

SEMI-ANNUAL REPORT

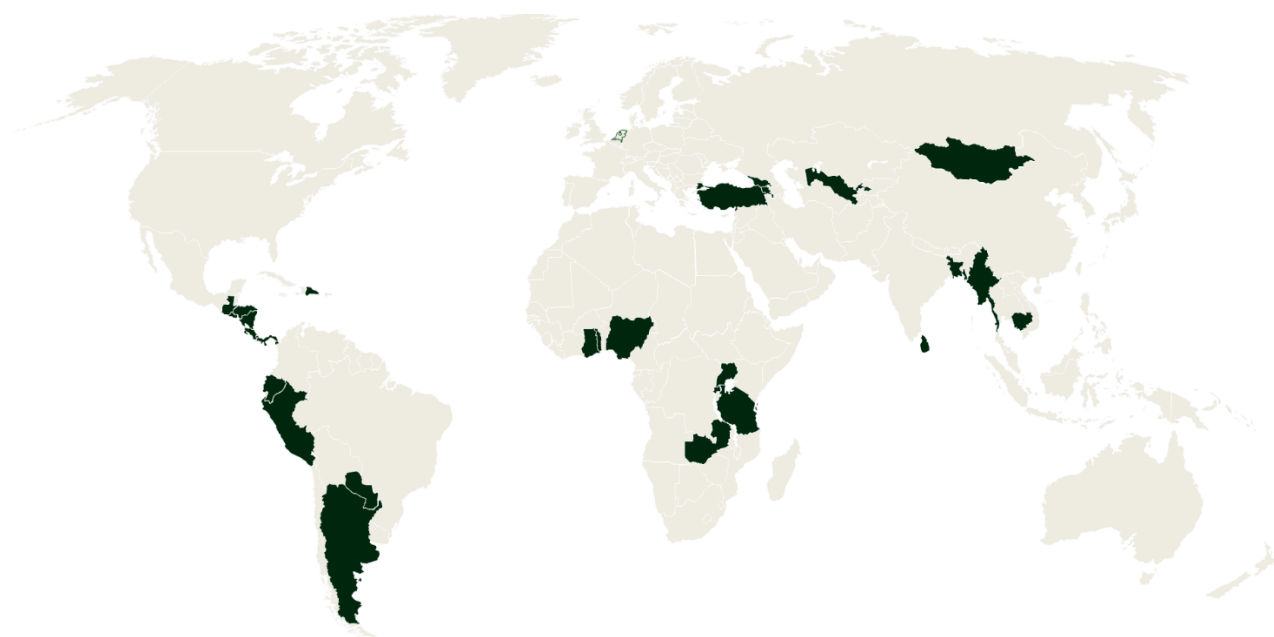
FMO Privium Impact Fund

Period ended 30 June 2019

The difference is the impact

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General information

Registered office

FMO Privium Impact Fund
Symphony Towers 26/F
Gustav Mahlerplein 3
1082 MS Amsterdam
The Netherlands

Legal Owner

Stichting Juridisch Eigendom FMO Privium
Impact Fund
Woudenbergseweg 11
3953 ME Maarsbergen
The Netherlands

Investment Advisor/Delegate

FMO Investment Management B.V.
Anna van Saksenlaan 71
2593 HW The Hague
The Netherlands

Administrator

Circle Investment Support Services B.V.
Smallepad 30F
3811 MG Amersfoort
The Netherlands

Swiss Representative

Hugo Fund Services SA
6 Cours de Rive
1204 Geneva
Switzerland

On-line information

www.fmopriviumimpactfund.com

<http://www.priviumfund.com/funds>

AIFM

Privium Fund Management
Symphony Towers 26/F
Gustav Mahlerplein 3
1082 MS Amsterdam
The Netherlands

Legal and Tax Counsel

Jones Day
Concertgebouwplein 20
1071 LN Amsterdam
The Netherlands

Depository

KAS Trust & Depositary Services B.V.
De Entrée 500
1101 EE Amsterdam
The Netherlands

Swiss Paying Agent

Banque Heritage SA
61 Route de Chêne
CH-1208 Geneva
Switzerland

Key figures

Total for the Fund		30-06-2019	2018	2017
Net Asset Value at reporting date	USD	142,178,460	130,883,698	76,342,756
Number of outstanding units at reporting date		1,256,461.571	1,163,926.969	656,701.2045
Investment result				
Direct result	USD	5,091,655	5,623,079	8,002,912
Revaluation	USD	(2,603,346)	(5,094,980)	(3,169)
Costs	USD	(818,915)	(1,567,968)	(986,904)
Total investment result for the period	USD	1,669,394	(1,039,869)	7,012,839

Investment result per unit ¹		30-06-2019	2018	2017
Direct result	USD	4.05	4.83	12.19
Revaluation	USD	(2.07)	(4.38)	(0.01)
Costs	USD	(0.65)	(1.34)	(1.50)
Total investment result per unit	USD	1.33	(0.89)	10.68

Total for the Fund – Impact		30-06-2019	2018	2017
Number of jobs supported		25,366	23,459	12,324
Greenhouse gas avoided (tCO ₂ eq)		18,385	15,604	8,855
Number of SME loans		1,035	710	457
GWh electricity produced per annum		45.50	36.54	16.31
People served		53,258	40,645	17,522

General overview at reporting date		30-06-2019	2018	2017
Number of loans on the portfolio		62	56	32
Average exposure per loan (in USD)		2,086,158	2,247,459	2,104,475
Average maturity of the loans (years)		5.60	5.75	8.02
Average interest margin of the portfolio (bps)		488	486	480
Number of countries		30	26	21
Total number of loans in the portfolio, since launch		65	59	33
Total exposure in FMO loans		126,412,133	117,660,765	68,160,424
Total provision on the loans in the portfolio		1,250,000	1,250,000	n/a
Percentage of loans in the portfolio, denominated in USD		100%	100%	100%

¹ The result per unit is calculated using the total number of outstanding unit as per the end of the period.

