

Palmer Square Strategic Debt Fund LLC

Class B Share



January 2026

Investment Objective

The investment objective of the Palmer Square Strategic Debt Fund is income and capital appreciation by primarily investing opportunistically in CLO debt.

Strategy Overview

Exposure to Palmer Square Expertise in Opportunistic Credit

- Given the current opportunity, the Fund is primarily focused on executing on relative value available in areas of structured credit such as BBB and BB-rated collateralized loan obligation ("CLO") debt
- Managers utilize a rigorous multi-step fundamental process to manage credit risk
 - Rigorous loan by loan analysis of the underlying CLO pool
 - Stress testing of the CLO structure

What Makes the Palmer Square Strategic Debt Fund Unique?

- Niche Credit Access/Broad Opportunity Set – given the depth of Palmer Square's corporate and structured credit team (senior team averages 20 years credit investing experience), we believe we are able to traffic in less "traveled" areas of credit
- Research bias towards investing in securities Palmer Square believes have low potential for default
- Unique entry point to purchase what we believe to be higher quality securities at distressed prices (securities prices not reflective of fundamental value)
- Attractive fee structure to align incentives with investors

Firm Overview

Palmer Square is based in Mission Woods, KS, with a research office in London. The Firm manages approximately \$36.3 billion¹ in assets across mutual funds, separate accounts, and private investment funds.

- 76 employees
- 33 investment professionals

Palmer Square is 100% management owned.

Portfolio Management

Christopher D. Long

- Founder, Chairman/CEO, 28 years industry experience

Angie K. Long, CFA

- Chief Investment Officer, 28 years industry experience

Taylor Moore, CFA

- Portfolio Manager, 15 years industry experience

Fund Performance Net of Fees as of 12/31/2025 (Class A Share Inception 4/2020, Class B Share Inception 1/2024)

	Dec '25	2025	2024	2023	2022	2021	2020	1 Year	3 Years	ITD
Strategic Debt Fund - Class B Share	0.46%	7.40%	13.92%	n/a	n/a	n/a	n/a	7.40%	n/a	10.61%
Strategic Debt Fund - Class A Share ²	0.34%	5.61%	9.66%	18.59%	-2.89%	5.49%	29.77%	5.61%	11.16%	11.04%

Past performance is no guarantee of future results. Please note that individual investors' returns may vary from those reported herein due to factors such as, but not limited to, different contribution dates. Returns greater than one year are annualized.

Current Portfolio (as of 12/31/2025)

Summary Stats			Yield Metrics			
Allocation	Price	% Weight	Current Yield	Yield to Maturity	Yield to Expected Call ³	Spread
CLO A	100.4	0.6%	6.61%	5.94%	5.92%	257 bps
CLO BBB	100.4	70.0%	7.35%	6.99%	6.53%	304 bps
CLO BB	100.4	22.8%	10.21%	9.98%	9.13%	556 bps
CLO B	94.3	1.0%	12.95%	13.24%	14.42%	1,083 bps
Fund Total	100.3	94.4%	7.84%	7.54%	7.03%	352 bps

Fund Details

Domestic Vehicle:

Palmer Square Strategic Debt Fund LLC

Offshore & Tax Exempt Vehicle:

Palmer Square Strategic Debt Fund Ltd.

Minimum Investment:

\$1,000,000 (subject to discretion)

Management Fee:

0.70%

Income Distribution:

Reinvest or payable within 45 days

Redemptions:

Quarterly with 90 days' notice

Fund Administrator:

UMB Fund Services, Inc.

Auditor:

PricewaterhouseCoopers

¹Palmer Square Capital Management LLC's AUM is unaudited. The AUM provided is an estimate as of 11/30/2025 and is inclusive of Palmer Square Capital Management LLC and its affiliates.

²Performance for Class A Share may differ due to differences in expenses at the feeder fund level. Monthly performance returns are estimates and subject to change. ³Please see Notes and Disclosures for definitions.

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Notes and Disclosures

This overview is for informational and comparative purposes only and does not constitute an offer to sell or a solicitation of an offer to buy any interests in the Palmer Square Strategic Debt Fund LLC, a Delaware limited liability company, (the "Fund") or any other securities, or to provide any other advisory services. Any offer to invest in the Fund will be made pursuant to the Fund's applicable Confidential Private Placement Memorandum, which will contain material information not contained herein and to which prospective investors are directed. Before investing, you should carefully read such materials in their entirety. This overview is not intended to replace such materials, and any information herein should not be relied upon for the purposes of investing in the Fund or for any other purpose. This overview is a summary and does not purport to be complete. The Fund is not registered under the Investment Company Act of 1940, as amended.

Yield to Expected Call is a Yield to Call metric that assumes callable bonds are not called on their call date, but at some later date prior to maturity. Yield to Expected Call considers contractual terms in a bond's indenture or other similar governing document. A bond may be called before or after this date, which has the potential to increase or decrease the Yield to Expected Call calculation. All else equal, when a bond's price is below par, Yield to Expected Call is a more conservative yield metric than Yield to Call.

