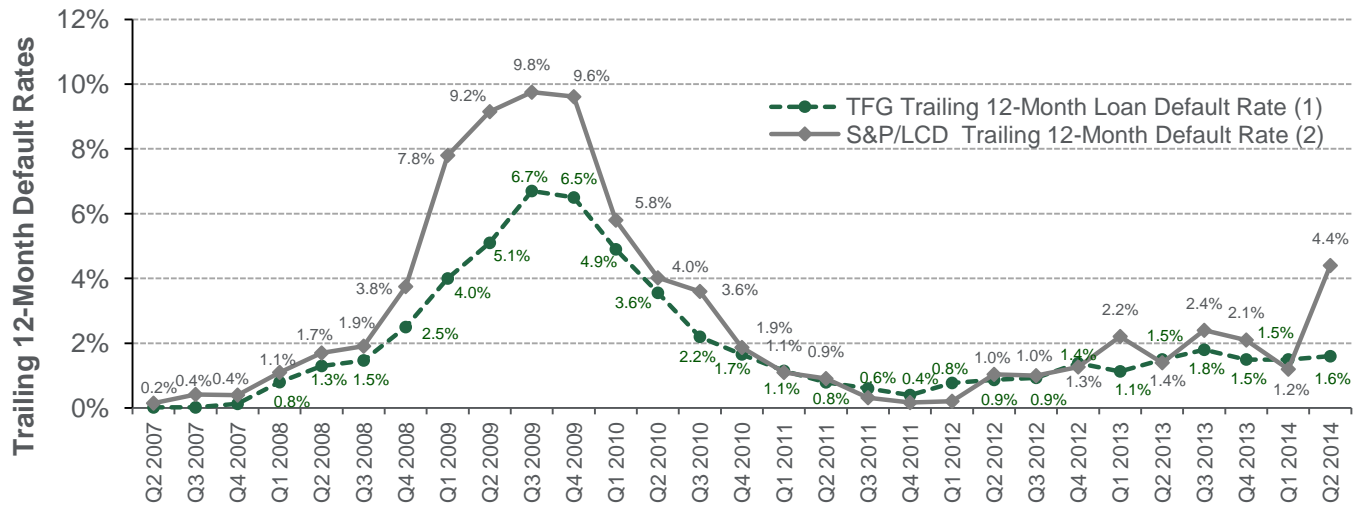
Four key factors are evaluated in selecting an optimal CLO equity investment exit option

Sale Price	<ul style="list-style-type: none">• Equity NAV and expected equity cash flows• Generic market CLO 1.0 equity trading levels and liquidity• Ability to monetize “control value” of majority position
Call Value	<ul style="list-style-type: none">• Market value and liquidity of underlying assets• Execution/timing risk• Cost/benefit of waiting
Max Intrinsic Value	<ul style="list-style-type: none">• Highest fair value given “perfect” scenario• Projected liquidation price of assets on future call date
Hold Rate of Return & Reinvestment Opportunities	<ul style="list-style-type: none">• Cash return compared to value on call or sale price• Expected risk-adjusted return of reinvestment opportunities• Perceived asset “tail risk” and duration of implied return from holding• CLO manager’s ability to reinvest

CLO 1.0 Portfolio: Default Risk

- **Diversification and active portfolio management mitigate aggregate CLO default risk**
- **CLO structural features offer additional protections**
 - Overcollateralization cushion and “par building” strategies
 - Interest diversion & direct paydown (“turbo”) mezzanine O/C tests
- **Managing credit risk critically important after end of reinvestment period**
 - Deleveraging typically reduces diversification
 - Impact on market value of portfolio upon exercise of optional call

TFG and U.S. Market-Wide Trailing 12-Month Default Rates ⁽¹⁾⁽²⁾

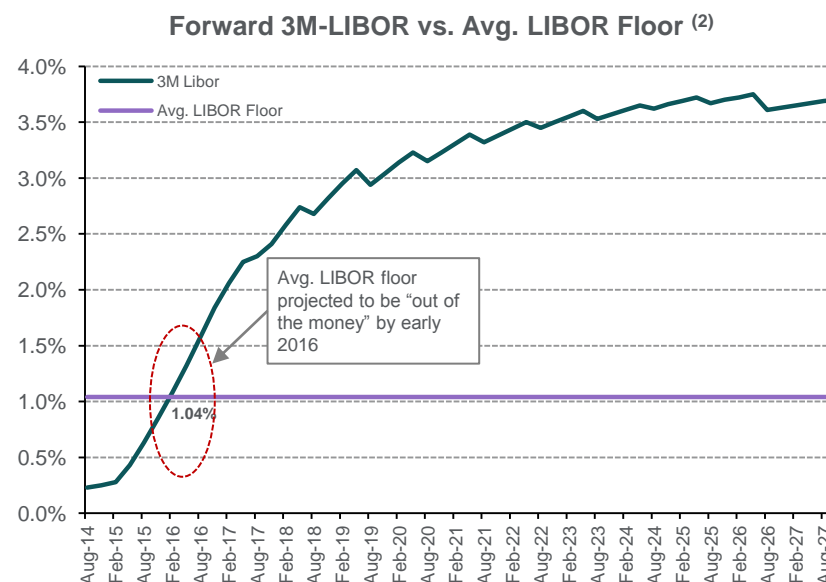
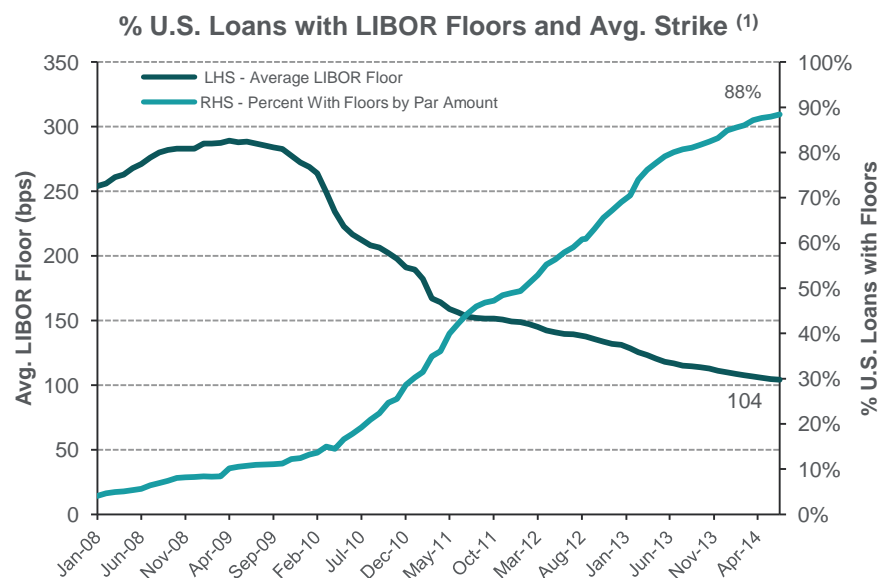


(1) The calculation of TFG's lagging 12-month corporate loan default rate does not include certain underlying investment collateral that was assigned a "Selective Default" rating by one or more of the applicable rating agencies. Such Selected Defaults are included the S&P/LCD lagging 12-month U.S. institutional loan default rate discussed above. Furthermore, TFG's CLO equity and direct loan investment portfolio includes approximately 15.2% CLOs with primary exposure to European senior secured loans and such loans are included in the calculation of TFG's corporate default rate. The increase in the S&P/LCD Trailing 12 Month Default Rate from Q1 2014 to Q2 2014 was largely the result of a single bankruptcy. (2) Source: S&P/LCD Quarterly Review as of the outlined quarter-end date.

CLO 1.0 Portfolio: Interest Rate Risk & LIBOR Floors

LIBOR floors embedded within loans have benefitted CLO equity but present a risk to its value

- Differential increases the effective portfolio spread
- Approximately 88% of U.S. loans outstanding contain LIBOR floors with an avg. strike of 104 bps ⁽¹⁾
- CLO equity valuations are based on a forward LIBOR curve
 - Risk to equity valuations in case of increases in / steepening of the forward LIBOR curve vs. the "valuation" forward curve
- Hedging options available, but historically not very cost effective



CLO 1.0 Portfolio: European CLO Investing

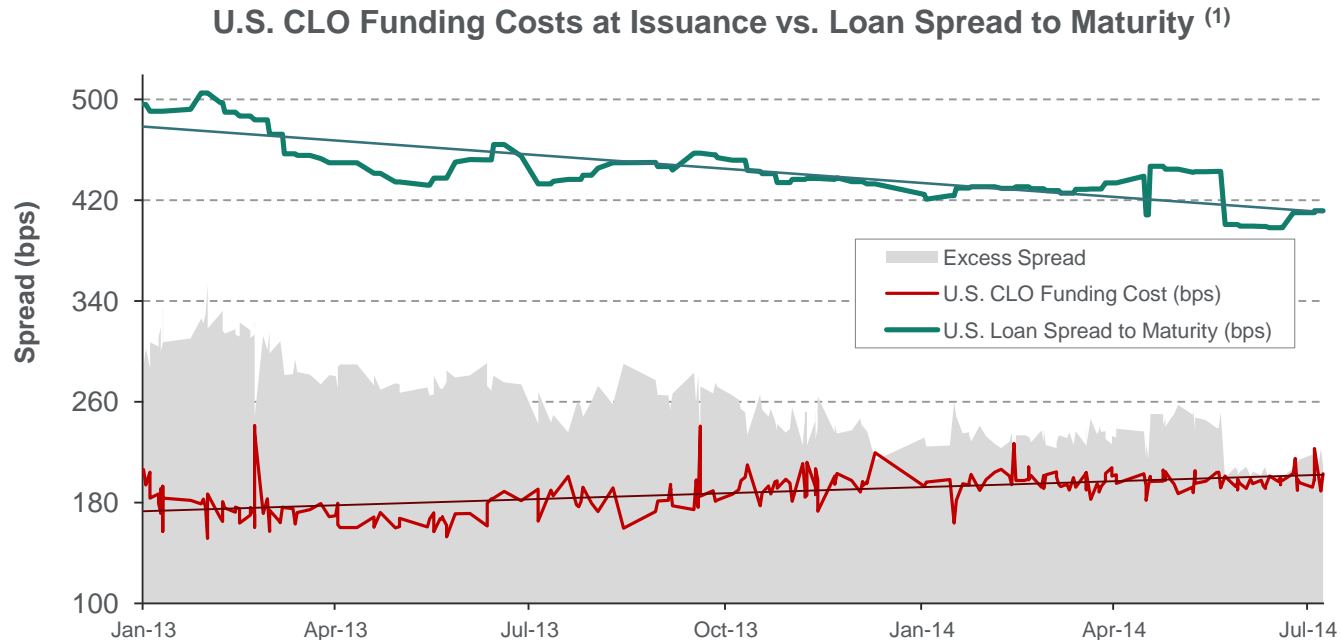
European CLOs face a number of unique market challenges vs. U.S. CLOs

Factor	“Typical” U.S. CLO	“Typical” European CLO	Implications
Loan market size	U.S. issuers historically comprised ~ 72% of global new issue volumes (2013: \$540Bn) ⁽¹⁾	Non-U.S. issuers historically comprised ~ 28% of global volumes (2013: \$98Bn) ⁽¹⁾	<ul style="list-style-type: none"> - Sourcing challenges - Lower diversity - Lower liquidity
Diversity score	75+	30-50	<ul style="list-style-type: none"> - Concentrated credit risk
Non-1st lien loans	Up to 10%	Up to 20%	<ul style="list-style-type: none"> - Lower recovery potential - Tail risk
Currency risk	None (all assets must be USD-denominated)	Multi-currency assets permitted	<ul style="list-style-type: none"> - Complex management - Hedging costs - Potential selection bias
Asset rating transparency	Significant: generally public ratings	Constrained: large % of private letter ratings	<ul style="list-style-type: none"> - Higher cost - More time consuming
Bankruptcy / restructuring regime	Primarily U.S. jurisdiction for insolvency/restructuring (Ch. 11, Ch. 7)	Multiple jurisdictions	<ul style="list-style-type: none"> - Restructuring complexity - Lengthy insolvency in certain jurisdictions - Uncertain outcomes
Peripheral country exposure	0% Emerging Market 5% Non-U.S., U.K., Canada (must be senior secured loans)	May be significant – constraints vary (explicit country limits or limits based on country ratings at purchase)	<ul style="list-style-type: none"> - Lower recovery potential - Lower liquidity - Greater price volatility

U.S. CLO Arbitrage Evolution

U.S. CLO 2.0 “funding gap” arbitrage levels have recently come under pressure

- Loan spread tightening has occurred in context of broadly widening CLO debt funding costs
- Market data understates true CLO debt funding costs as it is based on nominal debt coupons vs. discounted margins



(1) Source: Morgan Stanley Research, S&P LCD. U.S. loan spreads to maturity represent the weighted-average spread to maturity of the S&P/LCD Leveraged Loan 100 Index.

CLO 2.0 Portfolio

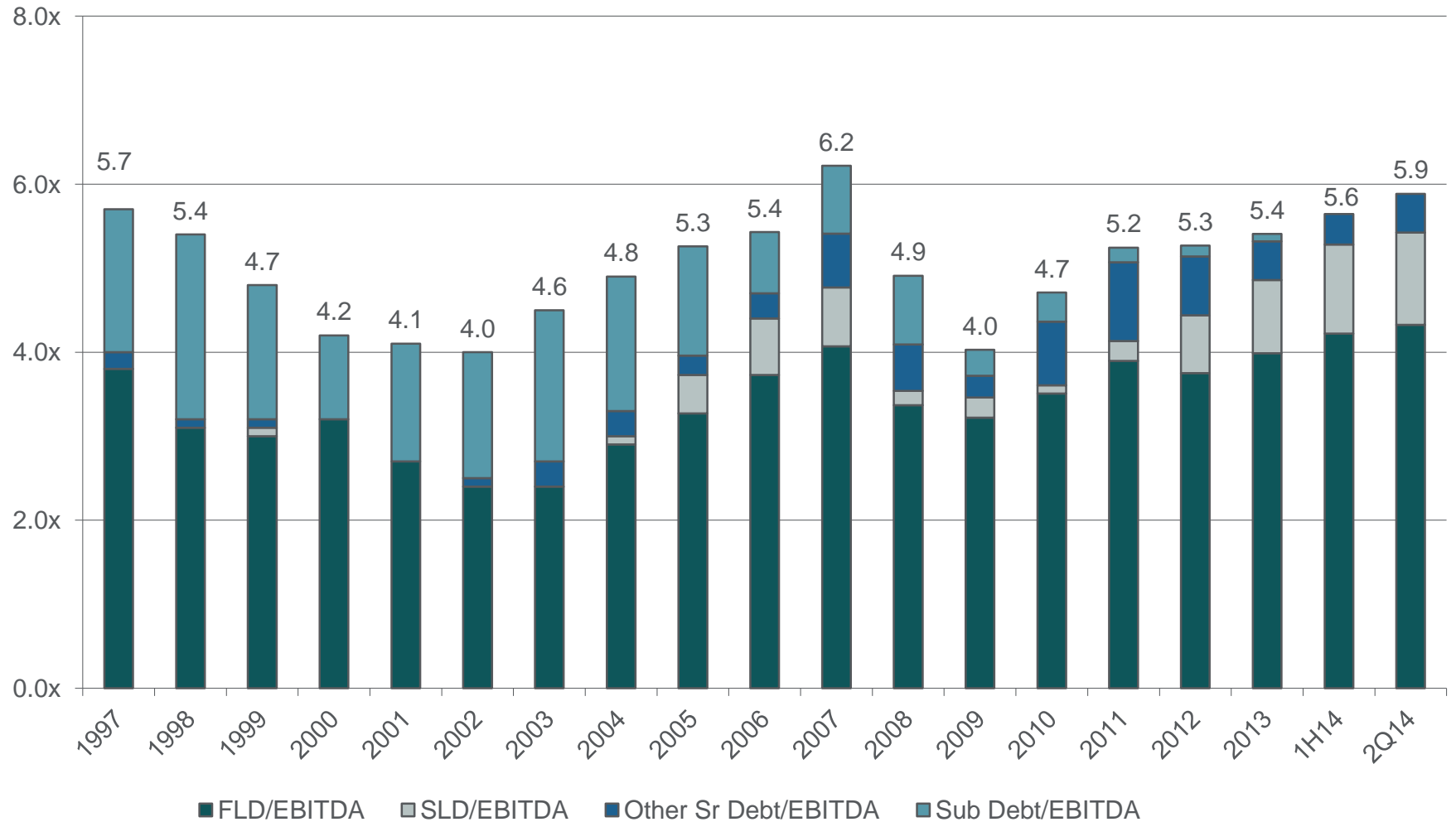
Farboud Tavangar

TETRAGON



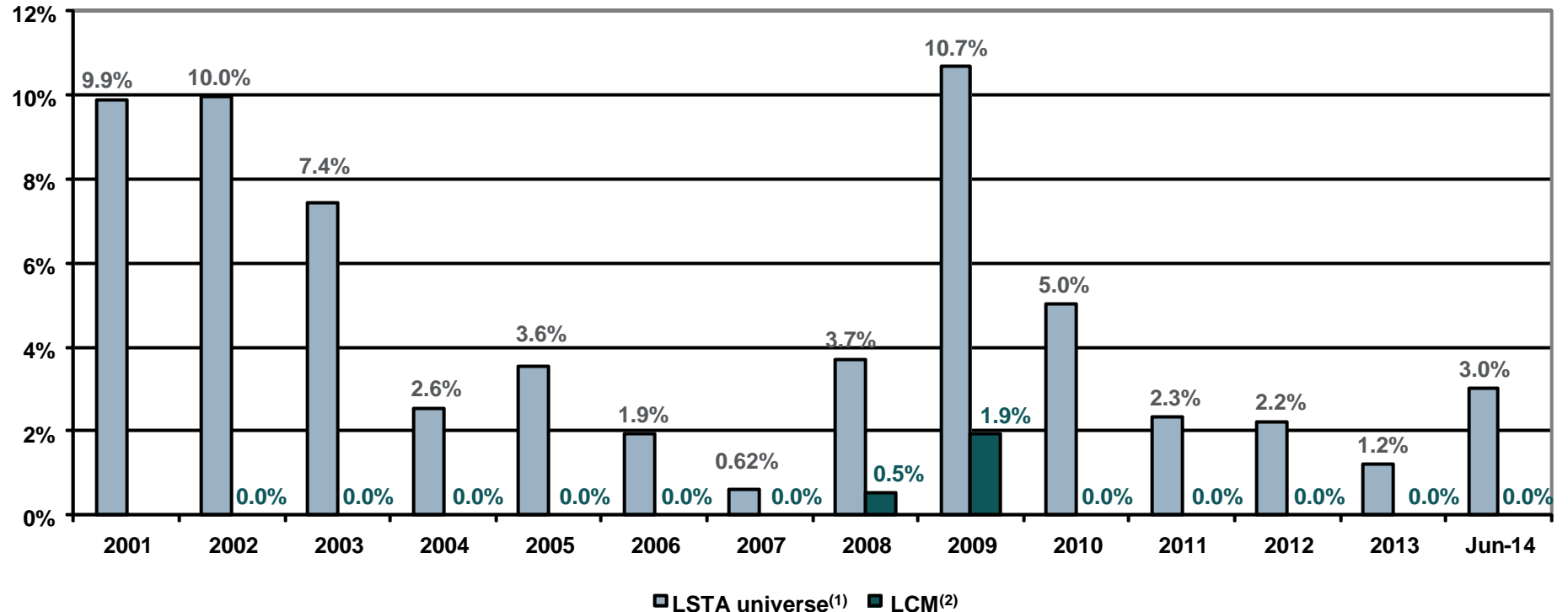
Average Debt Multiples of Large Corporate LBO Loans

Source: Standard & Poor's



LCM – Default Track Record

**US Leveraged Loans in Payment Default or Bankruptcy
Percent of Outstanding at End of Period**



(1) Source: LCD Quarterly Review 2Q 2014: “Percent of Outstanding Leveraged Loans in Default or Bankruptcy.”

(2) Source: LCM Asset Management LLC as of June 2014. These statistics include data only from LCM Cash Flow CLOs. “LCM Cash Flow CLOs” refers to LCM I, LCM II, LCM III, LCM IV, LCM V, LCM VI, LCM VIII, LCM IX, LCM X, LCM XI, LCM XII, LCM XIII, LCM XIV, LCM XV and LCM XVI Cash Flow CLOs managed by LCM, and the Hewett’s Island IV CLO of which LCM assumed management in October 2010. LCM I, LCM II, LCM III and LCM VIII Notes have been redeemed as of June 2014. LCM VII was a market value CLO previously managed by LCM, that was liquidated commencing in 2008 and is not included in the statistics set forth herein. In addition, such statistics do not include the performance of certain transactions that were developed and previously managed by a third-parties prior to being assigned to LCM, some of which continue to be managed by LCM.

Example: LCM XVI

LCM XVI benefitted from a warehousing period with 1st-loss provided by a third-party investor

- Improved portfolio execution flexibility
- Allowed 100% ramp-up at Closing

TFG hypothetical equity return enhanced by approximately 6% when including management fees (assuming 50% pre-tax margins and management fee of 0.50%)(¹)

LCM XVI – Capital Structure Summary				
Class	Rating (S&P/Fitch)	Par Amount (\$MM)	% Capital Structure	Coupon
Class X	AAA / AAA	\$4.5	0.6%	3ML + 1.00%
Class A	AAA / AAA	\$441.0	61.2%	3ML + 1.50%
Class B	AA	\$84.7	11.7%	3ML + 2.00%
Class C	A	\$56.0	7.8%	3ML + 2.85%
Class D	BBB	\$34.3	4.8%	3ML + 3.60%
Class E	BB-	\$33.6	4.7%	3ML + 4.60%
Equity	N/R	\$71.5	9.9%	Residual
TOTAL / W.A.		\$725.6	100.0%	3ML + 1.95%

Portfolio Characteristics (²)	
Senior Sec. Loans	94.2%
2nd Lien / Senior Unsecured	5.8%
W.A. Effective Spread (¹)	4.29%
Facility Rating: CCC+ or below	0.3%
W.A. Life	5.5 yrs
Diversity	87

(1) Assuming TFG purchases 51% of the equity tranche at a price of \$92, a 25% prepayment rate on loans, 2% default rate, 75% loan recovery rate, reinvestment into loans with spread of L+400 bps and LIBOR floor of 1%, and no early optional redemption.

