



# ZEPHYR CAPITAL | ZEPHYR OPPORTUNITIES FUND I

## Zephyr Capital Overview | An Introduction

Zephyr Capital ("Zephyr"), founded in 2024 in the San Francisco Bay Area, seeks to offer a range of quant- and algorithm- driven trading and investment strategies in digital assets through its inaugural fund, Zephyr Opportunities Fund I ("ZOF I"). Founded by Orest Bykosh, Zephyr seeks to offer traditional investors access to a Key Opinion Leader ("KOL") in the digital asset space. Protocol founders often bring KOLs on board early as advisors, affording them with exclusive context and a competitive edge unavailable to non-KOLs. Founder Orest Bykosh is one of a handful of prominent KOLs globally.

## ZOF I | Launching Zephyr Opportunities Fund I

Zephyr is launching its inaugural fund ZOF I and is seeking to raise \$100M+ to deploy into a range of investment strategies in digital assets. Zephyr takes a trend and cycle agnostic approach to the market, employing a delta-neutral strategy through advanced quantitative methods and proprietary algorithms.

### INVESTMENT OPPORTUNITY BY STRATEGY



#### LIQUIDITY

The number of blockchain wallet users has risen dramatically in the past decade and especially in recent years. Zephyr seeks to pursue investment opportunities that we believe will benefit from the need for liquidity in crypto markets.



#### ARBITRAGE

The influx of new and institutional investors into crypto creates opportunities due to varying levels of market knowledge. Many new traders limit their activities to a few trading venues (i.e., to those that are seemingly geographically relevant, such as Coinbase in the US, for example), allowing for arbitrage opportunities. Zephyr seeks to leverage algorithms designed to spot gaps or dislocations in the market allowing for efficient identification and execution of arbitrage opportunities.



#### STRATEGIC

Pre-seed capital investments (\$50,000-\$100,000 checks) into new crypto protocols and exchanges, are usually offered to the same few KOLs. Zephyr will seek to leverage its relationships in the space to secure favorable terms, which will be shared with ZOF I. Mr. Bykosh believes he can guide the construction of protocols and exchanges to be favorable to Zephyr's investors down-the-line.

Main Strategies

Supporting Strategy

### THE ZEPHYR TEAM



#### OREST BYKOSH | Founder, CEO & CIO

Brings 10+ years of experience managing multi-million and billion dollar portfolios, generating outsized returns across verticals including digital assets. Studied advanced mathematics at UChicago in early teenage years.



#### ARTEM PISAREV | Head of Capital Formation

Former finance and IR roles at a London private equity firm and at Wainbridge Capital. Received a bachelors in real estate finance at New York University (NYU).



#### ALON DEVORAH | CFO & COO

Former CFO of unicorn fintech start-up Vise AI bringing experience from roles at Evercore, Financial Technology Partners, and ICONIQ Capital. Received a masters in Statistics from Stanford University.



#### MICHAEL RANTZ | Advisor

Former CFO at Goldman Sachs & Co., Founding Chairman of Brokertec Global LLC, and former board member of Fortress Investment Group. Received a bachelors from Cornell University and an MBA from UChicago.



#### SHAH HAFIZI | Advisor

Former Chief Compliance Officer of BlackRock and unicorn fintech start-up Vise AI. Held C-level and director-level roles at UBS and D.E. Shaw. Received a masters from Harvard University and a JD from American University.

## Track Record | Generating outsized returns compared to broad market

Zephyr will pursue outsized returns uncorrelated to broader market trends and cycles. Zephyr will employ a trend and cycle-agnostic approach to the market, utilizing a delta-neutral strategy driven by advanced quantitative methods and proprietary algorithms. This approach has historically yielded impressive returns multiples greater (2-3x+) than that of the S&P 500 over the same time period. The CIO has consistently generated positive returns, even in down markets, achieving positive double-digit simple returns when the S&P 500 fell by double-digit percentage points. Notably, the CIO's largest single drawdown was limited to single-digit percentage points and was driven by the collapse of FTX.

