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Subject: Eagle's View Capital Management, LLC- May 2015 Performance Update...
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Eagles View Capital Management, LLC May 2015 Performance Update

June 10, 2015

Eagle's View domestic Funds best monthly performance to date- The X Factor

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Dear Partners/Friends,

Performance of Eagle's View Capital Partners, L.P. is estimated at +3.25% for May with YTD performance estimated at +2.87% net of all fees and expenses.

Performance of Eagle's View Offshore Fund, Ltd. Class G is estimated at +0.05% for May with YTD performance estimated at -1.42% net of all fees and expenses.

Performance of Eagle's View Offshore Fund, Ltd. Class B ("High Alpha") is estimated at +0.37% for May with YTD performance estimated at -1.76% net of all fees and expenses. This Share Class seeks to generate substantially higher returns through a more concentrated portfolio of some of our historically higher return opportunities. Investors in this Class should have a willingness to accept increased volatility and risk in exchange for the potential of higher returns.

The divergence between our onshore and offshore Funds for the MTD and YTD is attributable to certain Funds we allocate to that have US domestic Partnerships, however, they do not have an offshore counterpart. As a result, we are not invested in those Funds on behalf of our offshore offerings. While this was largely the story for May, both onshore and offshore Funds share a similar mandate, philosophy, and approach. We expect that while short-term variations will exist, over time, we expect these variations will even out, offshore will outperform domestic on occasion, and we believe the performance differences between onshore and offshore to even out in the long-run.

We are pleased with the performance of Eagle's View Capital Partners, L.P. during the month of May. May was our strongest monthly performance for the Fund since its inception in June, 2010. Ironically, this performance comes off the back of our worst monthly performance since inception during April which was -1.75%. Importantly, the skew between our best monthly performance versus worst monthly performance, is just under 2:1. While we have repeatedly told investors that we are making a concerted effort to increase the monthly performance swing (with positive skew) in an effort to enhance our overall returns, it is important to note that we believe months such as May with a 3% handle are going to be rather rare. Our Fund is not expected to deliver monthly swings of this magnitude with regularity going forward. Our current annualized volatility is 3.13% and we expect it to remain rather modest. The core tenets of wealth preservation, substantial diversification, lack of correlation to the direction of broader markets, low volatility, and the power of compounding returns with minimal drawdowns remain firmly in place.

While May was shaping up to be a decent month overall, we saw outlier upside performance from one of our Managers which helped in adding to our monthly gains. We believed that this Manager possessed the potential for asymmetric upside returns, and, our expectations came to fruition during May. As we analyze and invest in strategies and Managers, we consider this factor (which we term the X factor) which we will discuss a bit below.

What is the X factor? The X factor is a term we use loosely at Eagle's View to refer to the non-mathematically quantifiable risk or, "hidden" asymmetric potential upside of an investment opportunity based upon our own qualitative analysis. The X factor can be both positive as well as negative. Often, this X factor has never shown up within a Manager's track record and it is quite possible that it never will. However, regardless of that fact, it does not mean that this factor does not exist.

As such, we have to determine if an X factor exists using qualitative analysis and our experience. Examples of a negative X factor would be the risk of a major drawdown due to short-optionality, the potential for outsized losses due to embedded credit risk assumed within the Fund's concentrated counterparty exposure, lack of cash movement controls, liquidity changes of a strategy's underlying securities, etc. In short, a negative X factor is a risk that the Fund may experience a large drawdown, or full blow-up, should certain rare, but possible events occur. As mentioned, often, this will not show up in any prior track record and can only be determined through a qualitative assessment of the Manager's business and strategy. Eagle's View takes these risks very seriously and seeks to avoid Funds that may have risks that are not readily apparent on the surface, but, nonetheless does not negate their presence.

Conversely, Eagle's View seeks to maximize positive X factors and considers this in our investment process. These opportunities have the potential, although not necessarily the likelihood, of large outsized asymmetric gains as a by-product of their core business activities. The most obvious example is some form of long optionality and substantial gamma embedded within a strategy. Again, this may never have shown up in prior track records, and, it may never come to fruition, however, once again, it does not negate its existence. We seek strategies that own this upside optionality often obtained at minimal or no-cost as a by-product of a Fund's core activities.

During the month of May, one of Eagle's View's underlying Managers experienced an outsized gain due to the existence of a positive X factor within the strategy. Certain circumstances aligned and this Fund had a very substantial month relative to any month in its prior history. We knew this was a possibility when we invested with this Manager, and, we were hopeful we'd see an outsized gain someday. During May, we were lucky that this occurred which added to an already favorable monthly outcome. We are pleased to take the credit for this luck since we are held accountable for the unlucky situations that we suffer. Over time, luck evens itself out.

Broadly speaking, Eagle's View is in the business of seeking to capitalize upon market inefficiencies without regard to the overall direction of markets.

We are accepting new investment within our Fund of Funds products as well as within our Advisory business. Please contact me with further interest in our products/services.

Kindest regards,

Neal Berger
President
Eagles View Capital Management LLC
[redacted]

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