

Form ADV Part 3

Relationship Summary

Item 1. Introduction

Petra Capital Management, Inc. (“Petra” or the “Adviser”) is an investment management company based in Seoul, Korea, registered with the Securities and Exchange Commission (“SEC”) as an investment adviser. You can find free and simple tools to research investment advisory firms and financial professionals at [Investor.gov/CRS](https://www.investor.gov/crs), which also provides educational materials about broker-dealers, investment advisers and investing.

Item 2. Relationships and Services

“What investment services and advice can you provide me?”

We offer investment advisory services to a wide range of highly sophisticated institutional investors, including university endowments, foundations and government pensions. We mostly manage our investors’ assets in the form of separately-managed discretionary accounts investing in Korean equities. The discretionary authority is granted to us through the relevant investment management agreement, investment advisory or similar agreement. In general, we do not permit investors to impose limitations on the investment activities; however, specific investment guidelines and restrictions for certain separately-managed accounts may apply, subject to negotiation with investors.

As part of our standard services, we monitor and review investors’ holdings on at least a weekly basis. The minimum investment amount is US\$300,000.

For more information, please see “Item 4: Advisory Business”, “Item 7: Types of Clients”, “Item 8: Methods of Analysis, Investment Strategies and Risk of Loss” and “Item 13: Review of Accounts” of our Part 2A brochure.

Conversation Starter

- *Given my financial situation, should I choose an investment advisory service? Why or why not?*
- *How will you choose investments to recommend to me?*
- *What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?*

Item 3. Fees, Costs, Conflicts, and Standard of Conduct

“What fees will I pay?”

All fees for our separately-managed discretionary account investors are subject to negotiation at our discretion. Our standard fee terms are as follows:

- Management fee: 1% per annum of the net asset value of the account
- Performance fee: 20% of the profits over a hurdle rate

The specific manner in which fees are charged is established in an investor’s written agreement with us. Investors will be billed directly by us for management fees on a quarterly basis. Investors may elect to be billed in advance or arrears each calendar quarter. Accounts initiated or terminated during a calendar quarter will be charged a pro-rated fee. Upon termination of any account, any prepaid, unearned fees will be promptly refunded, and any earned, unpaid fees will be due and payable, subject to the particular conditions of an investor’s written advisory agreement. An investor may terminate the advisory agreement before the end of the agreed term, subject to an early termination fee.

We charge performance fees to investors on a yearly basis, subject to a hurdle rate and high water mark. In addition to management and performance fees, separately-managed account investors will incur custodian fees, brokerage commission and transaction costs.

The more assets there are in a retail investor's advisory account, the more a retail investor will pay in fees, and we may therefore have an incentive to encourage the retail investor to increase the assets in his or her account.

You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce any amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying.

For more information, please see "Item 5: Fees and Compensation" of our Part 2A brochure.

Conversation Starter

- Help me understand how these fees and costs might affect my investments. If I give you \$10,000 to invest, how much will go to fees and costs, and how much will be invested for me?

"What are your legal obligations to me when acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have?"

When we act as your investment adviser, we have to act in your best interest and not put our interest ahead of yours. At the same time, the way we make money creates some conflicts with your interests. You should understand and ask us about these conflicts because they can affect the investment advice we provide you. Here are some examples to help you understand what this means:

Performance-based fee arrangements may create an incentive for us to recommend investments which may be riskier or speculative than those which would be recommended under a different fee arrangement. Conflicts of interest may also arise when we manage multiple separately-managed accounts.

For more information, please see our Part 2A brochure.

Conversation Starter

- How might your conflicts of interest affect me, and how will you address them?

"How do your financial professionals make money?"

Our financial professionals receive a base salary and a discretionary bonus that is in line with our peers and market best practices. Our compensation system is set to motivate our professionals to protect and grow client wealth levels over time and partner with investment managers that deliver outperformance. Compensation is designed with the intention of attracting and retaining highly qualified professionals.

Item 4. Disciplinary History

"Do you or your financial professionals have legal or disciplinary history?"

No. Please visit Investor.gov/CRS for a free and simple search tool to research us and our financial professionals.

Conversation Starter

- As a financial professional, do you have any disciplinary history? For what type of conduct?

Item 5. Additional Information

For more information, please see our Part 2A brochure or visit www.petracm.com. If you would like to request up-to-date information and/or a copy of this relationship summary, please contact us as +82-2-3774-0978 or by email at info@petracm.com.

Conversation Starter

- Who is my primary contact person? Is he or she a representative of the Adviser? Who can I talk to if I have concerns about how this person is treating me?