(2) Source: LCM XVI trustee report as of 10 July 2014. W.A. Effective Spread includes the benefit of embedded LIBOR floors.

Hedge Fund Investments

Mike Humphries
Olivier Blechner
Reade Griffith

TETRAGON



Convertibles and Credit

Mike Humphries

TETRAGON



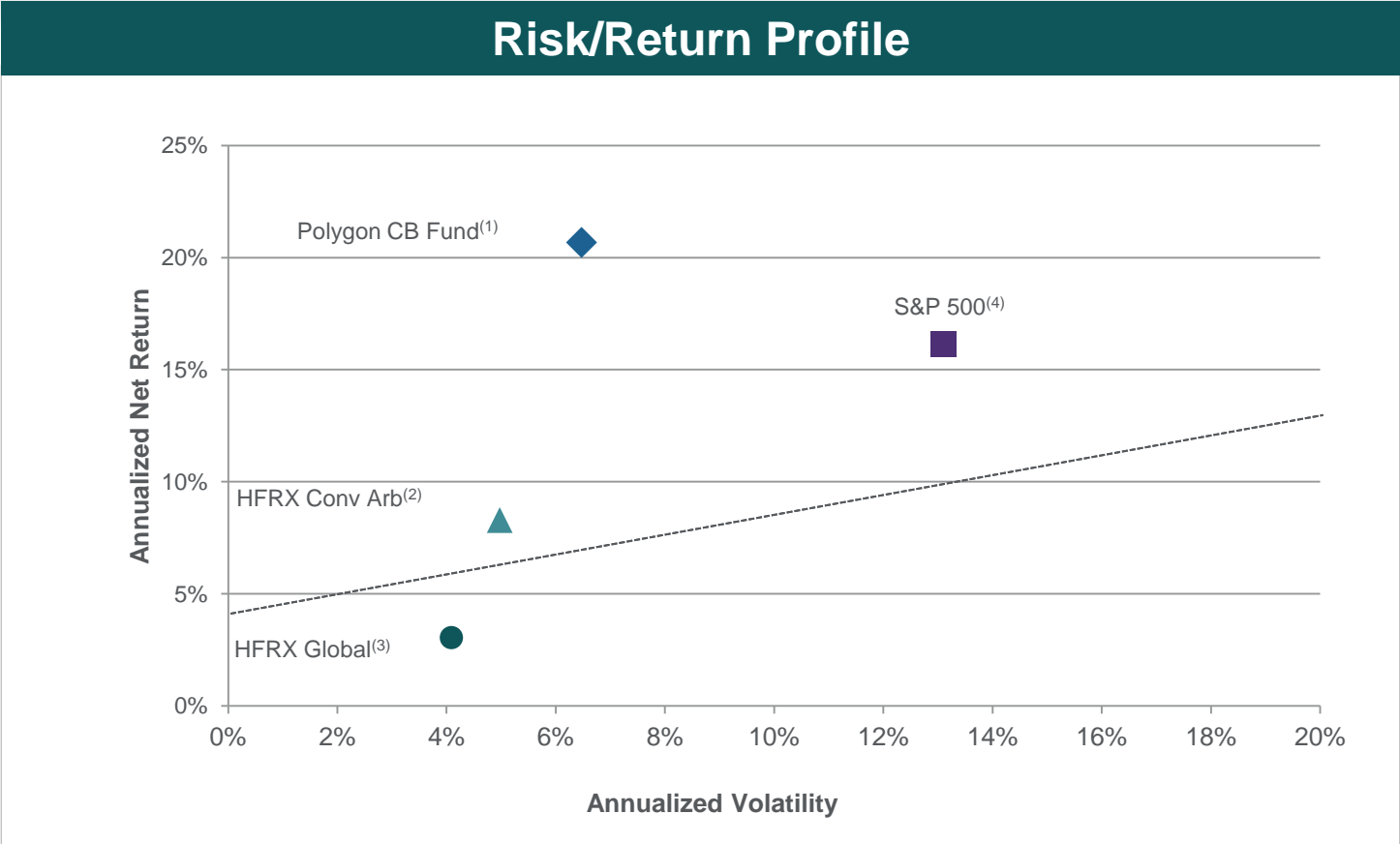
Convertibles and Credit

Executive Summary

- Strong team based in London and New York investing primarily in European and North American convertible and credit markets
- Diversified investment expertise and niche approach to the asset class
- Concentrated, high-conviction, portfolio
- Fluid movement of capital
- Emphasis on idiosyncratic situations and a less-correlated portfolio with typically defensive risk posture
- Consistent and comprehensive focus on risk management

Convertibles and Credit

Key Performance Analytics – Inception to 31 August 2014*

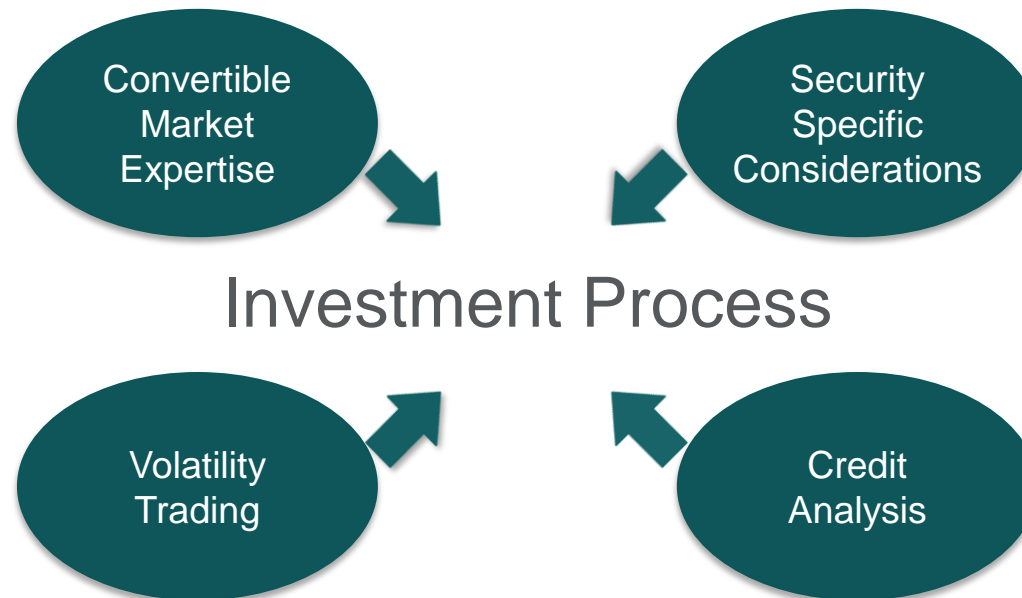


*Please refer to Endnotes for important disclosures.

(1) Polygon Convertible Fund (2) HFRX RV: FI-Convertible Arbitrage Index (Hedge Fund Research) (3) HFRX Global Hedge Fund Index (Hedge Fund Research) (4) Standard & Poor's 500 Index.

Convertibles and Credit

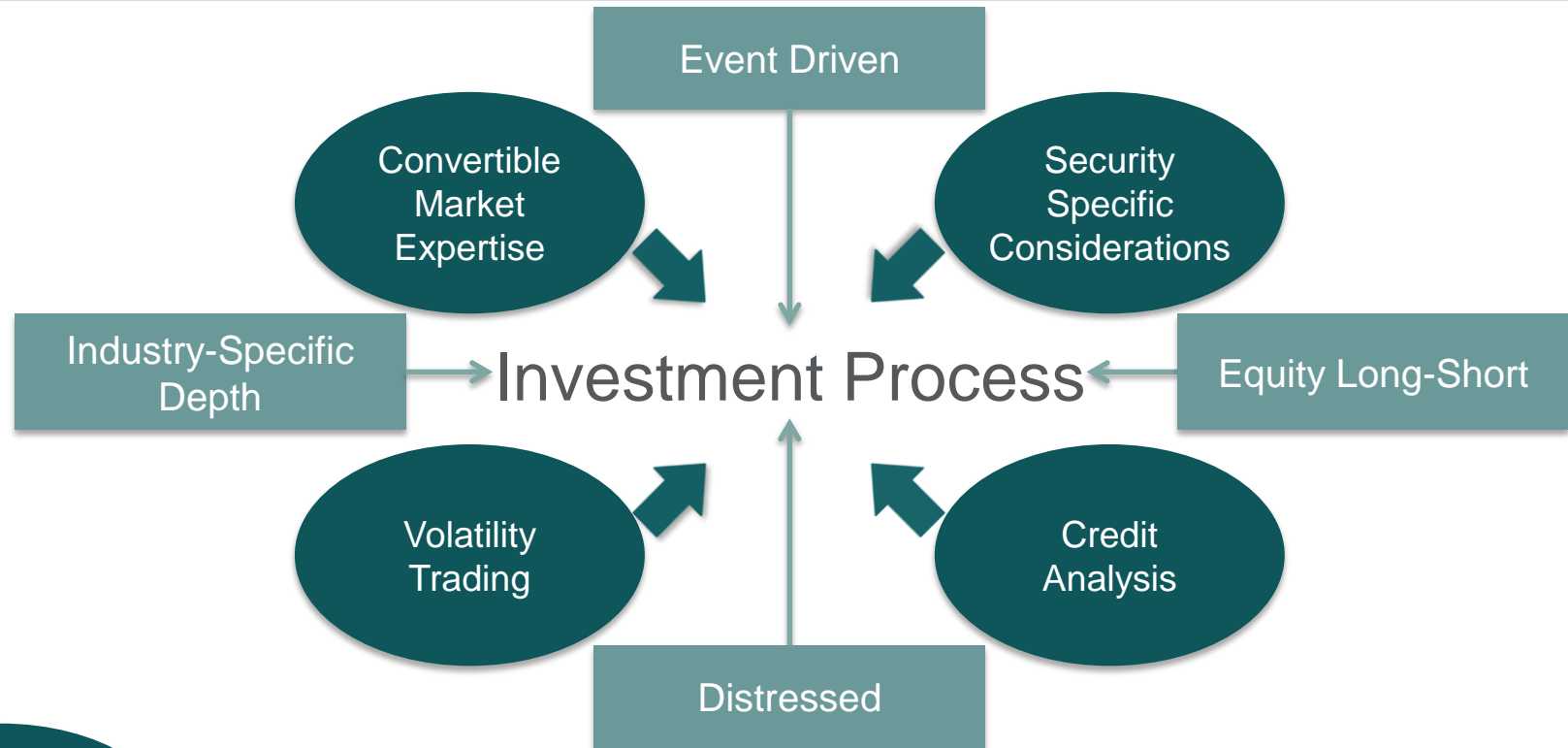
Investment Process – A “Typical” Convertible Hedge Fund



- Arbitrage-focused
- Diversified portfolio of positions with similar return drivers (i.e. cheapness)
- Long risk profile
- Correlation to risk assets & other funds

Convertibles and Credit

Our Investment Process



- Idiosyncratic return drivers
- Research-intensive process
- Concentrated book
- Low correlation across strategies
- Low correlation to cheapness & other convertible funds
- Low correlation to risk

Mining Equities

Mike Humphries

TETRAGON



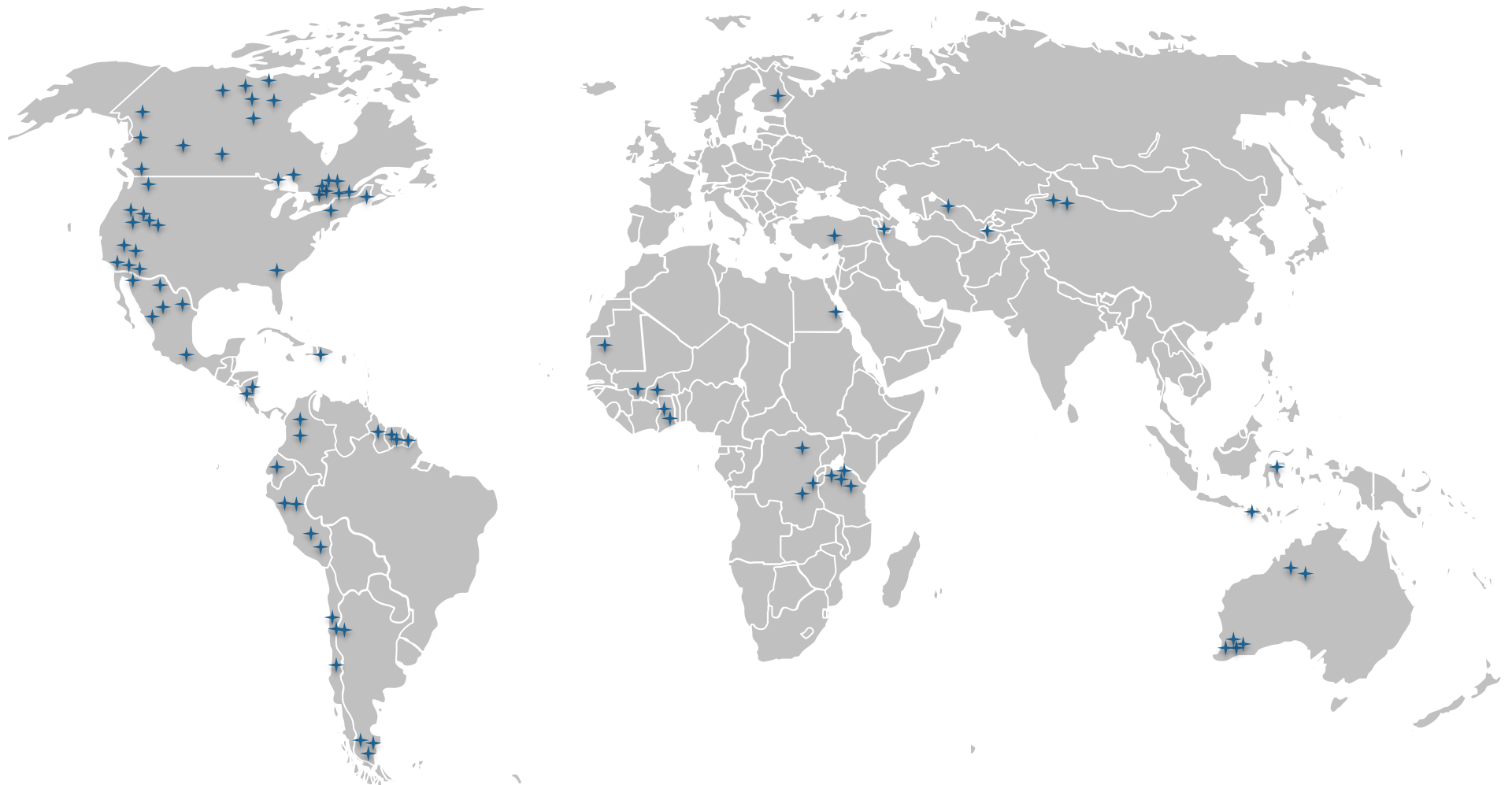
Mining Equities

Executive Summary

- A strong London-based team with significant technical and investment expertise
- Investment focus on global mining equities with particular emphasis on gold deposits and listing geographies with robust technical disclosure
- Concentrated portfolio of heavily-researched names
- Risk management with emphasis on neutrally positioned book, both long and short