Fund:	Zephyr Opportunities Fund I
<b>Target Fund Size:</b>	\$100,000,000 min.
<b>Fund Structure:</b>	Private Equity
<b>Minimum Commitment:</b>	\$500,000
<b>Management Fee:</b>	2%
<b>Commitment Fee:</b>	None
<b>Performance Allocation:</b>	20%

**Contact Us** | Please reach out to [artem@zephyr-c.com](mailto:artem@zephyr-c.com) for more information.

The composition and structure of the Zephyr team is expected to evolve and change over time. All terms are preliminary and qualified in their entirety by applicable governing documents, which will be provided prior to investment. Performance information shown is from predecessor accounts managed by Orest Bykosh at prior firms – please review important disclosures regarding such performance.

**IMPORTANT DISCLOSURES AND LEGAL DISCLAIMERS**  
**ZEPHYR CAPITAL MANAGEMENT LP**

This document (the "Document") has been prepared by Zephyr Capital Management LP ("Zephyr") to provide a high-level overview of Zephyr Capital Opportunities Fund I (the "Fund"), Zephyr, and certain of its key personnel. It has been prepared for and provided to the recipient (collectively, the "Recipient") for informational purposes only. No reliance may be placed for any purpose on the information and opinions contained in this Document or their accuracy or completeness. This communication is preliminary and only a high-level summary; it does not contain all material terms pertinent to an investment decision, including important disclosures of conflicts and risk factors associated with an investment in the Fund. This Document in and of itself should not form the basis for any investment decision.

Zephyr and the Fund are in a pre-launch stage; therefore, the information provided in this Document regarding Zephyr's and the Fund's processes, which is based on Zephyr's expectation of how operations will be conducted, is preliminary, is subject to change, and may not ultimately reflect Zephyr's actual operations and processes. Certain information provided herein contains or reflects simplified presentations of complex processes, many of which may still be in development. Zephyr's actual processes may differ, in some cases materially, from what is presented herein.

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Zephyr has provided this Document in connection with potential meetings and discussions with the Recipient, which is a qualified prospective investor in the Fund. By accepting receipt of this Document, the Recipient will be deemed to represent that they possess, either individually or through their advisers, sufficient investment expertise to understand the risks involved in any purchase or sale of any financial instruments discussed herein. The Recipient should feel free to ask Zephyr questions about this Document and information contained herein.

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Certain information contained in this Document constitutes "forward-looking statements", which can be identified by the use of forward-looking terminology such as "may", "will", "should", "expect", "anticipate", "target", "project", "estimate", "intend", "continue", or "believe", or the negatives thereof, or other variations thereon or comparable terminology. Due to various risks and uncertainties, actual (i) events or results, (ii) policies, procedures, and processes of Zephyr, and (iii) Fund outcomes or performance may differ materially from those reflected or contemplated in such forward-looking statements. No undue reliance should be placed on such forward-looking statements, nor should the inclusion of these statements be regarded as Zephyr's representation that the Fund will achieve any strategy, objectives, or other plans.

This Document contains information relating to Orest Byskosh's (the "Principal") track record and returns generated (the "Track Record") with respect to investments the Principal worked on while employed by prior firms during the period of 2018 to 2023. The Principal's Track Record reflects all prior investments for which the Principal exercised sole discretion at his prior firms, with the exception of certain venture capital investments that are not relevant in light of the Fund's contemplated investment strategy. (If such venture capital investments were included, the Principal's returns would not have been lower for that period.) Zephyr will make the full performance of the underlying accounts available promptly upon request.

Zephyr believes that information related to the Track Record is relevant to the Recipients because the investment strategies pursued by the Principal at his prior firms is similar to the investment strategy that Zephyr plans to pursue on behalf of the Fund. Notwithstanding this relevance, there is no assurance made herein that Zephyr will follow any specific investment strategy, that Zephyr will make similar investments for the Fund, that the Fund would have made the same or similar investments had it been operating during the same period, or that the Fund will realize returns comparable to those achieved by the Principal in the past. In working on prior investments, the Principal was subject to operational requirements, including with respect to risk management, position sizing, and other key considerations that will not be identical to those in place at Zephyr.

