



TO THE SHAREHOLDERS OF MGG

The second quarter of 2025 was relatively uneventful. KEDM maintained a stabilized level of revenue, though we continued to see net attrition as churn exceeded new customer growth. Our marketable securities portfolio gave back a portion of the unrealized gains from prior periods, as weakness in certain holdings offset earlier advances. We also sold a number of positions during the quarter—some of which rebounded sharply following America’s “Liberation Day” in April—resulting in an opportunity cost compared to holding them longer.

Subscription Business Products:

KEDM, our subscription business, which tracks various Event-Driven strategies, continued to produce income for our company. During the second quarter, we recognized \$529,610 (Q2 2024 - \$673,271) of revenue while taking in \$720,259 (Q2 2024 - \$987,921) of gross subscription receipts, representing a 27% decrease in subscription receipts when compared to the previous year. As noted previously, we believe that KEDM has reached a more mature state and that churn will likely remain above our ability to add new subscribers. We’ve tried a variety of methods to grow the subscriber base, but a weaker equity market has led many subscribers to cancel their subscriptions. Meanwhile, we’ve struggled to replace these subscribers. That said, we believe that there is a core base of subscribers that will likely continue to renew their subscriptions as they value the data that we provide. As KEDM shrinks into this core base, we believe that overall churn will stabilize at a lower level that is offset by new subscriber additions, and we expect that KEDM will remain a profitable business for us.

As a reminder, since January 1st of 2023, my Registered Investment Advisor, Praetorian PR LLC, is contracted with MGG to produce KEDM. To learn more about KEDM, go to www.KEDM.COM.

Corporate Division:

Our public securities portfolio produced a \$4,672,358 unrealized loss and a \$804,338 realized loss. At quarter-end, we held approximately 92.7% of our assets in cash, with our only significant investment being in a capital markets company representing roughly 4.7% of our portfolio.

In early August, we issued a press release announcing that, following a strategic review, the Board of Directors had approved a plan to return substantially all of the Company's net assets to shareholders. The total amount to be returned will depend on the outcome of final asset sales, severances, tax reserves, regulatory clearances, and related expenses, and may be completed in one or more steps. As part of this process, we are actively seeking buyers for our Puerto Rican real estate, the KEDM business, and, if feasible, our Russian securities.

Conclusion

With the restructuring process now underway, our priority is to efficiently return capital to our shareholders while maximizing value from the sale of our remaining assets. We remain committed to acting in the best interest of shareholders throughout this process and believe that our strong cash position and disciplined approach will allow us to execute this plan effectively. For additional background on this decision and our next steps, I encourage you to read my full farewell letter available on our website at www.mongoliagrowthgroup.com.

Sincerely,

A handwritten signature in blue ink, appearing to read 'HK', is positioned above the printed name and title.

Harris Kupperman
CEO