Mining Equities

Peter Bell – Historic Mine Site Visits



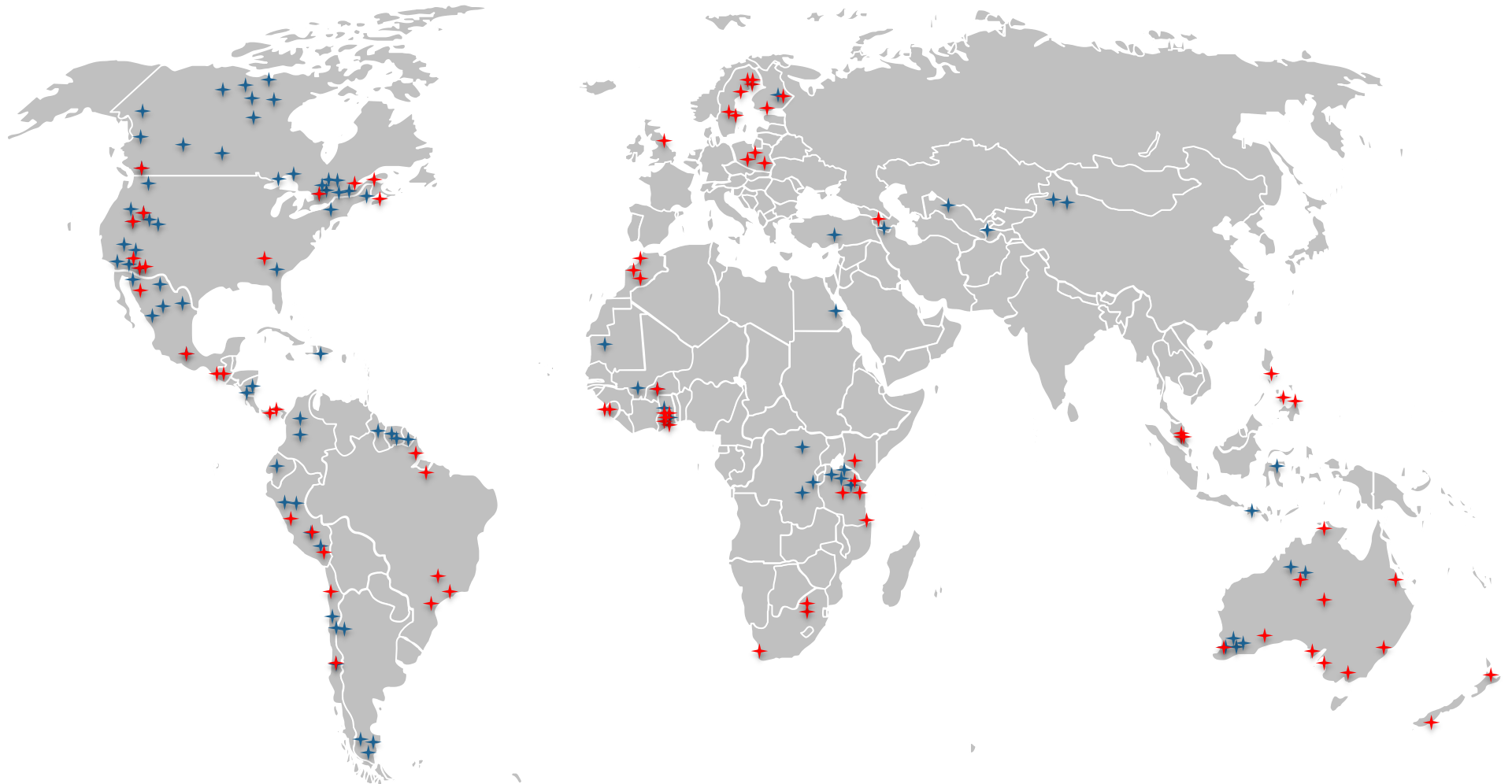
Mining Equities

Scott Marsh – Historic Mine Site Visits



Mining Equities

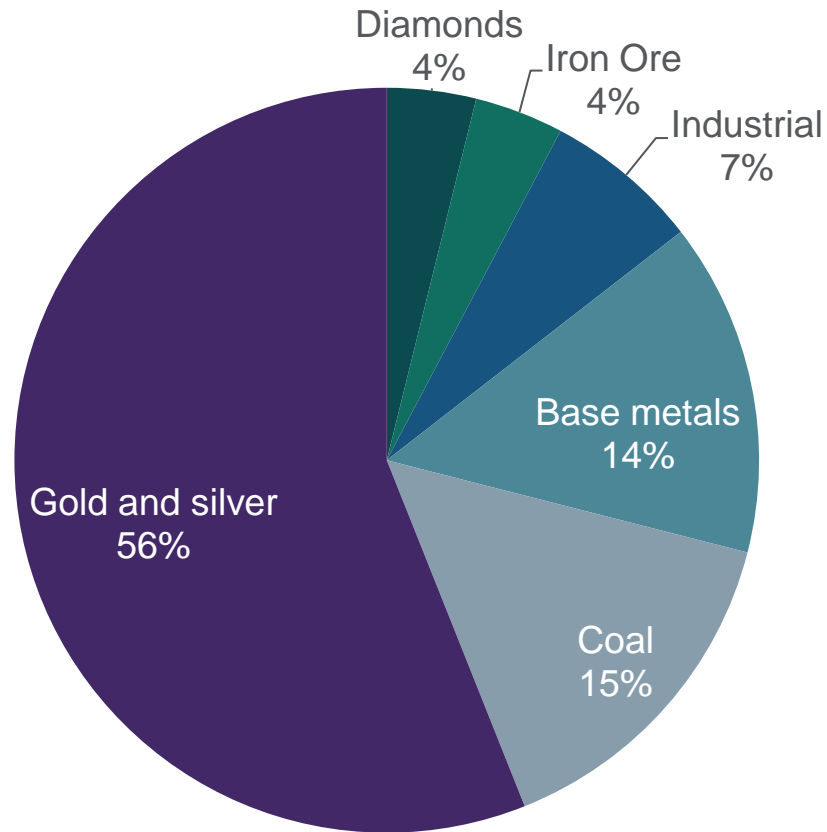
Mining Team – Historic Mine Site Visits



Mining Equities

Universe of Investible Miners

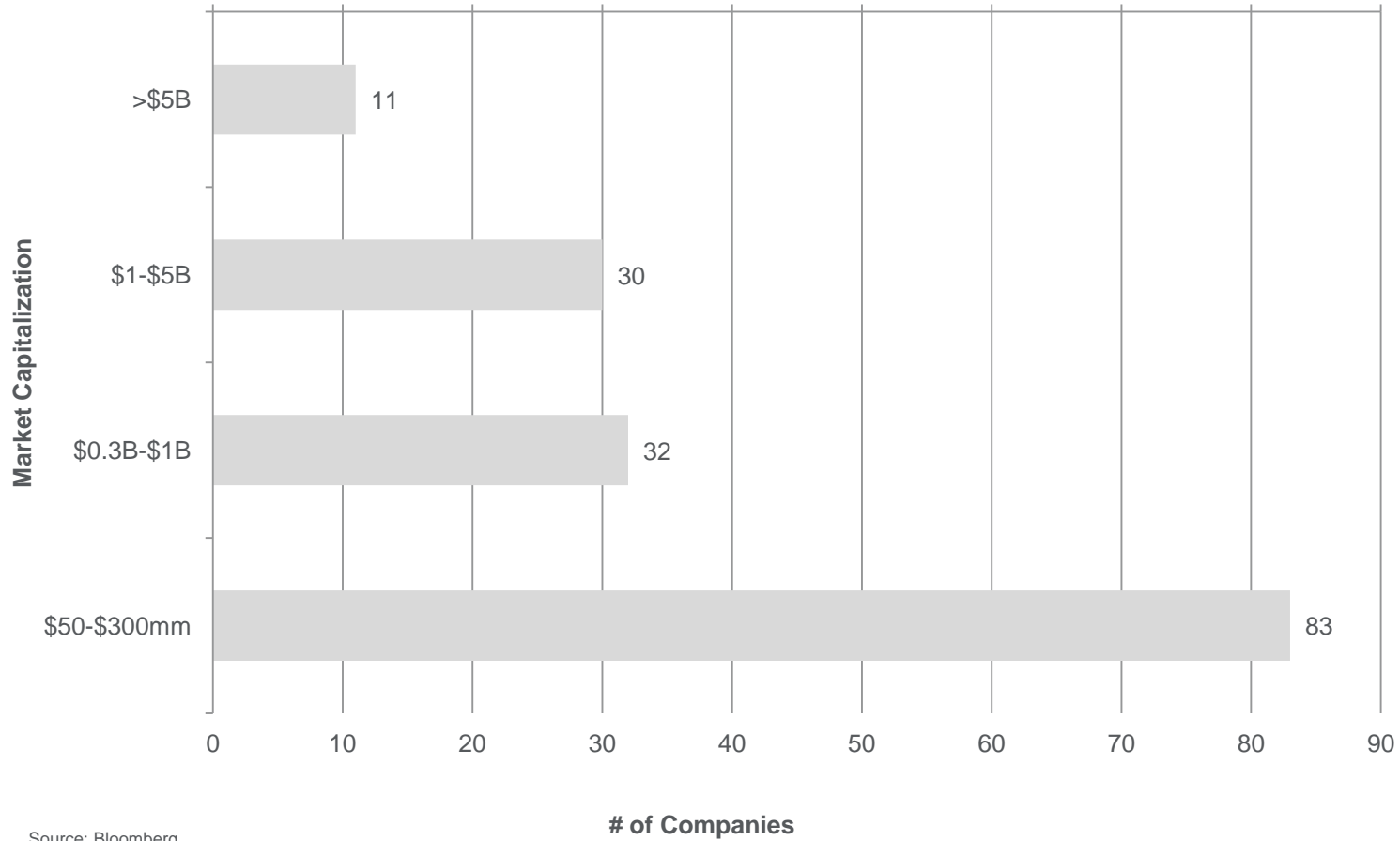
Mining Company Distribution by Commodity



Source: Bloomberg

Mining Equities

Gold and Silver Company Market Cap Distribution



Mining Finance

Mike Humphries

TETRAGON



Mining Finance

Financing Environment for Corporates

Companies generally have poor access to financing

- Uncertain and volatile metals price environment
- Equity and credit investor risk aversion
 - Significant losses on metals price sell-off
 - Capex overruns, project delays and general “over-promise and under-deliver” outcomes added to losses
- Major changes to sources of financing and structure of deals
 - Banks less willing to commit balance sheet
 - “Alternatives” players grown and greater use of non-traditional structures such as royalty, streaming, off-take financing deals

Companies are often misunderstood and under-evaluated

- Gold is a high-value commodity allowing for complex deposits to be economically viable
- Deposits can be problematic from a geological, mineralogical, political, logistical or operating perspective
- Banking research is often absent or poor, especially for early-stage companies
- Projects are regularly geographically remote, making diligence cumbersome
- “Specialist” mining analysts and investors are often generalists focusing on the broad resource sector or with no technical background

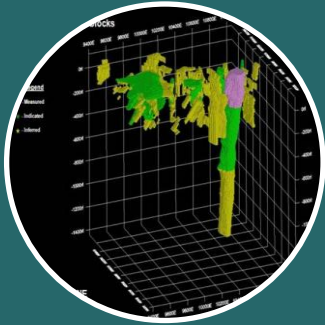
Mining Finance

Financing Environment for Corporates

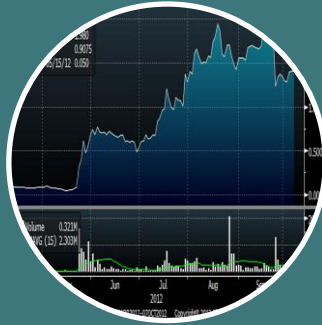
Traditional Sources			Alternative Sources			
Public Equity	Bonds or Converts	Bank Debt	Private Equity	Royalty & Streaming	Off-take Financing	Vendor Financing
<ul style="list-style-type: none"> • Highly dilutive (depressed stock prices) • Low investor appetite, especially for early stage • Banks less willing to commit balance sheet to deals 	<ul style="list-style-type: none"> • Recent investor losses • Investors generally have poor understanding of the sector 	<ul style="list-style-type: none"> • Available but harsher terms • Generally not viable for early stage companies • Banks less willing to commit balance sheet 	<ul style="list-style-type: none"> • Capital raised • Large-cap focused • Capex-intensive nature of mining and the depleting nature of the assets adds complexity • Commodity price risk generally unwelcome 	<ul style="list-style-type: none"> • Generally healthy but concentrated among smaller group of players • Competitive pricing • Producing or near-producing companies • Larger prospects the focus 	<ul style="list-style-type: none"> • Recently popular source of financing for stressed companies • Often involves significant equity dilution alongside heavily discounted product sales 	<ul style="list-style-type: none"> • Less attractive terms but still available • Focused on later stage companies

Mining Finance

TFG's Advantage



Significant technical mining expertise



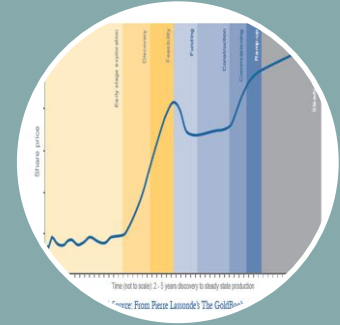
Extensive capital markets and investing expertise in the mining sector across asset classes



Long-dated capital to deploy provides flexibility on the types of projects and the instruments which are suitable



Investment appetite and structuring expertise to flexibly tailor a financing solution across a range of viable instruments and structures



Technical skill to focus on earlier-stage opportunities where financing is more scarce and investment upside may be greater

Distressed Opportunities

Olivier Blechner

TETRAGON



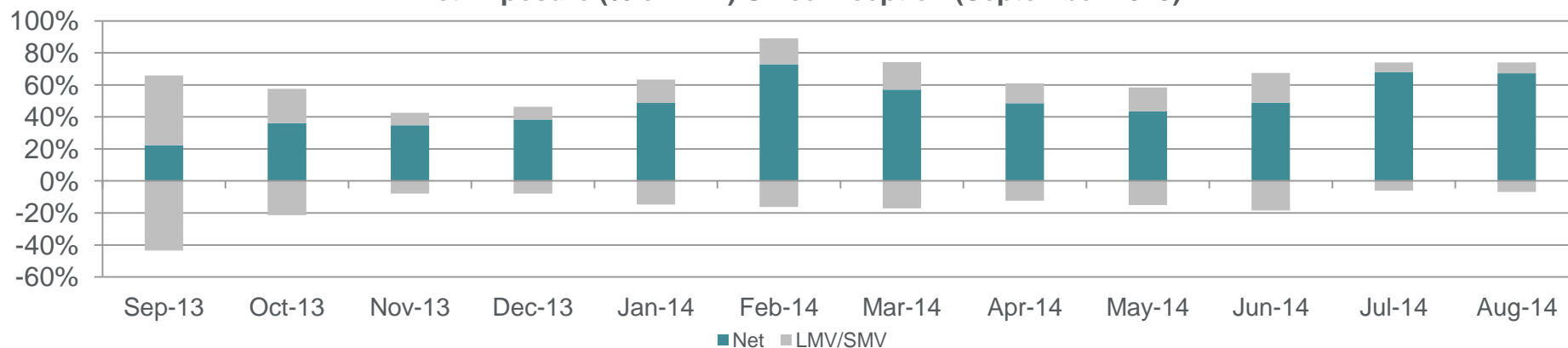
Distressed Opportunities

Executive Summary

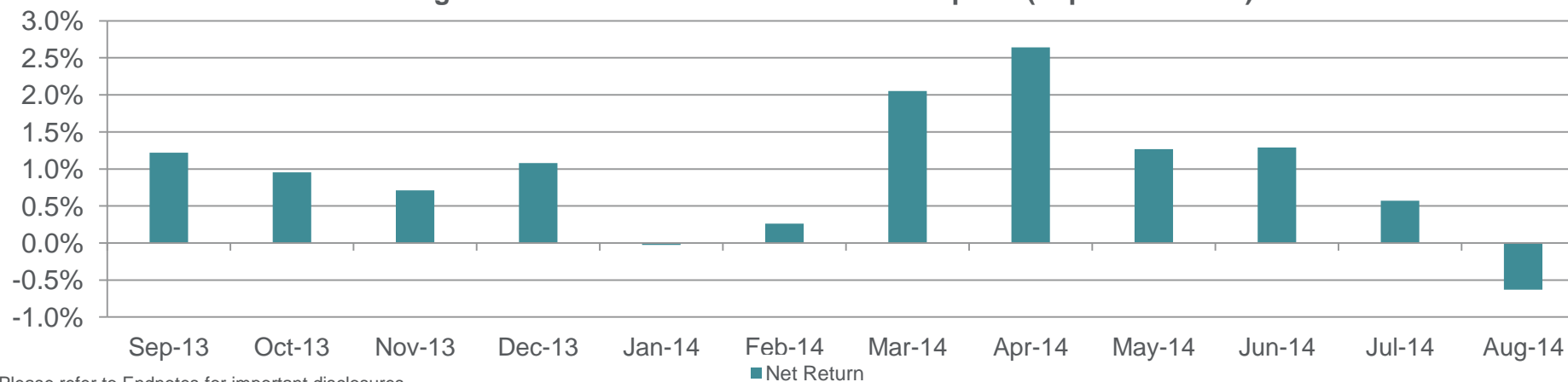
- Focus on non-control distressed situations
- Experienced team of European nationals based in London, supported by extensive Polygon resources (e.g., legal team)
- Nimble and opportunistic across the distressed landscape
- Fundamental and research-intensive
- Strong preference for catalysts
- Concentrated portfolio of high-conviction strategies
- Focus on strategies that minimize correlation in terms of their underlying risk factors

Distressed Opportunities

Net Exposure (% of NAV) Since Inception (September 2013)



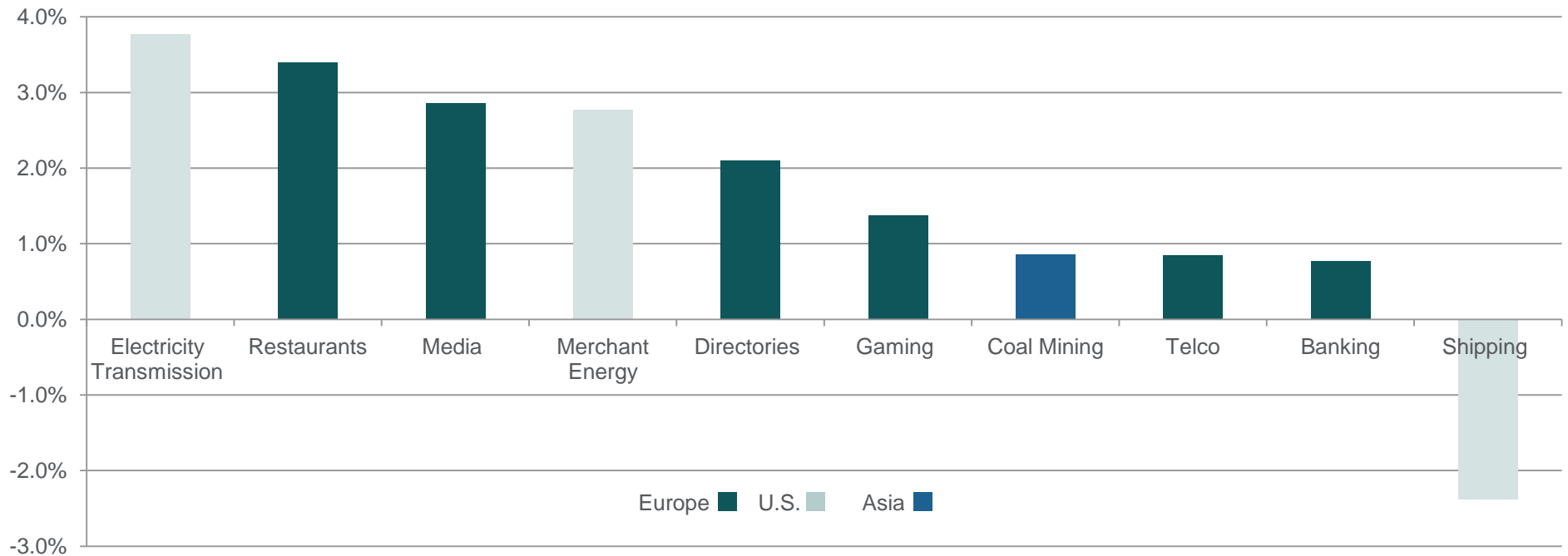
Trailing 12 Month Portfolio Returns Since Inception (September 2013)



*Please refer to Endnotes for important disclosures.

Distressed Opportunities

Ten Largest Contributors/Detractors Since Inception



Source: Polygon. Returns above are calculated by (1) dividing each strategy's monthly trading book P&L by that month's beginning AUM and then (2) adding these monthly returns by position to arrive at the LTD return. As such, these represent returns before non-trading expenses or management / incentive fees.

European Event-Driven Equity

Reade Griffith

TETRAGON



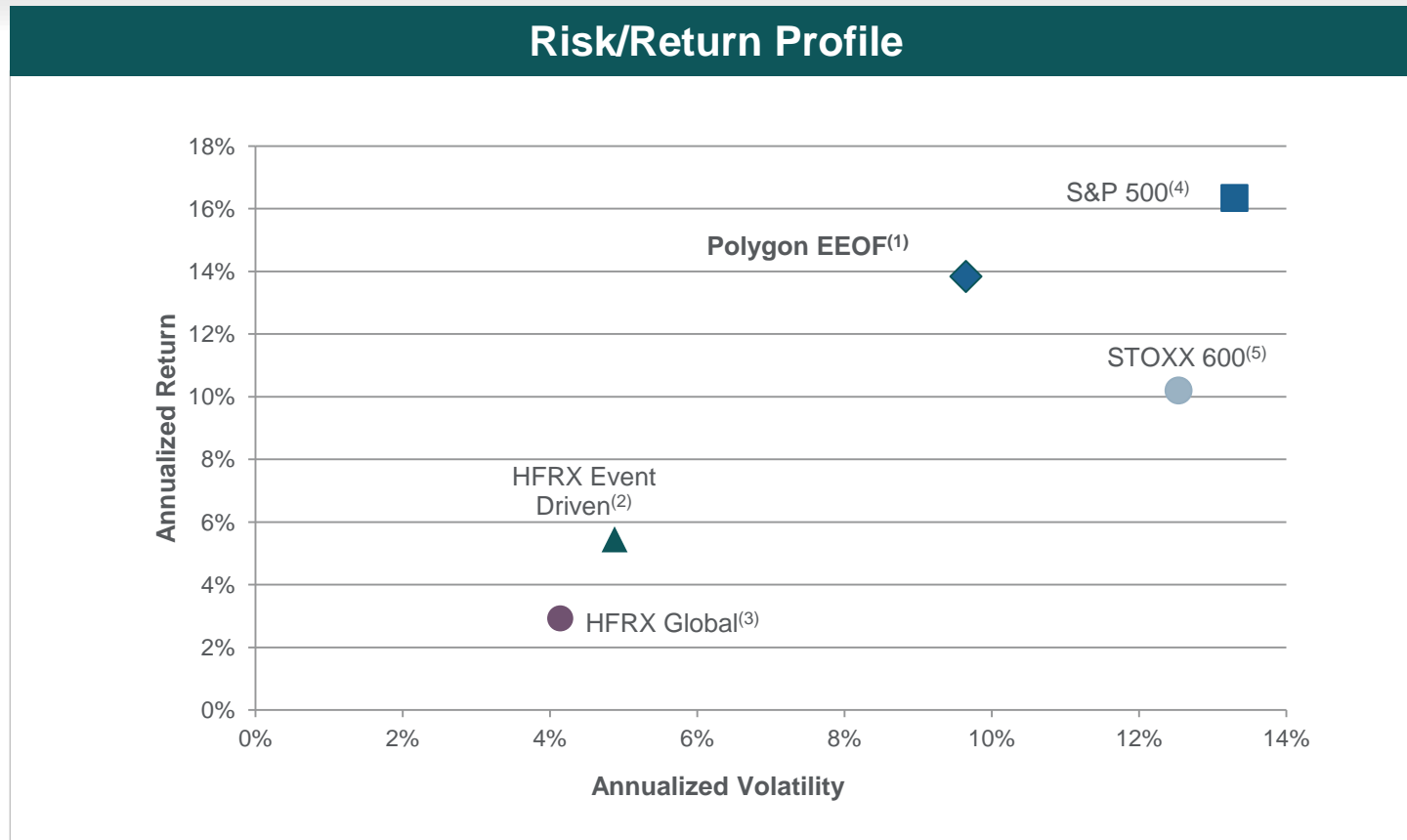
European Event-Driven Equity

Executive Summary

- A seasoned team with significant experience in European equity event-driven investing
- Diversified, catalyst-driven portfolio exhibits a low correlation to European equity markets
- Thoughtful, size-constrained approach allows us to seek what we think are more attractive and less followed opportunities while remaining nimble
- Extensive fundamental work to source and evaluate niche opportunities that others may overlook

European Event-Driven Equity

Key Performance Analytics – Inception to 31 August 2014*

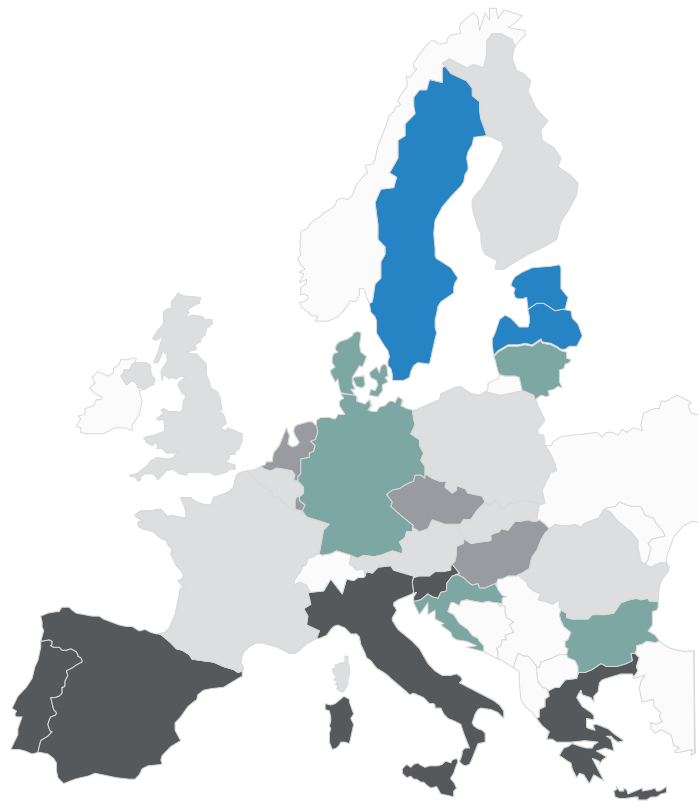


*Please refer to Endnotes for important disclosures.