[Statements regarding investment performance are based on a composite of the Principal's prior investments (the "Principal Composite"). Estimated net performance figures for the Principal Composite are shown in two ways: (i) net of actual fees paid and (ii) applying a pro forma net figure using the proposed Zephyr Fee Structure (which reflects an annual management fee of 2% and incentive fees of 20% and actual expenses incurred during the relevant period). The Principal Composite reflects a cumulative internal rate of return ("IRR") over the period, which reflects the aggregate, annual, compound, net internal rate of return on investments. Net IRRs are after all management fees, carried interest, taxes, transaction costs and other expenses. Nothing contained herein should be deemed to be a prediction or projection of future performance of the Fund.

Although the Principal Composite reflects total performance during the period, performance of the Principal Composite was different during certain periods, and such information is available in a different format upon request. The Principal Composite does not make specific assumptions or take specific account of cash management, hedging and other portfolio management considerations that are highly relevant to the Fund's performance.

In order to create the Principal Composite, Zephyr made key assumptions and used certain criteria, which are described above. Although the Principal Composite reflects the performance of actual investments, the use of such assumptions to create an overall portfolio composite has the impact of rendering this return hypothetical because the same conditions would not have been present if the Principal ran a single portfolio during the entirety of the applicable period. Hypothetical performance is prepared with the benefit of hindsight, reflects subjective judgments, and should not be used to make investment decisions. Please contact Zephyr if you wish to further understand the risks and limitations of hypothetical performance.

Recipients should not rely upon this Document in making an investment decision and should understand the key differences between the prior investments shown here and the limitations of the information contained on this page. Please reach out to Zephyr if you have additional questions.

This Document compares the Principal's Track Record to the corresponding hypothetical performance of the S&P 500 index. The S&P 500 index is one of the most commonly used benchmarks for the overall U.S. stock market. This index is a broad based measurement of changes in stock market conditions based on the average performance of 500 widely held stocks (including industrial, transportation, financial, and utility stocks) representing more than 83% of the total domestic U.S. equity market capitalization. The S&P 500 index is float-adjusted market-cap-weighted; each company's influence on index performance is proportional to its market value. To be eligible for inclusion into the index, a company must be a U.S. company, meet the index's market capitalization requirements, be highly liquid, and have a public float of at least 10% of its shares outstanding. In addition, a company's most recent quarter's earnings and the sum of its trailing four consecutive quarters' earnings must be positive.

It is not possible to invest in any index. Comparisons to indices have inherent limitations, and may not be effective in assessing investment performance. Zephyr's strategies are distinct from S&P 500's in important respects and the fee and expense structures contemplated by the Fund are expected to be materially higher than for S&P 500. No representation is made that S&P 500 is an appropriate measure for comparison.]

This Document contains information regarding the past experiences and roles of key Zephyr personnel. Past experience is not a guarantee or assurance of future outcomes or performance. Certain personnel at Zephyr will be operating with a greater overall level of autonomy in their roles at Zephyr compared to prior firms where, in certain cases, such personnel worked as part of a larger team, which may limit the relevance of prior experience.

Zephyr is not acting, and does not purport to be or act as, an adviser or fiduciary, in any capacity, with respect to any prospective investor in the Fund. Therefore, it is strongly recommended that any prospective investor make an independent evaluation of any possible investment, including obtaining independent advice in relation to any investment, financial, legal, tax, accounting and/or regulatory considerations related to a potential investment.

**Risks of Investment.** Investing in any Fund is speculative and entails substantial risks, including the fact that such an investment is illiquid and will be subject to significant restrictions on transferability. Past performance is not indicative of future performance. Zephyr's investment strategy is highly dependent on the growth of, and availability of opportunities in, the cryptocurrency sector. This sector is undergoing significant change, and there is no guarantee that Zephyr will be able to obtain sufficient opportunities to implement the Fund's investment program effectively, or that Zephyr's efforts will be successful.

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THE ABOVE SUMMARY IS NOT A COMPLETE LIST OF THE RISKS AND OTHER IMPORTANT DISCLOSURES INVOLVED IN INVESTING IN ANY FUND AND IS SUBJECT TO THE MORE COMPLETE DISCLOSURES CONTAINED IN THE FUND'S OFFERING DOCUMENTS, WHICH MUST BE REVIEWED CAREFULLY.

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