Performance returns for the Fund in 2025 are estimates, as calculated by the Fund's administrator. The Fund's performance returns for the period of April 2020 to December 2024 have been audited by a third party.

This overview is confidential and proprietary. Accordingly, except as described below, this overview is to be treated as strictly confidential and not disclosed, directly or indirectly, to any party other than the person to whom it has been delivered and such person's professional advisors. Any distribution of this overview, in whole or in part, or the divulgence of any of its contents, is unauthorized. Prospective investors should not construe this overview or any other communication received in connection with the Fund as legal, accounting, tax, investment or other advice, and each prospective investor should consult with its own counsel and advisors as to all legal, tax, regulatory, financial and related matters concerning an investment in the Fund.

The allocation, portfolio characteristics, and credit quality distribution figures shown are for illustrative purposes only. Palmer Square does not guarantee to execute those portfolio characteristics, that allocation, and credit quality distribution. Allocation, portfolio characteristics, and exposures information, as well as other referenced categorizations, reflect classifications determined by Palmer Square as well as certain Palmer Square assumptions based on estimated portfolio characteristic information, including but not limited to, look through analysis for certain structured credit securities. Allocation and credit quality distribution figures may not sum to 100%. Ratings listed herein are assigned by Standard & Poor's (S&P) and Moody's Investor Service (Moody's). Credit quality ratings are measured on a scale with S&P's credit quality ratings ranging from AAA (highest) to D (lowest) and Moody's credit quality ratings ranging from Aaa (highest) to C (lowest). We use the higher of the two ratings. Credit ratings listed are subject to change. Please contact Palmer Square for more information.

Market opportunities and/or yields shown are for illustration purposes only and are subject to change without notice. Palmer Square does not represent that these or any other strategy/opportunity will prove to be profitable or that the Fund's investment objective will be met. Please note, there can be no assurance that yield, expected return and/or risk will be realized or that actual results will not be materially different than those presented. For additional information regarding the calculation of yield or income, expected return and/or historical risk, including modeling assumptions and other information used, please contact Palmer Square.

The Fund has historically invested in CLO securities. Please note that the securities issued under the CLO transactions have not been registered under the Securities Act of 1933, as amended, and may not be offered or sold in the United States absent registration or an applicable exemption from registration requirements. This overview shall not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of such securities in any state or jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such state or jurisdiction.

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Risks: The securities issued under the CLO transactions have not been registered under the Securities Act of 1933, as amended, and may not be offered or sold in the United States absent registration or an applicable exemption from registration requirements. Investment in the Fund involves a high degree of risk and is suitable only for sophisticated investors. No assurance can be given that the Fund's investment objective will be achieved, and investment results may vary substantially on a monthly, quarterly, annual and/or other periodic basis. Investments may not be diversified. Investments in the fund is subject to significant restrictions on transfers and has fees and expenses that may offset profits. There is no secondary market for interests in the Fund and none is expected to develop. The Fund use of leverage in the course of its trading could exacerbate losses. The Fund may invest in unrated or "distressed" securities, i.e., securities of companies that are experiencing significant financial or business difficulties, including, without limitation, companies involved in debt restructurings, in bankruptcy or other reorganization and liquidation proceedings. The Fund may also purchase financial instruments of companies that have low credit quality, and purchase securities and loans that are in default. Many of the investments that are made by the Fund will lack liquidity. Accordingly, the Fund's ability to respond to market movements may be impaired and the Fund may experience adverse price movements upon liquidation of its investments. Certain inherent conflicts of interest arise from the fact that the Managing Member, the Investment Advisor and their respective affiliates act on behalf of the Fund and carry-on investment activities for other clients. Consider the partnerships fees and charges, which may affect any amounts to be received by investors. Investors are advised to read the offering documents for further details, and consult their tax advisers, prior to making an investment. The effects of the COVID-19 pandemic are unknown and may exacerbate the other risks of investing in the Fund.

Palmer Square Capital Management LLC ("Palmer Square") is an SEC registered investment adviser with its principal place of business in the State of Kansas. Registration of an investment adviser does not imply a certain level of skill or training. Palmer Square and its representatives are in compliance with the current registration and notice filing requirements imposed upon registered investment advisers by those states in which Palmer Square maintains clients. Palmer Square may only transact business in those states in which it is notice filed or qualifies for an exemption or exclusion from notice filing requirements. Any subsequent, direct communication by Palmer Square with prospective client shall be conducted by a representative that is either registered or qualifies for an exemption or exclusion from registration in the state where the prospective client resides. For additional information about Palmer Square, including fees and services, send for our disclosure statement as set forth on Form ADV using the contact information herein or refer to the Investment Adviser Public Disclosure web site (www.adviserinfo.sec.gov). Please read the disclosure statement carefully before you invest or send money.

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