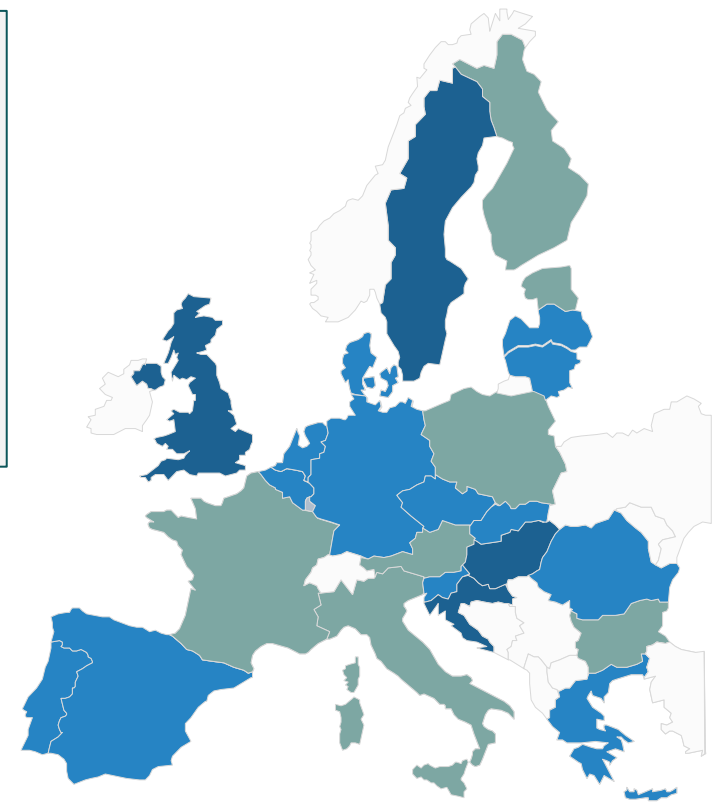
(1) Polygon European Equity Opportunity Fund Class A Offshore Shares (2) HFRX Event Driven Index (Hedge Fund Research) (3) HFRX Global Hedge Fund Index (Hedge Fund Research) (4) Standard & Poor's 500 Index (5) STOXX 600 - The STOXX Europe 600 Index (STOXX).

European sentiment has been improving materially

August 2012



August 2014

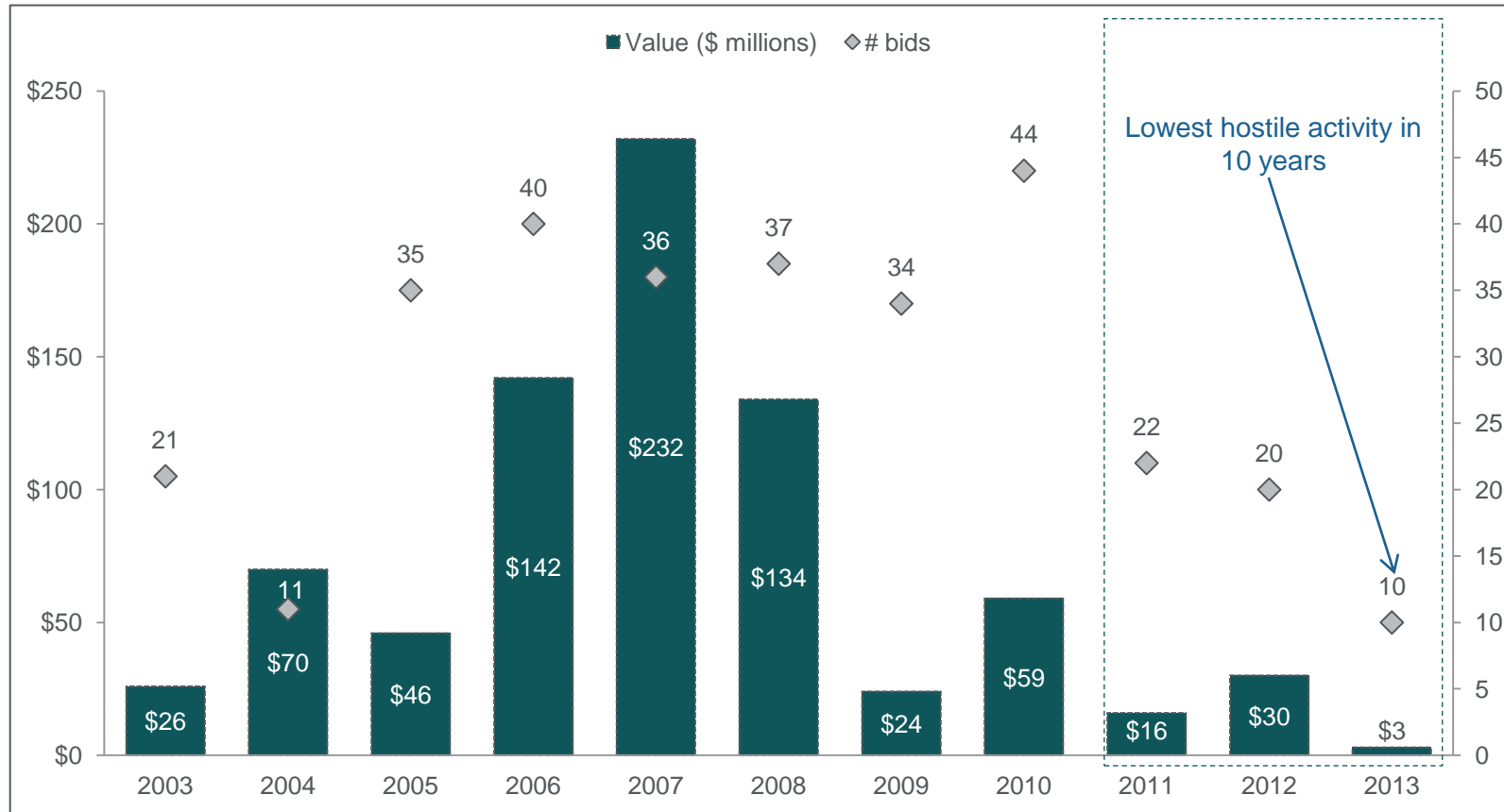


Economic Sentiment Indicator (ESI)

- < 85
- 85 to 90
- 90 to 95
- 95 to 100
- 100 to 105
- > 105

Source: Eurostat

EMEA Deals Received as Hostile or Unsolicited



Source: Thomson Reuters, Credit Suisse

Real Estate Investments

Jim Blakemore

TETRAGON



GreenOak US Fund I - 218 West 18th Street

Off-market acquisition office property in Chelsea submarket

Property was fully renovated by the previous owners, who acquired the property vacant in 2007, total cost basis of approximately \$87MM (\$520/SF)

- Create value in “the buy” through negotiated pre-packaged bankruptcy
- Property is 2 blocks from 111 Eighth Avenue, Google’s 2.9MM SF NY HQ
- GreenOak total equity investment of \$15.5MM for an 80% interest in the asset, including 20% from a co-investor
- Secured a new \$45.5MM first mortgage at closing
- 6% interest only; 3 years plus 1-year extension; non-recourse

Within 15 months of closing, GreenOak signed three new leases at the property totaling 82,000 SF at terms ahead of underwriting, taking occupancy from 33% to 84%

In March 2013, sold for \$111MM or \$682/SF plus \$1.6MM (\$10/SF) of future tenant improvements and leasing commissions

The transaction resulted in a GreenOak Gross Realized IRR of 79% and a 2.0x equity multiple

KEY METRICS

Location	New York, NY
Property Type	Office
Property Size (SF)	165,670
Closing Date	January 13, 2012
Sale Date	March 27, 2013
Occupancy at Acquisition	34%
Occupancy at Sale ⁽¹⁾	84%
Purchase Price	\$62.0 MM / \$374/SF
All-in Cost	\$70.0MM / \$423/SF
Sale Price	\$111.0MM / \$682/SF
Realized Unlevered IRR / CFx	43% / 1.6x
Realized Gross IRR / CFx	79% / 2.0x



1. Includes signed leases.

GreenOak Japan Fund I - Sale to Nippon REIT

- On April 24, 2014, GreenOak successfully closed on the sale of seven properties for \$328MM to Nippon REIT Investment Corporation (“Nippon REIT”), a JREIT which listed on the Tokyo Stock Exchange through an initial public offering.
- Assets from the GreenOak portfolio represented approximately 48% of the total REIT’s assets, enabling GreenOak to maximize pricing
- **\$328MM sales price versus a \$246MM basis with a total equity commitment of \$56MM. Gross distributions (net of withholding taxes) are expected to be \$100MM**
- **Gross USD IRR for the transaction is 61%, with a gross equity multiple of 1.9x**

Investment	Property Information		Original Underwriting				Actual Performance				
	Location	GO Ownership	Purchase Price (JPYMM)	Exit Value (JPYMM)	Hold Term (months)	Exit Yield	Exit Value per tsubo (JPYMM)	Exit Value (JPYMM)	Hold Term (months)	Exit Yield (1)	Exit Value per tsubo (JPYMM)
Platinum	Tokyo	100%	1,300	1,927	48	5.3%	1.78	2,260	18	5.0%	3.08
Eagle Kayabacho	Tokyo	100%	2,039	2,505	36	5.5%	2.78	2,860	13	5.0%	3.18
Eagle Kudan	Tokyo	100%	2,070	2,561	36	5.3%	3.15	2,780	13	4.7%	3.42
Eagle Okachimachi	Tokyo	100%	2,691	3,120	60	5.8%	2.89	3,330	13	5.2%	3.08
HK Shinjuku	Tokyo	50%	8,371	11,630	60	5.5%	2.72	13,990	13	4.4%	3.27
HK Sakurabashi	Tokyo	50%	3,856	5,205	60	5.5%	2.62	5,760	13	5.1%	2.90
East	Tokyo	100%	1,730	2,296	60	6.0%	1.80	2,520	10	5.8%	1.97
Total/ Average			22,057	29,244	51.4	5.5%		33,500	13.3	4.8%	

1. Exit Yield based on numbers reported in Nippon REIT IPO prospectus

GreenOak Spain

Stabilised retail portfolio acquired at attractive going-in basis, GreenOak took advantage of previous failed sales process and added value through complex transaction structure

Key Attributes:

- Attractive going-in basis at €1,207 psm (\$153 psf) and c.35% below replacement cost
- Capital structure constraints over the past years have led to underinvestment
- Acquisition of a portfolio of performing, established assets
- Opportunity to acquire a sizeable and established retail portfolio

GreenOak Angle:

- Seller looking to exit due to pressure from shareholders to re-focus strategy
- Active asset management strategy and tailored capex program (c.\$32m)
- Potential attractive risk-adjusted returns despite a conservative underwriting assuming exit occupancy at 85%, exit cap rate at 7.5% and exit rent ratio to 2012 rent of 90%

Key Metrics Overview ⁽¹⁾	
2013F NOI Yield	11.4%
Unlevered Pre-tax IRR	15.0%
Location	Spain (48% Madrid / Barcelona by GLA)
Property Type	Shopping Centres
Total Portfolio (GLA)	c.133,000 sqm / 1,430,000 sqft
2013 Occupancy	c.75%
Purchase Price	€160.0 MM / €1,207 psm \$219.0 MM / \$153 psf • 35% discount to replacement cost • 29% discount to 2013 book value • 69% discount to peak valuation



Cathedral Lanes Shopping Centre

Deal Background

- Shearer Property Group exchanged option to purchase from Hammerson at £5.83MM and planned £2.82MM capex/re-letting program; property originally offered for sale at £7.2MM

Asset Overview

- Two level shopping centre, developed in 1991, which faces a principal city centre square
- Property has suffered from lack of investment/management with majority of 2nd floor vacant
- Suffers from inward focus around outdated, small interior mall

Business Plan

- Reposition shopping centre into a leisure orientated scheme
- Let the existing vacant space to restaurants
- Agree a new lease with Wilkinson increasing rent from current level of £245k to £325k
- Let remaining units to national and regional operators to reduce shortfalls

Financing Proposal

- Senior loan
- LTC: 75% (69.6% of cost + 1 year interest reserve)
- Term: 3 years + 2 1-year extensions
- Amount: £6.56MM
- Upfront/exit fee: 1.90% / 1.50%
- Extension Fee: 1.00%
- Prepayment fee: years 1 + 2
- Margin: 6.25%
- Libor floor: 1.00%
- IRR: 8.7% gross; 7.0% net

Key Property Metrics

Location	Coventry
Property type	Retail
Tenure	Leasehold (2138, peppercorn)
# of properties	1
Property size	61,836 sf current 57,552 sf after refurb
Occupancy	73%
WAULT term/break	Holdover
# tenants	4 (+2 rates mitigation)
Largest tenant	Wilkinson Hardware – 63%

Potential Capitalization

	£MM	£/sf	LTC
Senior acq + capex	6.08	106	70%
Senior interest	<u>0.48</u>	<u>114</u>	<u>75%</u>
Total senior	6.56	114	75%
Equity	2.79	48	107%
Cost	8.74	152	100%

Co-Investments

Reade Griffith

TETRAGON



Co-Investment and “Best Ideas” Opportunities



TFG Asset Management

Greg Wadsworth

TETRAGON



Organization Overview

A Broadly Based Alternative Asset Management Group

TFG Asset Management

Hedge Funds

\$1.2 billion⁽¹⁾

- European Event-Driven Equity
- Convertibles and Credit
- Mining Equities
- Distressed Opportunities
- Other Equities

Private Equity

\$0.3 billion⁽²⁾

- Private Equity

Bank Loans

\$5.1 billion⁽³⁾

- LCM

Real Estate Joint Venture

\$3.9 billion⁽⁴⁾

- GreenOak Japan Fund
- GreenOak US Fund
- GreenOak UK Debt Fund
- Global Advisory

Approx
AUM

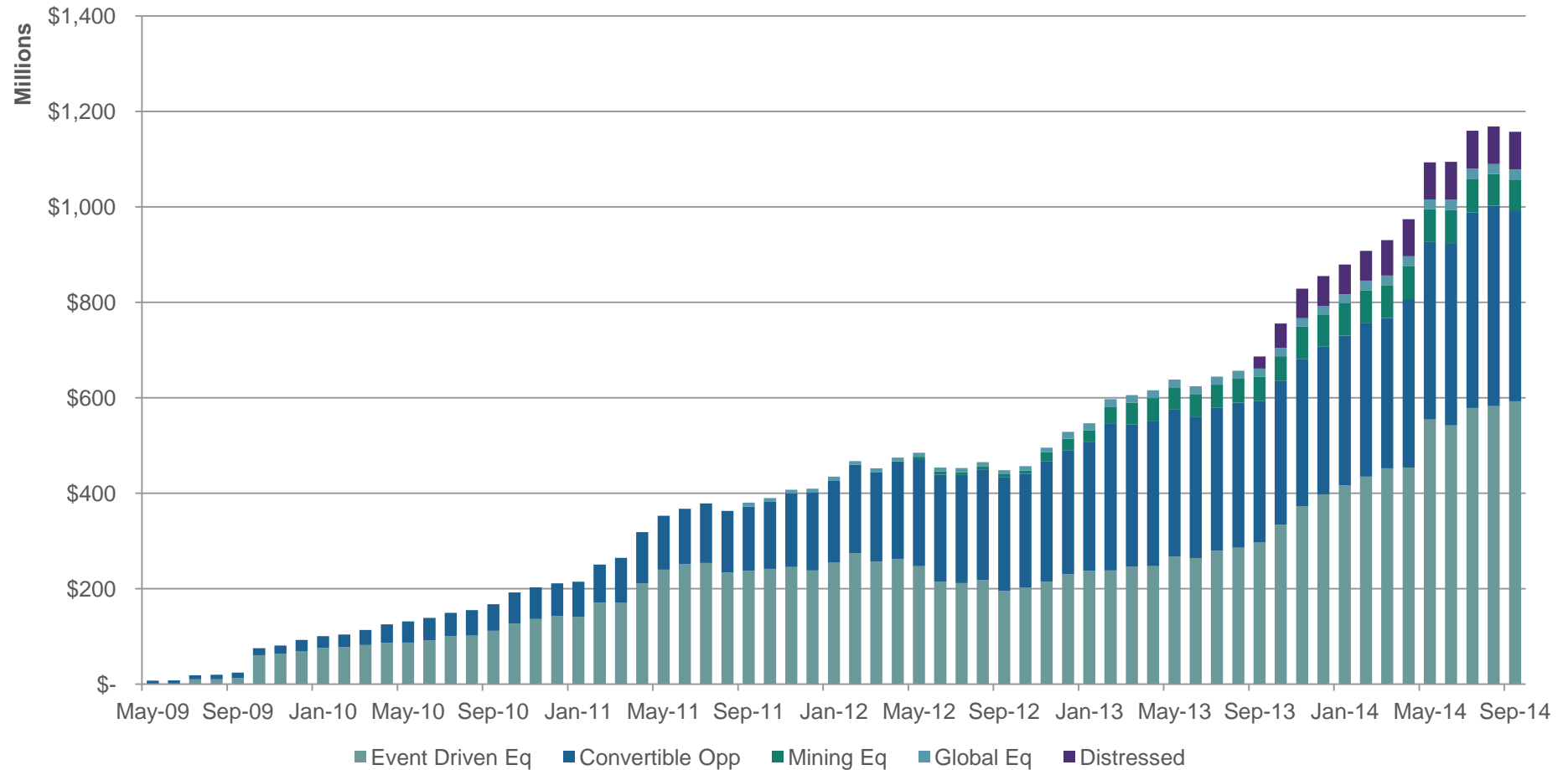
(1) AUM at 1 September 2014 for Polygon Convertible Opportunity Master Fund, Polygon European Equity Opportunity Master Fund and associated managed account, Polygon Mining Opportunity Master Fund, Polygon Global Equities Master Fund and Polygon Distressed Opportunities Master Fund using internally calculated estimates. Includes, where relevant, investments by Tetragon Financial Group Master Fund Limited.

(2) AUM for Polygon Recovery Fund LP as calculated by the applicable fund administrator for the most recent reporting period.

(3) Investment funds managed by LCM Asset Management LLC ("LCM") for the most recent reporting period. Includes, where relevant, investments by Tetragon Financial Group Master Fund Limited.

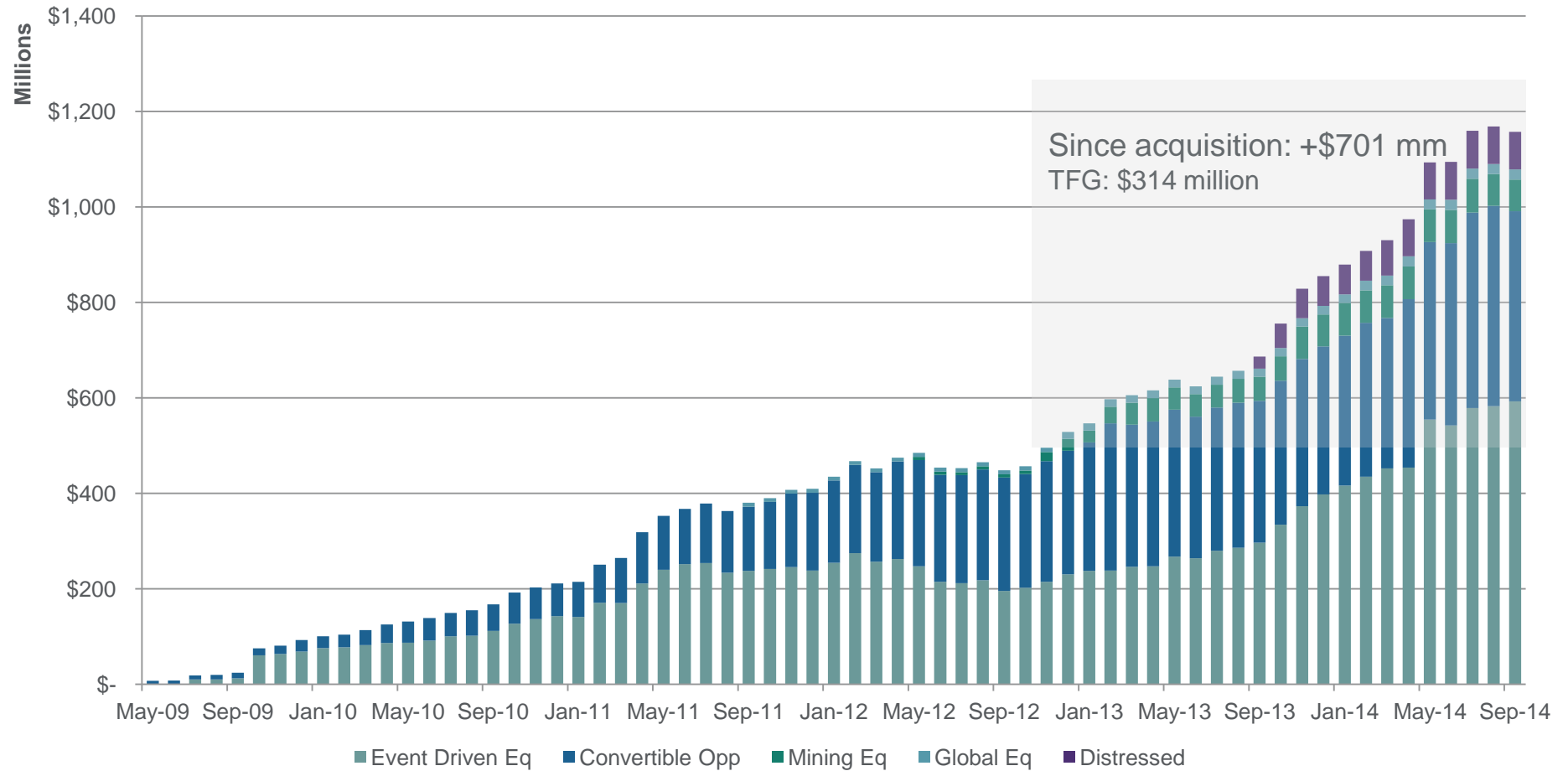
(4) Includes investment funds and advisory assets managed by GreenOak Real Estate, LP (a separately registered investment adviser with the U.S. Securities and Exchange Commission) at 30 June 2014. TFG owns a 23% stake in GreenOak. Includes, where relevant, investments by Tetragon Financial Group Master Fund Limited.

Hedge Fund AUM*



*AUM for Polygon Convertible Opportunity Master Fund, Polygon European Equity Opportunity Master Fund and associated managed account, Polygon Mining Opportunity Master Fund, Polygon Global Equities Master Fund and Polygon Distressed Opportunities Master Fund, as calculated by the applicable fund administrator for the most recent reporting period. Includes, where relevant, investments by Tetragon Financial Group Master Fund Limited.

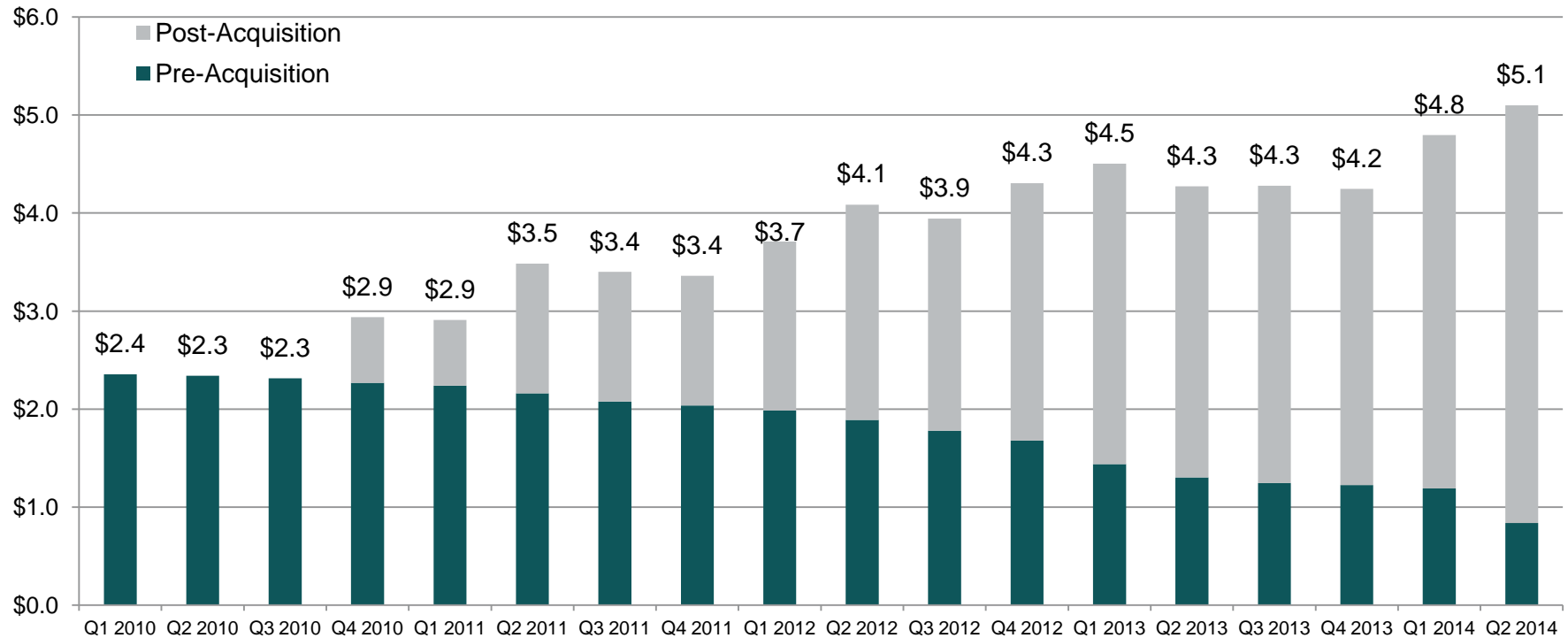
Hedge Fund AUM*



*AUM for Polygon Convertible Opportunity Master Fund, Polygon European Equity Opportunity Master Fund and associated managed account, Polygon Mining Opportunity Master Fund, Polygon Global Equities Master Fund and Polygon Distressed Opportunities Master Fund, as calculated by the applicable fund administrator for the most recent reporting period. Includes, where relevant, investments by Tetragon Financial Group Master Fund Limited.

LCM AUM Growth Chart

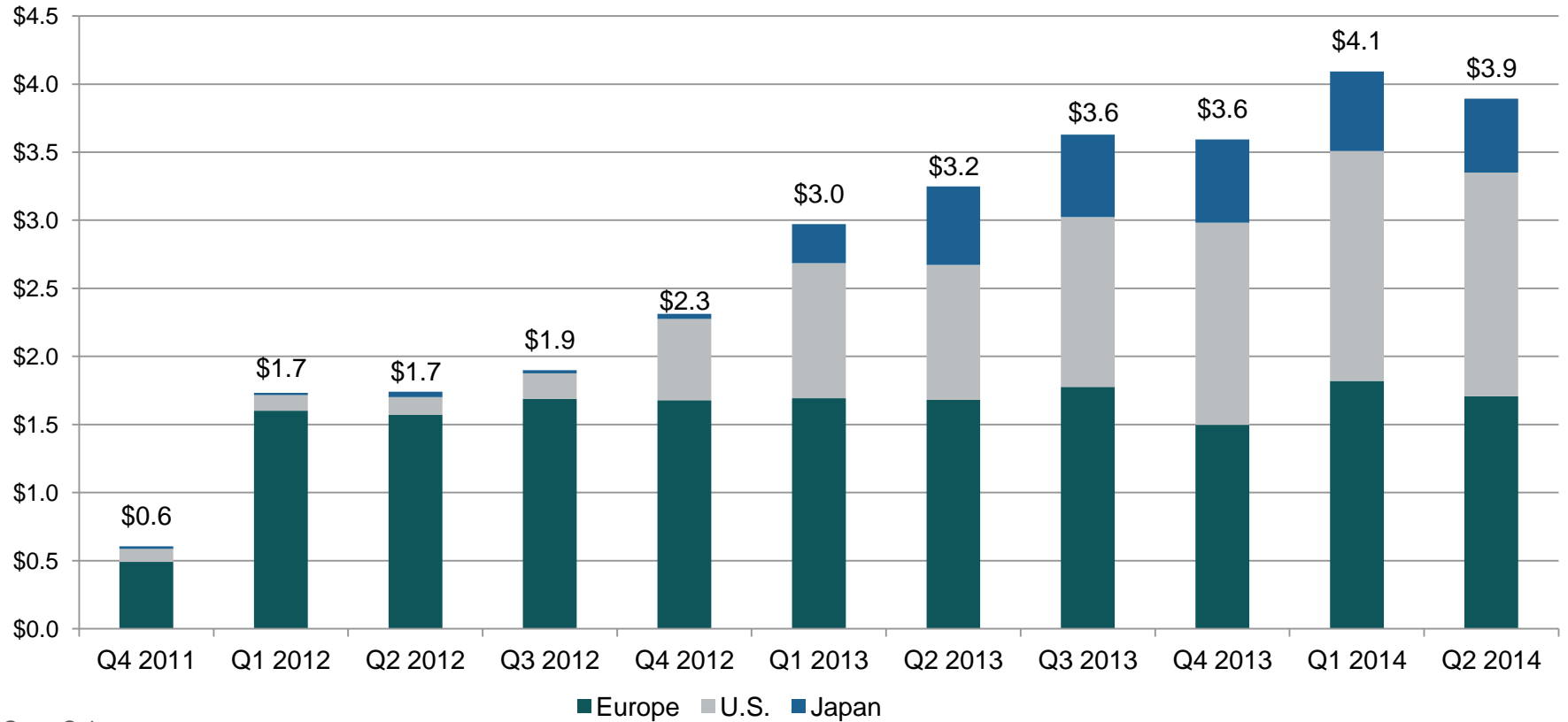
LCM Assets Under Management History (\$BN)



Source: LCM

GreenOak Joint Venture

GreenOak Assets Under Management History (\$BN)⁽ⁱ⁾



Source: GreenOak

GreenOak Joint Venture Snapshot

- Employee-owned and controlled, independent and fully aligned with our investors
- Current team size of 45 professionals, many of whom have worked together for a number of years
- Offices open in London, Los Angeles, New York and Tokyo
 - » Team representatives in Madrid, Munich, Seoul and Singapore
- Robust institutional quality infrastructure with strong risk management, cash management and regulatory support
- Extensive and deep rooted network of relationships across the industry, including partners, lenders and counterparties
- From formation of the firm to 30 June 2014, GreenOak has:
 - » Raised approximately \$2.0 billion of equity
 - » Acquired 82 assets representing over 10 million square feet and approximately \$4 billion of real estate value within target markets
 - » Monetized approximately \$830 million of stabilized assets in GreenOak funds and separate accounts
- Including third party assets under management, global gross assets under management are \$3.9 billion as of 30 June 2014

TFG Financials

Philip Bland
CFO

Please see the Appendix of this presentation and TFG's Q2 2014 Performance report for certain relevant definitions.

TETRAGON



TFG Key Metrics

We continue to focus on three key metrics for TFG's business⁽ⁱ⁾:

Earnings (Return on Equity and EPS)

- TFG's Operating performance

Net Asset Value per share

- How value is being accumulated within TFG

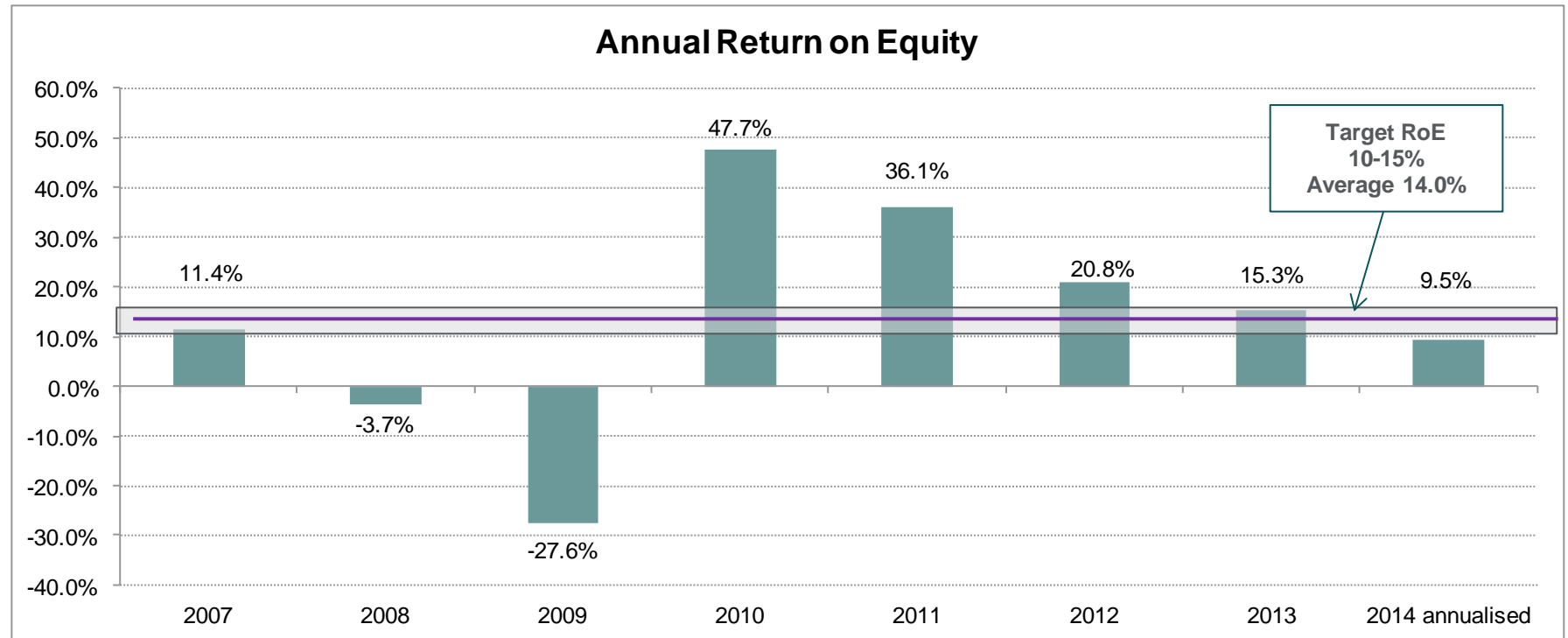
Dividends & Other Distributions

- How asset value has been returned to shareholders

(i) Please refer to the TFG Financials appendix, page [98] for definitions of certain non-GAAP measures used herein.

TFG Key Metrics

Return on Equity ("RoE")⁽ⁱ⁾

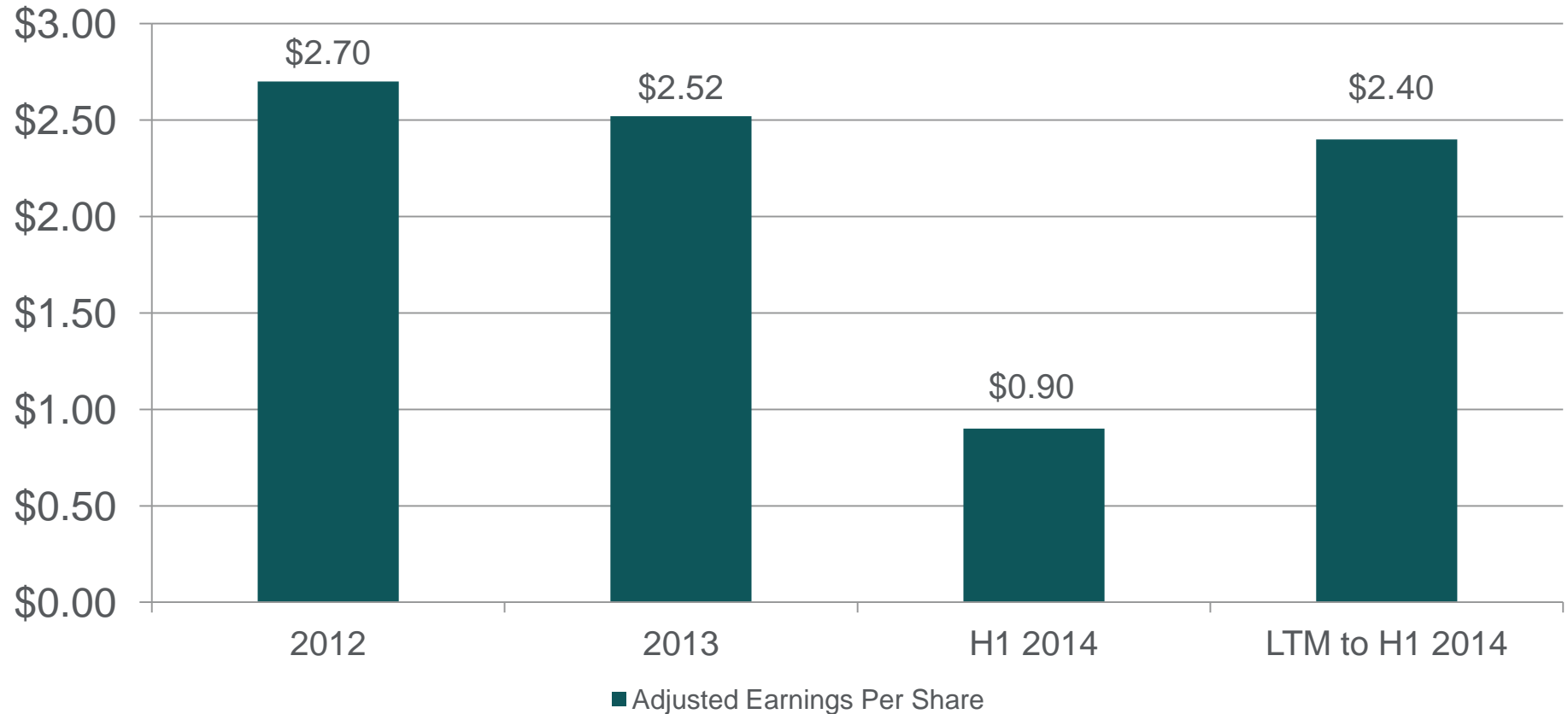


(i) TFG's returns will most likely fluctuate with LIBOR. LIBOR directly flows through some of TFG's investments and, as it can be seen as the risk-free short-term rate, it should affect all of TFG's investments. In high-LIBOR environments, TFG should achieve higher sustainable returns; in low-LIBOR environments, TFG should achieve lower sustainable returns.

TFG Key Metrics

Earnings Per Share (“EPS”)⁽ⁱ⁾

Adjusted EPS 2012 – H1 2014



(i) Please refer to the TFG Financials appendix, page [98] for certain relevant definitions.

TFG Key Metrics

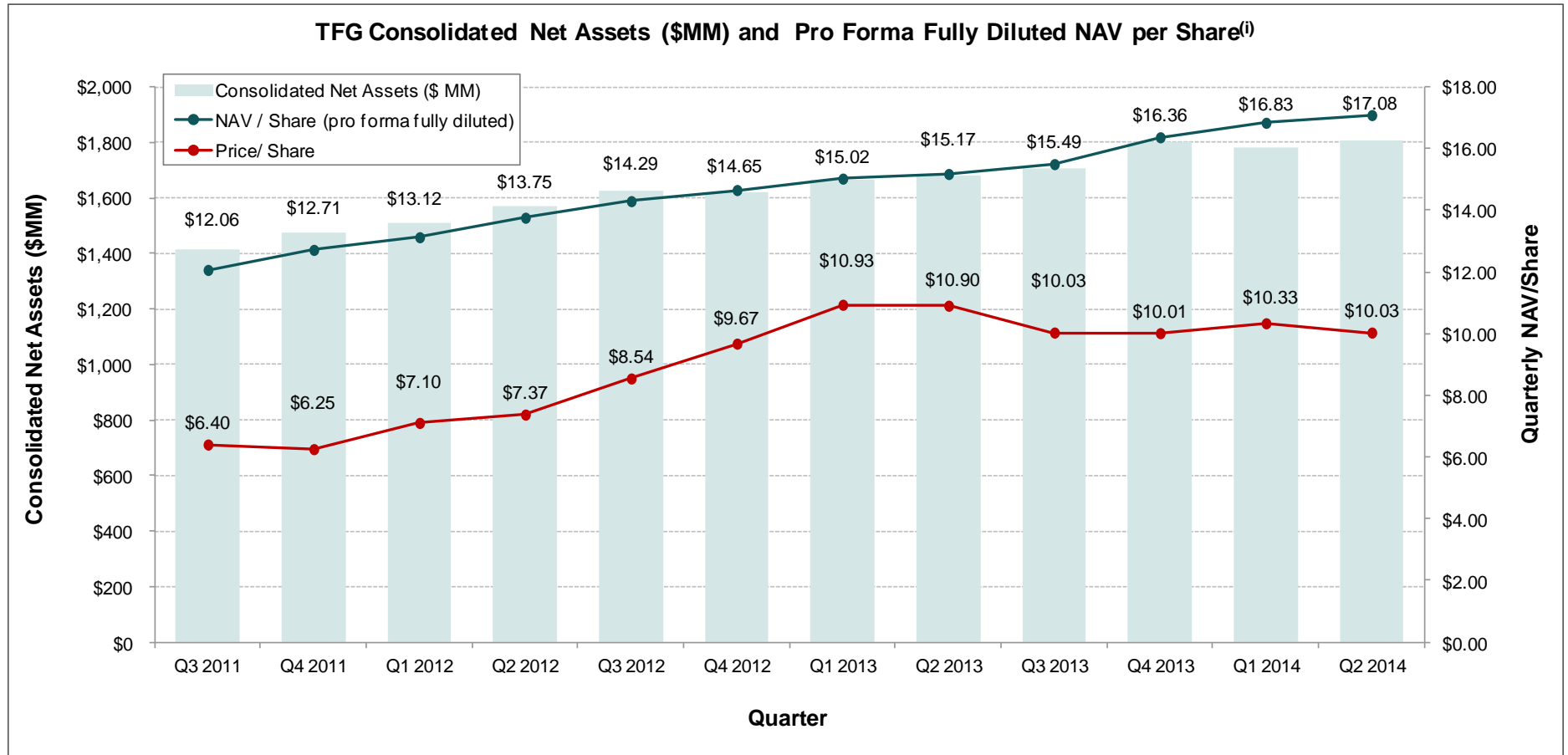
Earnings Per Share⁽ⁱ⁾

TETRAGON FINANCIAL GROUP				
TFG Earnings per Share Analysis (H1 2013 - H1 2014)				
	H1 2014	H1 2013	2014 % of total	% change 2013-14
CLO and other loans	\$1.01	\$1.26	112%	(20%)
Hedges, FX and options	(\$0.10)	\$0.03	(11%)	(433%)
Other asset classes	\$0.27	\$0.04	30%	575%
Corporate expenses	(\$0.41)	(\$0.39)	(46%)	5%
Net Investment portfolio EPS	\$0.77	\$0.94	86%	(18%)
TFGAM (net of corporate taxes)	\$0.13	\$0.08	14%	63%
Adjusted EPS	\$0.90	\$1.02	100%	(12%)
Weighted Average Shares (millions) ⁽ⁱ⁾	96.0	98.0		

(i) The time-weighted average daily U.S. GAAP Shares outstanding during the applicable year.

TFG Key Metrics

NAV Per Share⁽ⁱ⁾

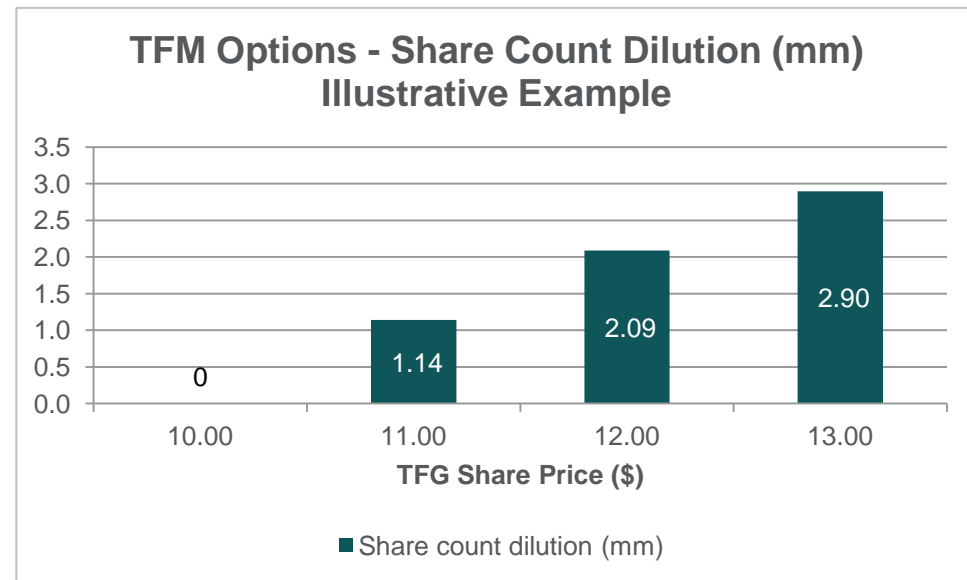
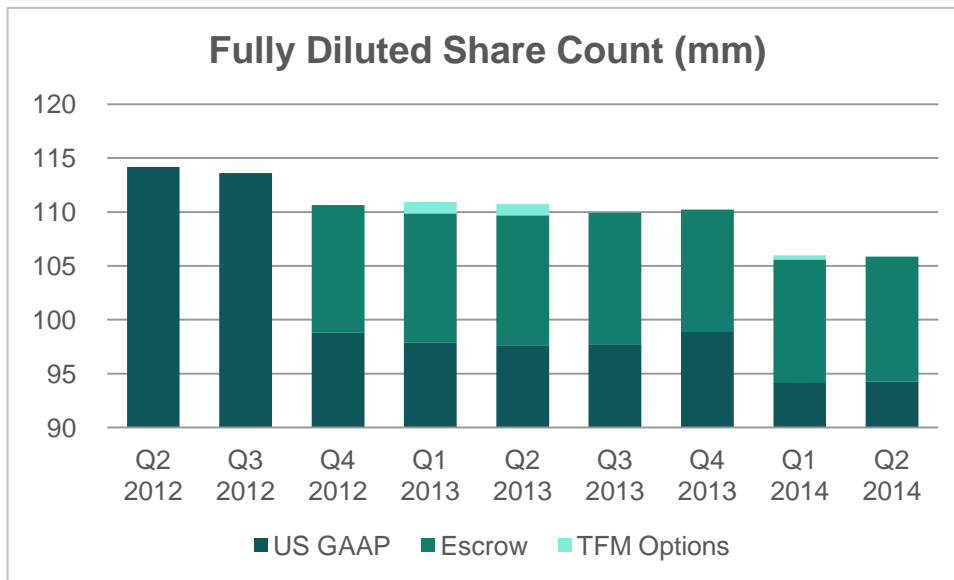


(i) Pro Forma Fully Diluted NAV per share based on TFG's financial statements as of the relevant quarter-end date; TFG's closing share price data as per Bloomberg as of the last trading day of each quarter. Please note that the Pro Forma Fully Diluted NAV per Share reported as of each quarter-end date excludes any shares held in treasury or in a subsidiary as of that date, but includes shares held in escrow which are expected to be released and incorporated into the U.S. GAAP NAV per Share over a five-year period and the number of shares corresponding to the applicable intrinsic value of the options issued to the Investment Manager at the time of the company's IPO.

TFG Key Metrics

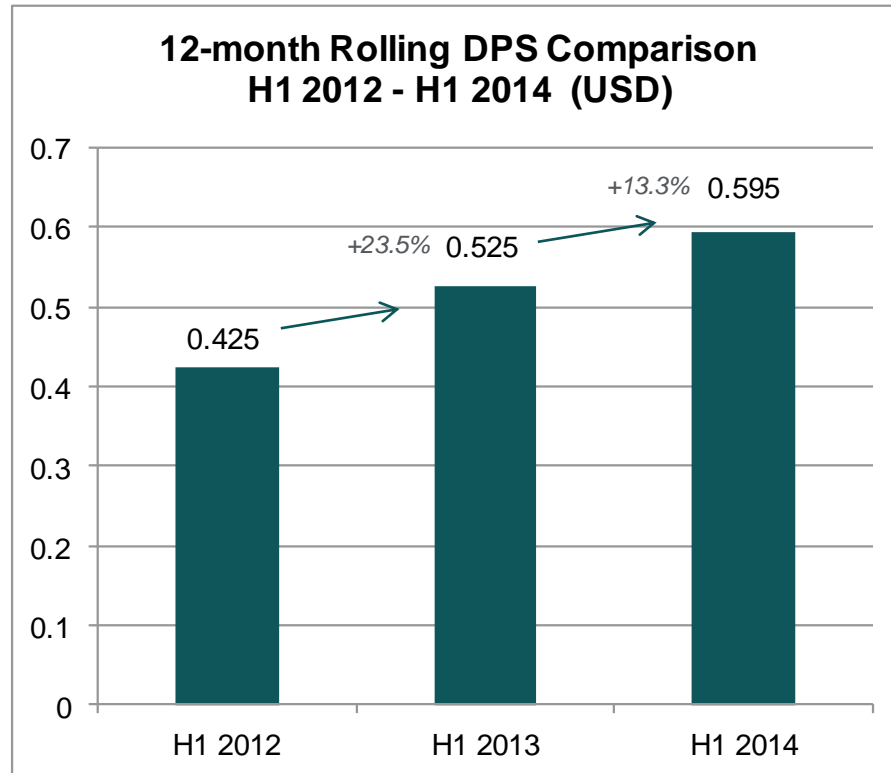
Fully Diluted Share Count

- Share count impacts EPS and NAV per share
- U.S. GAAP shares reduced materially by share repurchases in recent years
- Escrow shares relate to shares issued as part of Polygon transaction – to align interests and promote retention
- TFM Option shares affect dilution when TFG share price is above \$10 (Assume net settled)



TFG Key Metrics

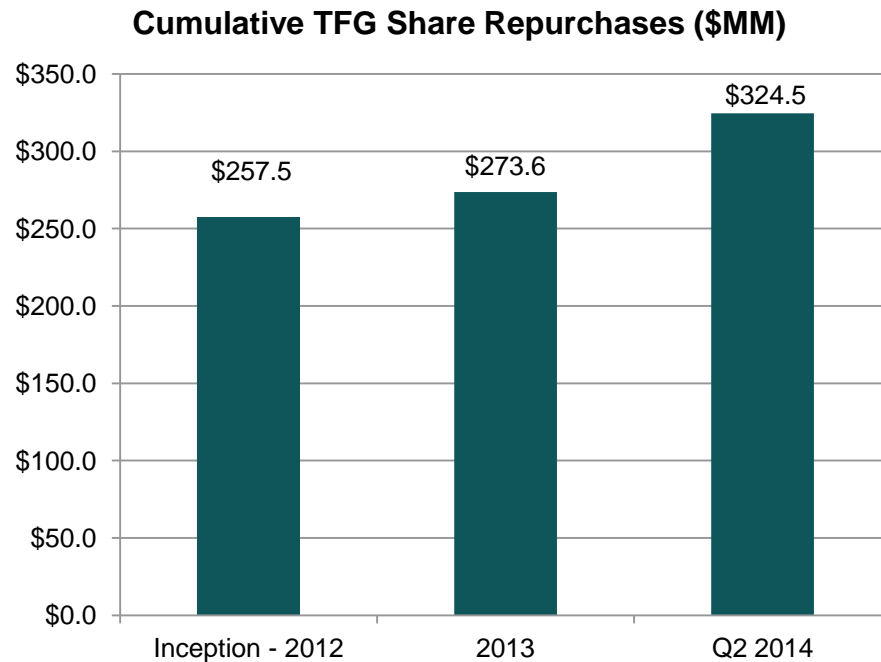
Distributions - Dividends Per Share (DPS)



- Progressive dividend policy
- 30%-50% of sustainable earnings
- Q2 2014 DPS gave annualised dividend yield of 6.2% at Q2 share price of \$10.03
- \$27.3 million of cash used to pay dividends in H1 2014
- \$3.13 of dividends declared since IPO

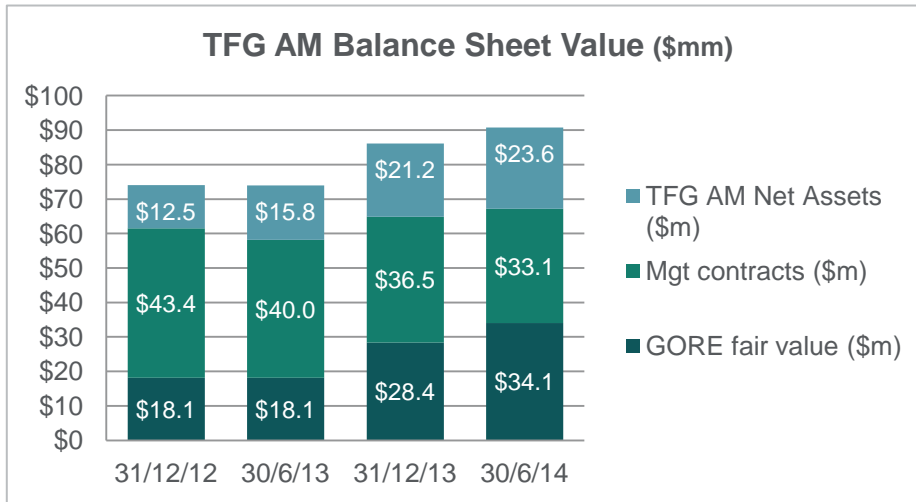
TFG Key Metrics

Distributions – Share Repurchases

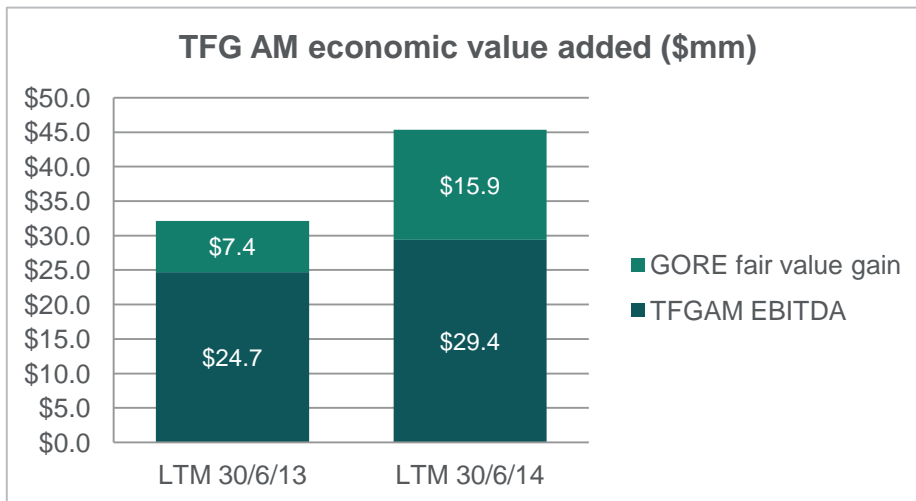


- Since IPO, TFG has repurchased 41 million of its shares
- Latest repurchase was via a tender offer for \$50 million in Q1 2014

TFG Asset Management



- Total TFG Asset Management balance sheet value was \$90.7 million at 30 June 2014
- \$34.1 million relates to TFG's 23% holding in GreenOak
- \$56.7 million relates to the U.S. GAAP balance sheet value that is generating the TFG Asset Management EBITDA



- TFG Asset Management's EBITDA has grown strongly post the Polygon transaction to \$29.4 million (LTM)
- The growth in LCM and Polygon fee-paying AUM adds to the quality of earnings
- The gain on the GreenOak 23% fair value has added a further \$15.9 million, a gain of 88% (LTM)

TFG's Financials - Summary

Delivering on Key Metrics

- Continuing to deliver against the three key metrics, although RoE is below target range currently

TFG's Investment Portfolio - diversification continues

- Amortization of CLO activities has accelerated but contribution remains significant, albeit at lower expected returns
- Diversification benefits evident – notably hedge funds and real estate
- Direct balance sheet holdings subject to recent volatility

TFG Asset Management Building Momentum

- All businesses performing strongly
- Building and adding new fund management activities to further leverage the infrastructure
- EBITDA equivalent - \$17.8 million in H1 2014 (H1 2013: \$15.9 million)
- AUM - \$10.5 billion at Q2 2014 (Q2 2013: \$8.7 billion)
- GreenOak growing strongly in AUM and business value

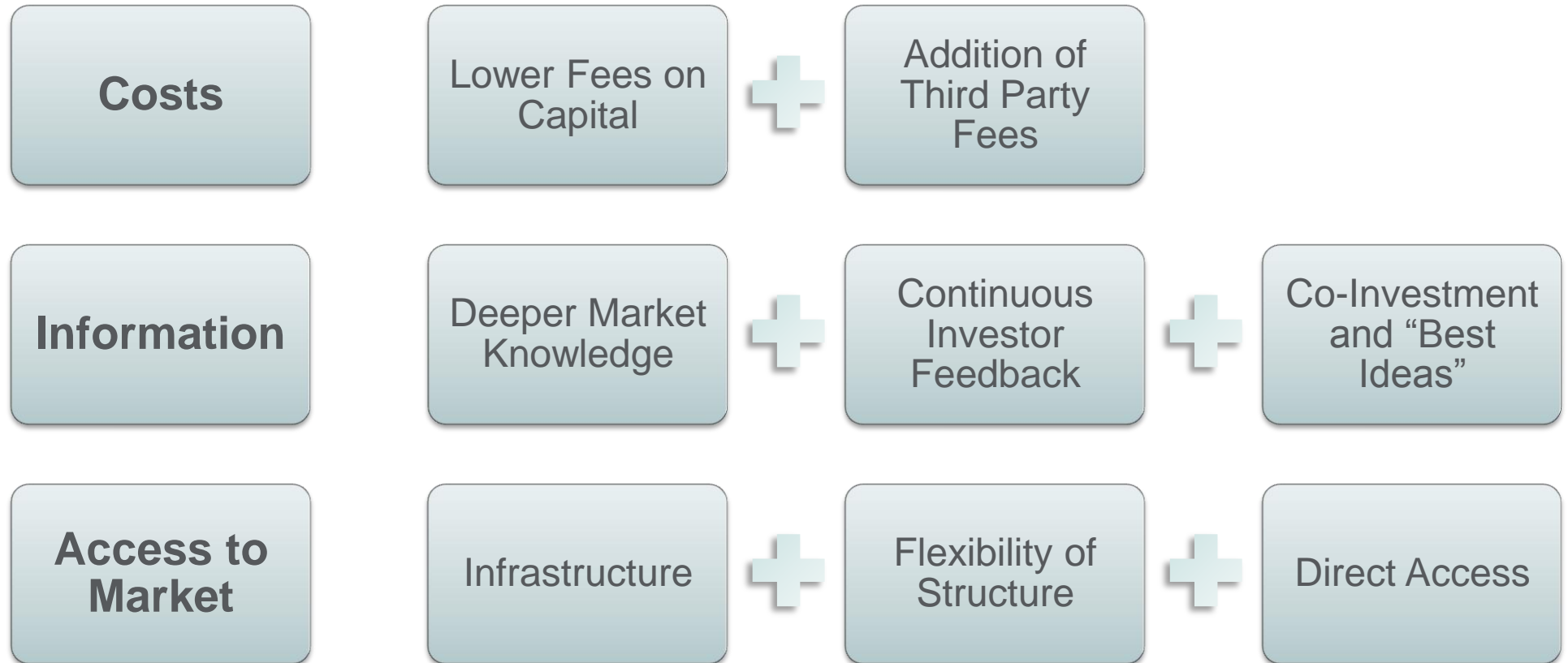
The Future

Paddy Dear

TETRAGON

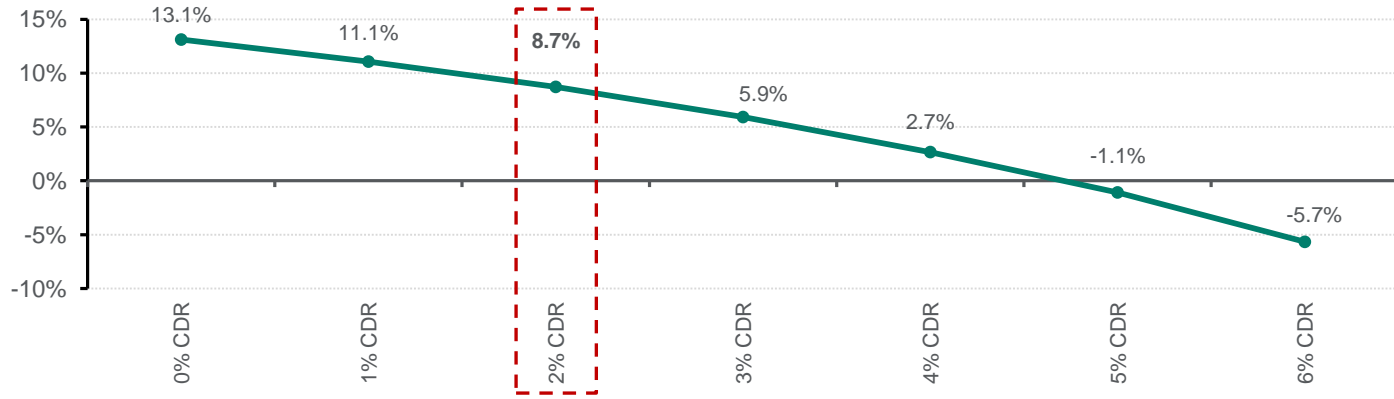


How Does Having an Asset Management Platform Help Asset Level Returns?

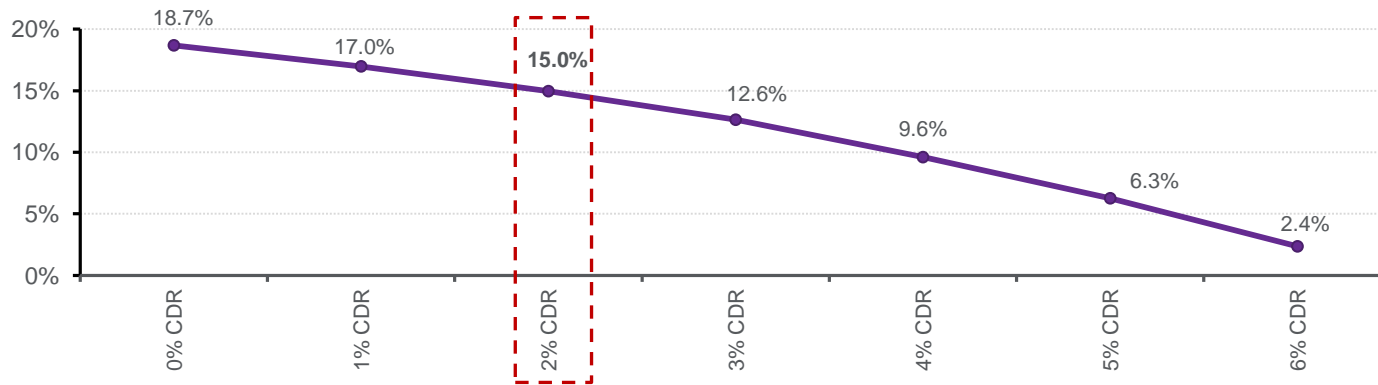


Example: LCM

Third-Party CLO Equity Hypothetical Return Profile (1)

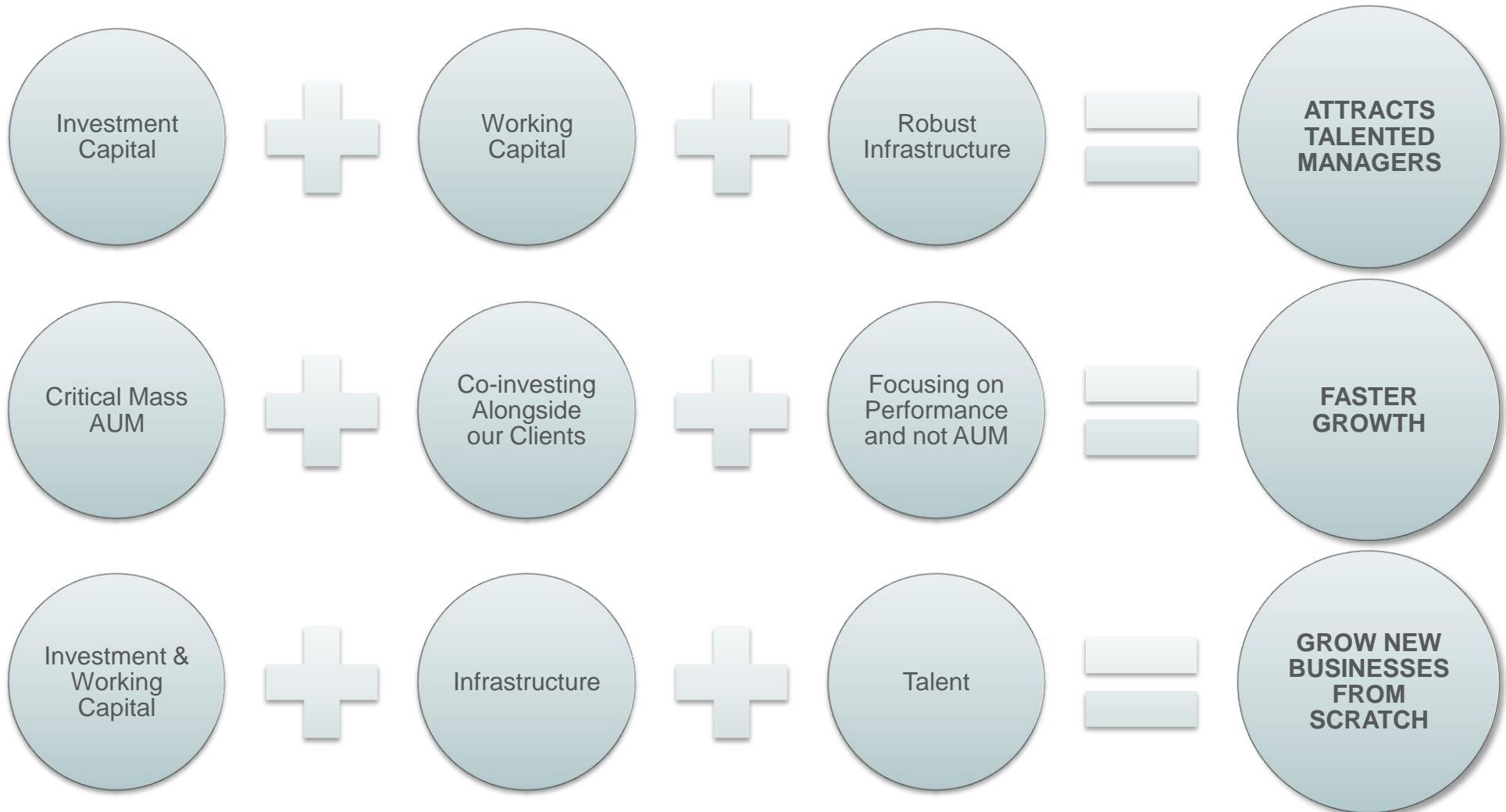


Expected Returns to TFG on Same CLO if Managed by LCM (2)



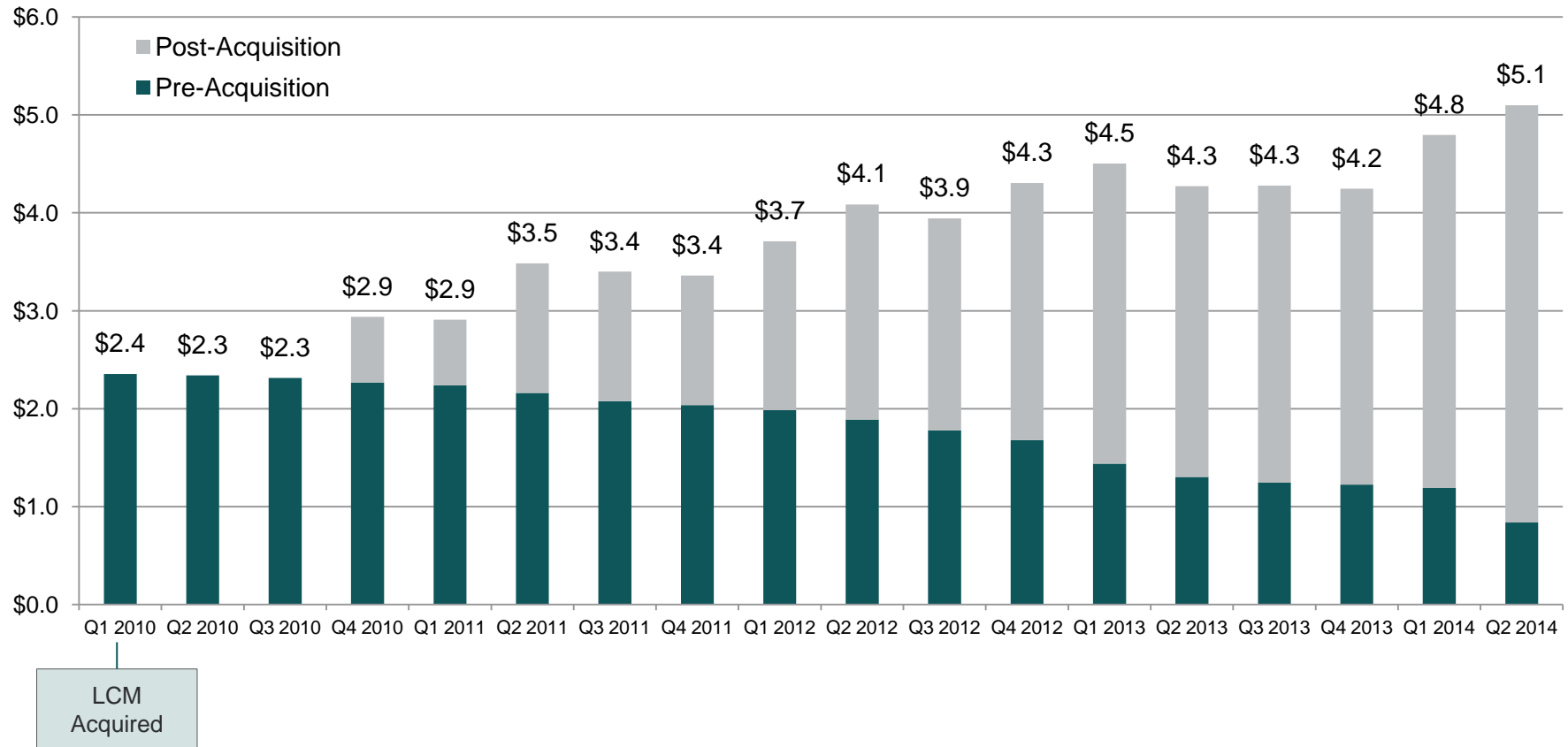
(1) Assuming TFG purchases the equity tranche at a price of \$92, a 25% prepayment rate on loans, 75% recovery rate on loans, reinvestment into loans with spread of L+400 bps and LIBOR floor of 1%, and no early optional redemption.
 (2) Assuming TFG purchases 51% of the equity tranche at a price of \$92, a 25% prepayment rate on loans, 75% recovery rate on loans, reinvestment into loans with spread of L+400 bps and LIBOR floor of 1%, and no early optional redemption. Includes pre-tax net CLO management fees of 0.50% (50% pre-tax margin).

How Does Having Investment Dollars Help Grow an Asset Management Business?

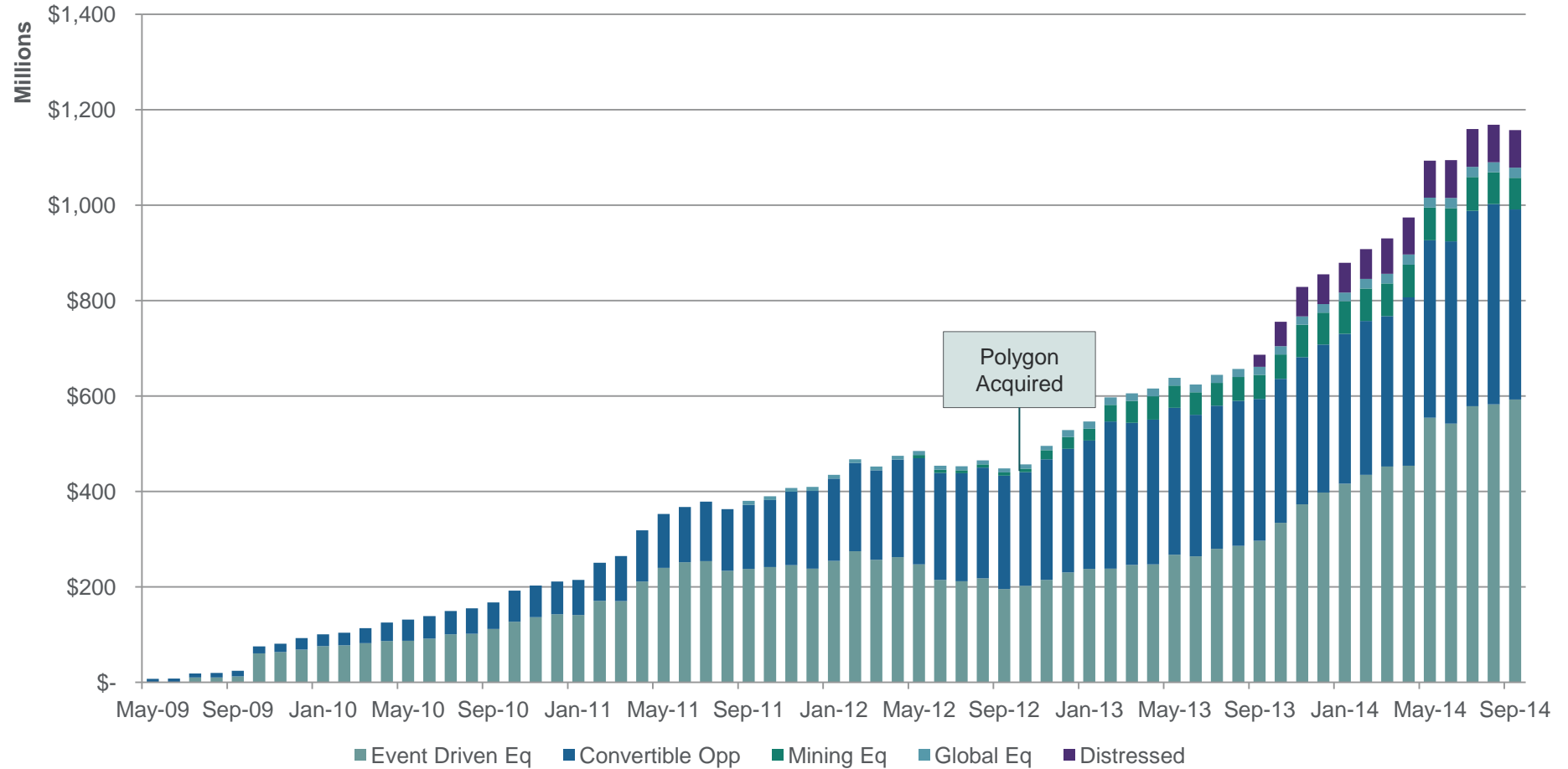


LCM AUM Growth Chart

LCM Assets Under Management History (\$BN)



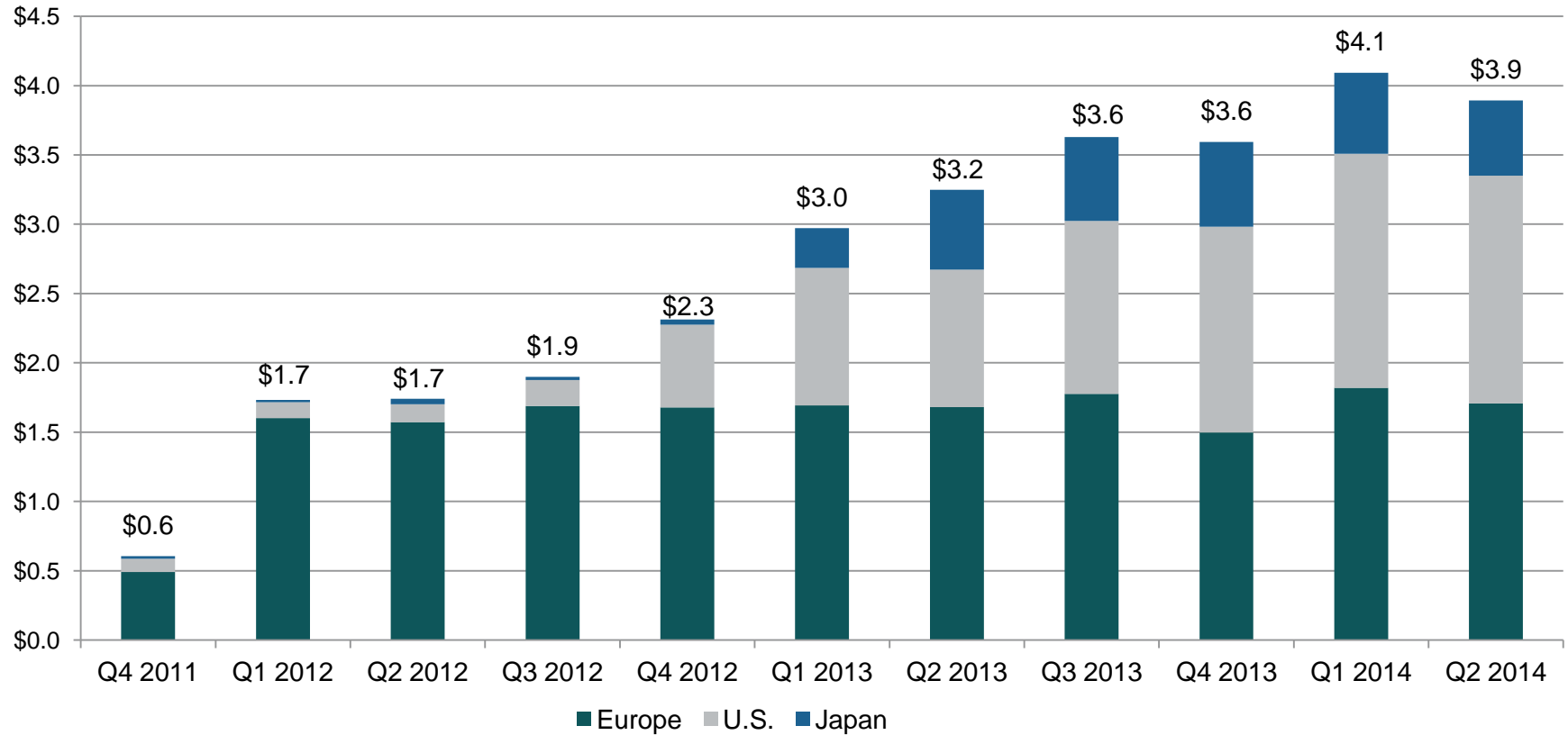
Hedge Fund AUM*



*AUM for Polygon Convertible Opportunity Master Fund, Polygon European Equity Opportunity Master Fund and associated managed account, Polygon Mining Opportunity Master Fund, Polygon Global Equities Master Fund and Polygon Distressed Opportunities Master Fund, as calculated by the applicable fund administrator for the most recent reporting period. Includes, where relevant, investments by Tetragon Financial Group Master Fund Limited.

GreenOak Joint Venture

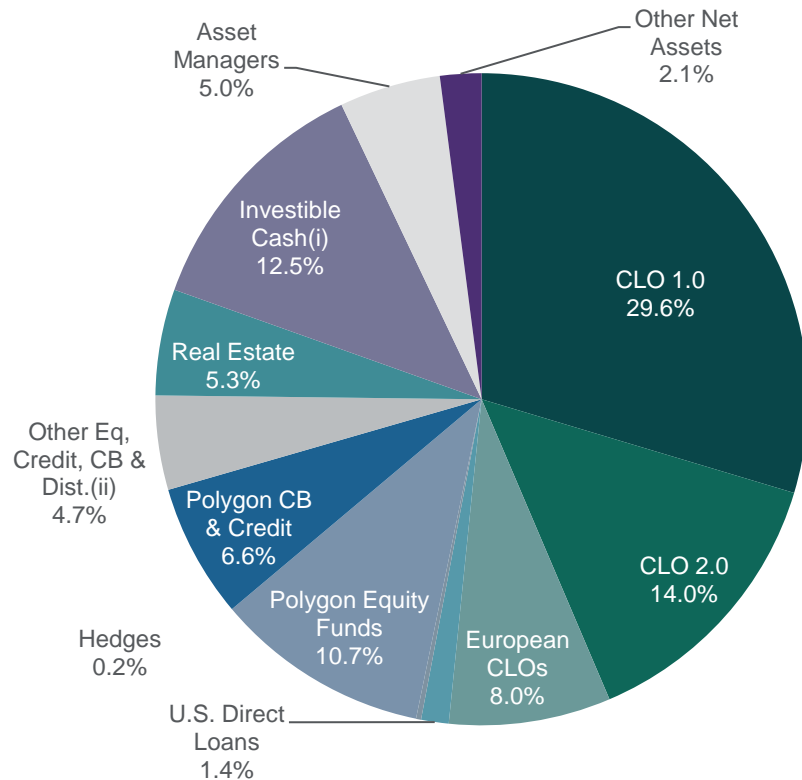
GreenOak Assets Under Management History (\$BN)⁽ⁱ⁾



Current Investment Portfolio

Investment Portfolio

(Percentage of net assets at June 30, 2014)



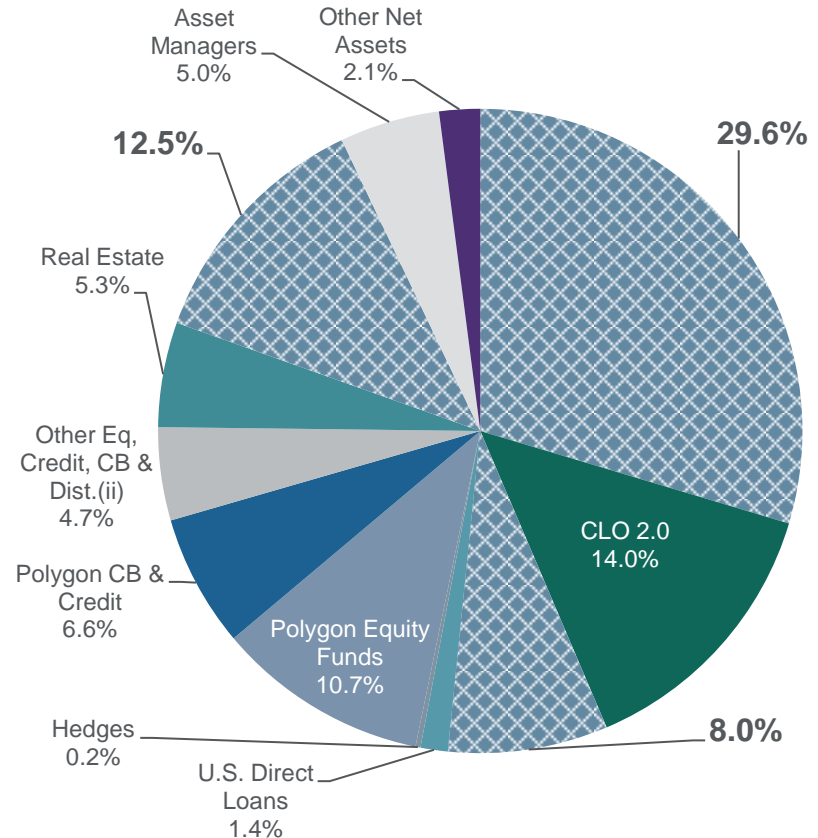
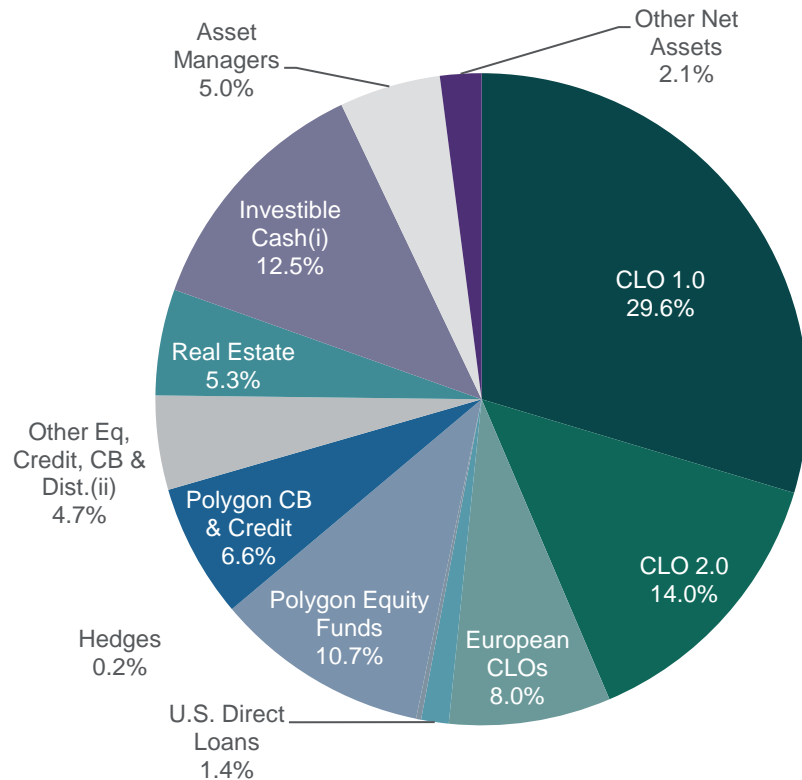
(i) Investible Cash consists of: (1) cash held directly by Tetragon Financial Group Master Fund Limited, (2) excess margin held by brokers associated with assets held directly by Tetragon Financial Group Master Fund Limited, and (3) cash held in certain designated accounts related to TFG's investments, which may only be used for designated purposes without incurring significant tax and transfer costs. (ii) Assets characterised as "Other Equities, Credit, Convertibles, and Distressed" consist of the fair value of, or capital committed to, investment assets held directly on the balance sheet.

Current Investment Portfolio

Future Investment Portfolio⁽ⁱⁱⁱ⁾

Investment Portfolio

(Percentage of net assets at June 30, 2014)

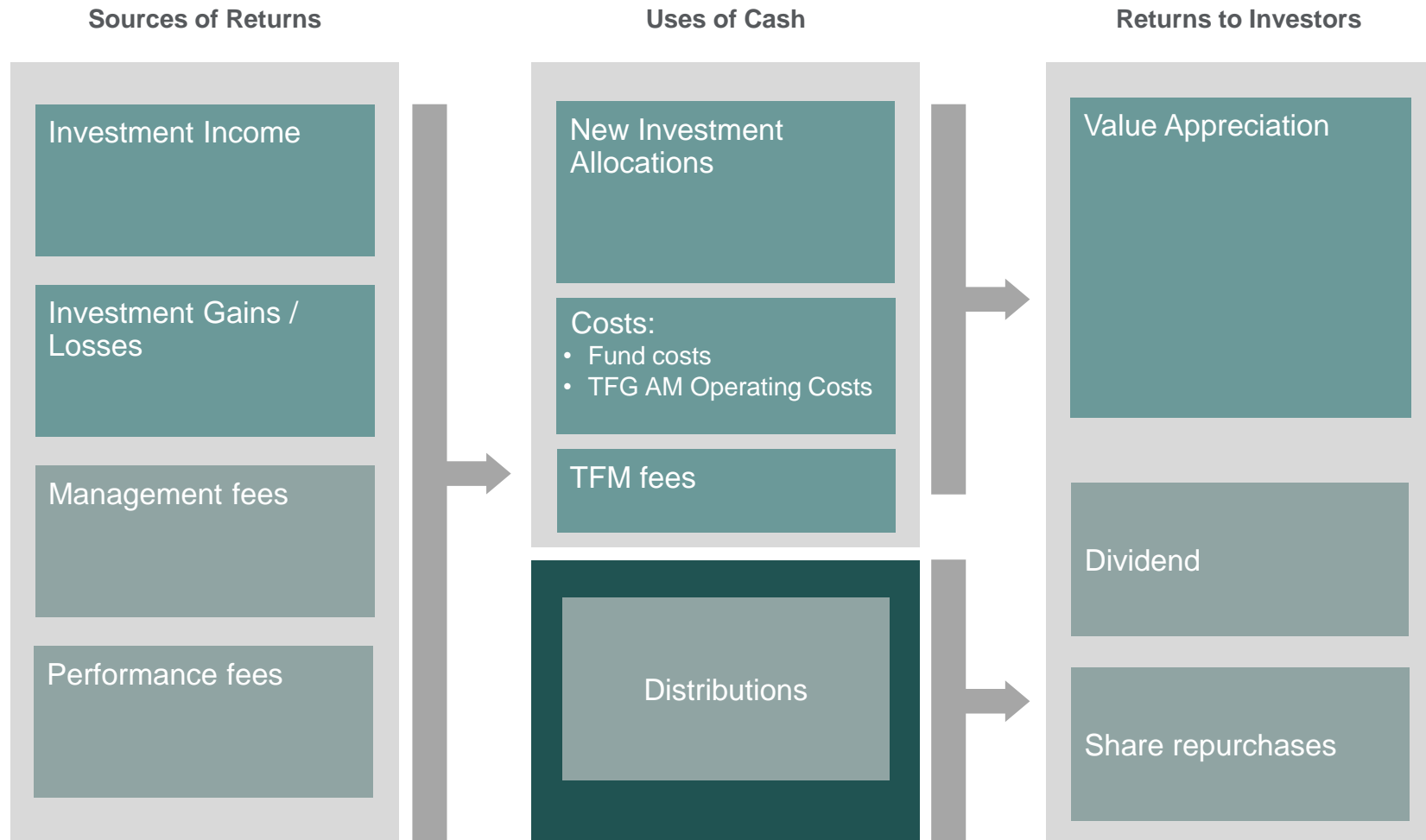


(i) Investible Cash consists of: (1) cash held directly by Tetragon Financial Group Master Fund Limited, (2) excess margin held by brokers associated with assets held directly by Tetragon Financial Group Master Fund Limited, and (3) cash held in certain designated accounts related to TFG's investments, which may only be used for designated purposes without incurring significant tax and transfer costs. (ii) Assets characterised as "Other Equities, Credit, Convertibles, and Distressed" consist of the fair value of, or capital committed to, investment assets held directly on the balance sheet. (iii) Any projections, forecasts or return on investment illustrations delivered by TFG have been prepared for illustrative and discussion purposes only and reflect assumptions made the Manager. Actual results may vary from such projections, forecasts or return investment illustrations and such variations may be material and result in the partial or total loss of any investment.

How Do We Think About New Asset Classes?



Seeking Sustainable Returns



Thank You

Contact us anytime: ir@tetragoninv.com

TFG Financials Appendix

Selected Financial Tables from the H1 2014 Performance Report

TETRAGON



Key metrics: Earnings Per Share

TETRAGON FINANCIAL GROUP		
TFG Earnings per Share Analysis (H1 2013 - H1 2014)		
	H1 2014	H1 2013
Investment portfolio segment		
U.S. CLO 1.0	\$0.74	\$0.74
U.S. CLO 2.0	\$0.12	\$0.11
European CLOs	\$0.14	\$0.39
U.S. Direct Loans	\$0.01	\$0.02
Hedges	(\$0.08)	\$0.05
Polygon Equity Funds	\$0.12	\$0.01
Polygon Credit, Convertibles & Distressed Funds	\$0.11	\$0.01
Other Equities, Credit, Convertibles, Distressed	(\$0.07)	-
Real Estate	\$0.11	\$0.02
FX and Options	(\$0.02)	(\$0.02)
Expenses	(\$0.41)	(\$0.39)
Net EPS investment portfolio	\$0.77	\$0.94
Asset Management Segment - TFG AM	\$0.17	\$0.11
Corporate Income taxes	(\$0.04)	(\$0.03)
Adjusted EPS	\$0.90	\$1.02
Weighted Average Shares (millions) ⁽ⁱ⁾	96.0	98.0

(i) The time-weighted average daily U.S. GAAP Shares outstanding during the applicable year.

Statement of Operations – Year on Year Comparison

TETRAGON FINANCIAL GROUP			
Statement of Operations			
	H1 2014	H1 2013	H1 2012
	\$MM	\$MM	\$MM
Interest income	85.3	109.8	115.8
Fee income	33.0	30.7	11.9
Unrealised Polygon performance fees	4.7	1.5	-
Other income - cost recovery	11.4	10.3	-
Investment income	134.4	152.3	127.7
Management and performance fees	(33.1)	(37.0)	(47.8)
Other operating and administrative expenses	(44.6)	(33.3)	(9.4)
Total operating expenses	(77.7)	(70.3)	(57.2)
Net investment income	56.7	82.0	70.5
Net change in unrealised appreciation in investments	(33.6)	9.4	68.2
Realised gain on investments	76.2	5.0	0.1
Realised and unrealised gains/(losses) from hedging, fx and options	(9.4)	6.0	(3.6)
Net realised and unrealised gains from investments and fx	33.2	20.4	64.7
Net economic income before tax and noncontrolling interest	89.9	102.4	135.2
Income tax	(3.9)	(2.8)	(1.6)
Noncontrolling interest	-	-	(1.0)
Net economic income	86.0	99.6	132.6

Statement of Operations By Segment

TETRAGON FINANCIAL GROUP			
Statement of Operations by Segment H1 2014			
	Investment Portfolio \$MM	TFG AM \$MM	Total \$MM
Interest income	85.2	0.1	85.3
Fee income	-	33.0	33.0
Unrealised Polygon performance fees	-	4.7	4.7
Other income - cost recovery	-	11.4	11.4
Investment and management fee income	85.2	49.2	134.4
Management and performance fees	(29.3)	(3.8)	(33.1)
Other operating and administrative expenses	(9.8)	(34.8)	(44.6)
Total operating expenses	(39.1)	(38.6)	(77.7)
Net change in unrealised appreciation in investments	(39.3)	5.7	(33.6)
Realised gain on investments	76.2	-	76.2
Realised and unrealised losses from hedging, fx and options	(9.4)	-	(9.4)
Net realised and unrealised gains from investments and fx	27.5	5.7	33.2
Net economic income before tax	73.6	16.3	89.9

TFG Asset Management Statement of Operations

TETRAGON FINANCIAL GROUP		
TFG Asset Management Statement of Operations H1 2014 vs. H1 2013		
	H1 2014 \$MM	H1 2013 \$MM
Fee income ⁽ⁱ⁾	33.0	30.7
Unrealised Polygon performance fees ⁽ⁱⁱ⁾	4.7	1.5
Interest income	0.1	0.1
Total income	37.8	32.3
Operating, employee and administrative expenses ⁽ⁱ⁾	(20.0)	(16.4)
Net income - "EBITDA equivalent"	17.8	15.9
Unrealised gain on asset management stake ⁽ⁱⁱⁱ⁾	5.7	-
Performance fee allocation to TFM	(3.8)	(2.0)
Amortisation expense on management contracts	(3.4)	(3.4)
Net economic income before taxes	16.3	10.5

(i) Nets off cost of recovery on "Other fee income" against this cost contained in "Operating, employee, and administrative expenses." Operating costs also removes amortisation from the U.S. GAAP segmental report. Fee income includes amounts earned through third-party fee sharing arrangements. It also includes any fees earned through fees paid on investments made by TFG in Polygon hedge funds or other investment vehicles. TFG is able to invest at a preferred level of fees.

(ii) Unrealised Polygon performance fees represent the fees calculated by the applicable administrator of the relevant Polygon funds, in accordance with the applicable fund constitutional documents, when determining NAV at quarter end, less certain assumed costs. Similar amounts, if any, from LCM and GreenOak are excluded from this line item. Such fees would typically not be realised or recognised under U.S. GAAP until calendar year end, and are therefore subject to change based on fund performance during the remainder of the year. There are can be no assurance that the company will realise all or any portion of such amounts. Through 30 June 2014, this amount equalled \$4.7 million before (1) an assumed imputed tax charge and (2) estimated TFM performance fees reduced the net contribution to \$2.5 million as shown in Figure 11 and further represented in Figures 18 and 19 of this report. It also includes any unrealised performance fees to potentially be paid on investments made by TFG in Polygon hedge funds or other investment vehicles. TFG is able to invest at a preferred level of fees.

(iii) Unrealised gain generated by a recalibration of the fair value of the 23% stake held in GreenOak. For accounting purposes TFG treats this stake as an investment carried at fair value rather than consolidating the underlying net assets and net income of this business.

TFG's Financials – Definition of some important metrics

We use, among others, the following metrics to understand the progress and performance of the business:

- Net Economic Income (\$86.0 million): adds back to the U.S. GAAP net income (\$71.9 million) the imputed H1 2014 share based employee compensation (\$11.5 million), which is generated on an ongoing basis resulting from the Polygon transaction and also includes unrealised net Polygon performance fees (\$2.5 million).
- Return on Equity (4.8%): Net Economic Income (\$86.0 million) divided by Net Assets at the start of the year (\$1,803.2 million).
- Pro Forma Fully Diluted Shares (105.9 million): adjusts the U.S. GAAP shares outstanding (94.2 million) for the impact of escrow shares used as consideration in the Polygon transaction and associated stock dividends (11.6 million) and for the potential impact of options issued to TFG's investment manager at the time of TFG's IPO (0.0 million).
- Adjusted EPS (\$0.90): calculated as Net Economic Income (\$86.0 million) divided by weighted average U.S. GAAP shares outstanding (96.0 million).
- Pro Forma Fully Diluted NAV per Share (\$17.08): calculated as Net Assets (\$1,808.5 million) divided by Pro Forma Fully Diluted shares (105.9 million).

Endnotes

Page 27:

Fund performance is being made available solely to assist existing investors, as well as other persons who have specifically requested such information, in making their own evaluation of the track record of the Fund and does not purport to be complete or to contain all of the information that they may consider material or desirable in deciding whether to retain or make an investment in the Fund. The information and data contained herein are not a substitute for the recipient's independent evaluation and analysis. Past performance or experience (actual or simulated) does not necessarily give a guide for the future and no representation is being made that the Fund will or is likely to achieve profits or losses similar to those shown on the performance slide. In addition, information herein regarding certain investments of the Fund is not intended to be complete or representative of all investments made by the Fund. Such investments were selected because they demonstrate some of the analysis and tactical decisions that are involved in the Investment Manager's decision making process. The figure for the most recent month is a preliminary estimate; all other performance numbers are final as calculated by the applicable administrator. The fund began trading with Class B shares, which carry no incentive fees, on 20 May 2009. Class A shares of the fund were first issued on 1 April 2010 and returns from inception through March 2010 have been pro forma adjusted to match the fund's Class A share terms as set forth in the Offering Memorandum (1.5% management fee, 20% incentive fee over a hurdle and other items, in each case, as set forth in the Offering Memorandum). AUM figure and net performance is for the Polygon Convertible Opportunity Master Fund as calculated by the applicable fund administrator.

Any indices and other financial benchmarks are provided for illustrative purposes only. Comparisons to indices have limitations because, for example, indices have volatility and other material characteristics that may differ from the fund. Any index information contained herein is included to show general trends in the markets in the periods indicated, is not meant to imply that these indices are the only relevant indices, and is not intended to imply that the portfolio or investment was similar to any particular index either in composition or element of risk.

The indices shown here have not been selected to represent appropriate benchmarks to compare an investor's performance, but rather are disclosed to allow for comparison of the investor's performance to that of certain well-known and widely-recognized indices. The volatility of the indices may be materially different from the individual performance attained by a specific investor. In addition, the Fund's holdings may differ significantly from the securities that comprise the indices. You cannot invest directly in an index. The HFRX RV: FI-Convertible Arbitrage Index (Bloomberg Code: HFRXCA) is compiled by HFR Hedge Fund Research Inc. Further information relating to index constituents and calculation methodology can be found at www.hedgefundresearch.com. The HFRX Global Hedge Fund Index (Bloomberg Code: HFRXGL) is compiled by HFR Hedge Fund Research Inc. Further information relating to index constituents and calculation methodology can be found at www.hedgefundresearch.com. The S&P 500 Index (Bloomberg Code: SPX) is compiled by Standard & Poor's. Further information relating to index constituents and calculation methodology can be found at <http://spindices.com>.

Endnotes (continued)

Page 43:

Fund performance is being made available solely to assist existing investors, as well as other persons who have specifically requested such information, in making their own evaluation of the track record of the Fund and does not purport to be complete or to contain all of the information that they may consider material or desirable in deciding whether to retain or make an investment in the Fund. The information and data contained herein are not a substitute for the recipient's independent evaluation and analysis. Past performance or experience (actual or simulated) does not necessarily give a guide for the future and no representation is being made that the Fund will or is likely to achieve profits or losses similar to those shown on the performance slide. In addition, information herein regarding certain investments of the Fund is not intended to be complete or representative of all investments made by the Fund. Such investments were selected because they demonstrate some of the analysis and tactical decisions that are involved in the Investment Manager's decision making process. The figure for the most recent month is a preliminary estimate; all other performance numbers are final as calculated by the applicable administrator.

Any indices and other financial benchmarks are provided for illustrative purposes only. Comparisons to indices have limitations because, for example, indices have volatility and other material characteristics that may differ from the fund. Any index information contained herein is included to show general trends in the markets in the periods indicated, is not meant to imply that these indices are the only relevant indices, and is not intended to imply that the portfolio or investment was similar to any particular index either in composition or element of risk.

The indices shown here have not been selected to represent appropriate benchmarks to compare an investor's performance, but rather are disclosed to allow for comparison of the investor's performance to that of certain well-known and widely-recognized indices. The volatility of the indices may be materially different from the individual performance attained by a specific investor. In addition, the Fund's holdings may differ significantly from the securities that comprise the indices. You cannot invest directly in an index. The HFRX ED: Distressed Restructuring Index (Bloomberg Code: HFRXDS) is compiled by HFR Hedge Fund Research Inc. Further information relating to index constituents and calculation methodology can be found at www.hedgefundresearch.com. The B of A Merrill Lynch US High Yield Index is compiled by Bank of America Merrill Lynch. Further information relating to index constituents and calculation methodology can be found at <http://www.mlindex.ml.com/gispublic/default.asp>. The S&P 500 Index (Bloomberg Code: SPX) is compiled by Standard & Poor's. Further information relating to index constituents and calculation methodology can be found at <http://spindices.com>.

Endnotes (continued)

Page 47:

Fund performance is being made available solely to assist existing investors, as well as other persons who have specifically requested such information, in making their own evaluation of the track record of the Fund and does not purport to be complete or to contain all of the information that they may consider material or desirable in deciding whether to retain or make an investment in the Fund. The information and data contained herein are not a substitute for the recipient's independent evaluation and analysis. Past performance or experience (actual or simulated) does not necessarily give a guide for the future and no representation is being made that the Fund will or is likely to achieve profits or losses similar to those shown on the performance slide. In addition, information herein regarding certain investments of the Fund is not intended to be complete or representative of all investments made by the Fund. Such investments were selected because they demonstrate some of the analysis and tactical decisions that are involved in the Investment Manager's decision making process. The Fund began trading July 8, 2009 with Class B shares which carry no incentive fee. Class A shares commenced trading on December 1, 2009. Returns from inception through November 2009 for Class A shares have been pro forma adjusted to match the Fund's Class A share terms as set forth in the Offering Memorandum (1.5% management fee, 20% incentive fee and other items, in each case, as set forth in the Offering Memorandum). From December 2009 to February 2011, the table reflects actual Class A share performance on the terms set forth in the Offering Memorandum. From March 2011 forward, the table reflects actual Class A1 share performance on the terms set forth in the Offering Memorandum. Class A1 share performance is equivalent to Class A share performance for prior periods. In June 2014, Class A1 shares were merged with Class A; from July 2014 onwards, the table reflects Class A performance on the terms set forth in the Offering Memorandum. The figure for the most recent month is a preliminary estimate; all other performance numbers are final as calculated by the applicable administrator.

Any indices and other financial benchmarks are provided for illustrative purposes only. Comparisons to indices have limitations because, for example, indices have volatility and other material characteristics that may differ from the fund. Any index information contained herein is included to show general trends in the markets in the periods indicated, is not meant to imply that these indices are the only relevant indices, and is not intended to imply that the portfolio or investment was similar to any particular index either in composition or element of risk.

The indices shown here have not been selected to represent appropriate benchmarks to compare an investor's performance, but rather are disclosed to allow for comparison of the investor's performance to that of certain well-known and widely-recognized indices. The volatility of the indices may be materially different from the individual performance attained by a specific investor. In addition, the Fund's holdings may differ significantly from the securities that comprise the indices. You cannot invest directly in an index. The HFRX ED: Event Driven Index (Bloomberg Code: HFRXED) is compiled by HFR Hedge Fund Research Inc. Further information relating to index constituents and calculation methodology can be found at www.hedgefundresearch.com. The HFRX Global Hedge Fund Index (Bloomberg Code: HFRXGL) is compiled by HFR Hedge Fund Research Inc. Further information relating to index constituents and calculation methodology can be found at www.hedgefundresearch.com. The S&P 500 Index (Bloomberg Code: SPX) is compiled by Standard & Poor's. Further information relating to index constituents and calculation methodology can be found at <http://spindices.com>. The STOXX Europe 600 Index is derived from the STOXX Europe Total Market Index (TMI) and is a subset of the STOXX Global 1800 Index. Further information relating to index constituents and calculation methodology can be found at <http://www.stoxx.com/>.

Legal Disclaimer

This document has been prepared by TFG (together with the Master Fund, the “Company”). TFG is a Guernsey closed-ended investment company whose shares (“Shares”) are listed on Euronext Amsterdam N.V. The Company’s investment manager is Tetragon Financial Management LP (the “Investment Manager”).

This communication is only directed at (i) persons who are outside the United Kingdom or (ii) investment professionals falling within article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the “Order”) or (iii) high net worth entities, or other persons to whom it may lawfully be communicated, falling within article 49(2)(a) to (d) of the Order (all such persons together being referred to as “Relevant Persons”). Any person who is not a Relevant Person must not act or rely on this communication or any of its contents. The investment or investment activity to which this communication relates is only available to, and any invitation, offer or agreement to subscribe, purchase or otherwise acquire Shares will be engaged in only with Relevant Persons.

This document contains certain forward-looking statements relating to the investment objective, financing strategies, investment performance, results of operations, financial condition, liquidity, prospects and dividend policy of the Company and the markets in which it invests. Forward-looking statements include all matters that are not historical facts. These forward-looking statements, including illustrative examples, assumptions, opinions and views of the Company or cited from third party sources, are solely examples, opinions and forecasts which are uncertain and subject to risks. Many factors can cause actual events to differ significantly from any anticipated developments. Neither the Investment Manager nor the Company makes any guarantee that the assumptions underlying such forward-looking statements are free from errors nor does the Investment Manager or the Company accept any responsibility for the future accuracy of the opinions or for the examples set out in this document or the actual occurrence of any forecasted development or result.

Investment in the Shares involves substantial risk. Many of the Company’s investments are in the form of highly subordinated securities, which are susceptible to losses of up to 100% of the initial investments. References to future returns are not promises or even estimates of actual returns an investor may achieve. The forecasts contained herein are for illustrative purposes only and are not to be relied upon as advice or interpreted as a recommendation. The information herein reflects our judgement of the prevailing conditions as of this date, all of which are subject to change. Past performance or experience does not necessarily give a guide for the future. Neither the delivery of this presentation nor any further discussions with any recipient shall, under any circumstances, create any implication that there has been no change in the affairs of the Company since such date.

The information and opinions contained in this document are for background purposes only and do not purport to be full or complete. No reliance may be placed for any purpose on the information or opinions contained in this document or their accuracy or completeness. No representation, warranty or undertaking, express or implied, is given as to the accuracy or completeness of the information or opinions contained in this document by the Investment Manager and no liability is accepted by us for the accuracy or completeness of any such information or opinions.

We believe that the sources of the information in this document are reliable. However we cannot and do not guarantee, either expressly or implicitly, and accept no liability for, the accuracy, validity, timeliness, merchantability or completeness of any information or data (whether prepared by such parties or by any third party) for any particular purpose or use or that the information or data will be free from error. We do not undertake any responsibility for any reliance which is placed by any person on any statements or opinions which are expressed herein. Neither we nor any of our affiliates, directors, officers or employees will be liable or have any responsibility of any kind for any loss or damage that any person may incur resulting from the use of this information.

This presentation does not contain or constitute an offer to sell or a solicitation of an offer to purchase securities in the United States or any other jurisdiction. The securities of TFG have not been and will not be registered under the US Securities Act of 1933, as amended (the “Securities Act”), and may not be offered or sold in the United States or to US persons unless they are registered under applicable law or exempt from registration. TFG does not intend to register any portion of its securities in the United States or to conduct a public offer of securities in the United States. In addition, TFG has not been and will not be registered under the US Investment Company Act of 1940, and investors will not be entitled to the benefits of such Act. TFG is registered in the public register of the Netherlands Authority for the Financial Markets under Section 1:107 of the Financial Markets Supervision Act as a collective investment scheme from a designated country.

Recipients of this document will be solely responsible for their own assessment of the market, the market position of the Company and the Shares and will conduct their own analysis and be solely responsible for forming their own view of the potential future performance of the Company’s business.

References in this disclaimer to “we” are references to the Investment Manager and the Company. References to “us” and “our” shall be construed accordingly.