Class A (USD)		30-06-2019	2018	2017
Net Asset Value at reporting date	USD	46,141,151	44,895,436	18,454,668
<i>Number of outstanding units at reporting date</i>		<i>409,586.9676</i>	<i>409,586.9676</i>	<i>174,893.3024</i>
Net Asset Value per unit at reporting date	USD	112.65	109.61	105.52
Performance year to date		2.77%	3.88%	3.89%
Class B (EUR)				
Net Asset Value at reporting date	EUR	57,795,025	56,335,841	48,177,337
Net Asset Value at reporting date	USD	65,701,384	64,611,576	57,836,893
<i>Number of outstanding units at reporting date</i>		<i>580,814.0000</i>	<i>567,489.0000</i>	<i>481,389.0000</i>
Net Asset Value per unit at reporting date	EUR	99.51	99.27	100.08
Dividend distribution per unit	EUR	1.0031	2.0112	2.0184
Performance year to date		1.25%	1.20%	2.13%
Class F (EUR)				
Net Asset Value at reporting date	EUR	108,100	106,766	42,644
Net Asset Value at reporting date	USD	122,888	122,450	51,194
<i>Number of outstanding units at reporting date</i>		<i>1,036.2812</i>	<i>1,036.2812</i>	<i>418.9021</i>
Net Asset Value per unit at reporting date	EUR	104.31	103.03	101.80
Performance year to date		1.25%	1.21%	1.80%
Class I-A (EUR)				
Net Asset Value at reporting date	EUR	22,230,067	16,750,041	n/a
Net Asset Value at reporting date	USD	25,271,140	19,210,622	n/a
<i>Number of outstanding units at reporting date</i>		<i>220,041.8765</i>	<i>167,785.6164</i>	<i>n/a</i>
Net Asset Value per unit at reporting date	EUR	101.03	99.83	n/a
Performance year to date		1.20%	-0.17%	n/a
Class I-D (EUR)				
Net Asset Value at reporting date	EUR	3,428,937	1,781,859	n/a
Net Asset Value at reporting date	USD	3,898,015	2,043,614	n/a
<i>Number of outstanding units at reporting date</i>		<i>34,630.0457</i>	<i>18,029.1044</i>	<i>n/a</i>
Net Asset Value per unit at reporting date	EUR	99.02	98.83	n/a
Dividend distribution per unit	EUR	0.9982	0.9967	n/a
Performance year to date		1.20%	-0.17%	n/a

Class U-A (USD)		30-06-2019	2018	2017
Issue date March 1, 2019				
Net Asset Value at reporting date	USD	61,364	n/a	n/a
<i>Number of outstanding units at reporting date</i>		602.8200	n/a	n/a
Net Asset Value per unit at reporting date	USD	101.80	n/a	n/a
Performance year to date		1.80%	n/a	n/a
Class U-D (USD)				
Issue date March 1, 2019				
Net Asset Value at reporting date	USD	982,518	n/a	n/a
<i>Number of outstanding units at reporting date</i>		9,749.5807	n/a	n/a
Net Asset Value per unit at reporting date	USD	100.78	n/a	n/a
Dividend distribution per unit	USD	1.0140	n/a	n/a
Performance year to date		1.79%	n/a	n/a

Semi-annual financial statements

Balance sheet

(all amounts in USD)	Notes	30-06-2019	31-12-2018
Assets			
Investments	1		
Loans		126,412,134	117,660,765
Forwards		-	208,051
Total of investments		126,412,134	117,868,816
Receivables			
Other receivables	2	2,169,162	1,660,228
Total of receivables		2,169,162	1,660,228
Other assets			
Cash	3	30,580,920	14,118,651
Total of other assets		30,580,920	14,118,651
Total assets		159,162,216	133,647,695
Liabilities			
Net asset value	4	142,178,460	130,883,698
Investments	1		
Forwards		183,903	642
Total of investments		183,903	642
Other liabilities			
Bank overdrafts	3	14,268,087	-
Subscriptions received in advance		1,021,813	1,294,864
Provision on loans	5	1,352,642	1,299,410
Other liabilities	6	157,311	169,081
Total other liabilities		16,799,853	2,763,355
Total liabilities		159,162,216	133,647,695

The accompanying notes are an integral part of the financial statements.

Profit and loss statement

(For the period 1 January through 30 June)

(all amounts in USD)	Notes	2019	2018
Investment result			
Interest income		4,719,610	3,050,819
Provision on loans	5	(53,232)	-
Total investment result		4,666,378	3,050,819
Revaluation of investments	7		
Realized results		(2,212,034)	(1,473,364)
Unrealized results		(391,312)	(18,834)
Total changes in value		(2,603,346)	(1,492,198)
Other results			
Foreign currency translation	8	388,301	(1,249,095)
Interest income on bank accounts		36,976	-
Total other results		425,277	(1,249,095)
Operating expenses			
Management fee	9	674,383	495,991
Organisational fee		22,043	22,043
Administration fees	10	33,678	27,645
Depositary fees		16,494	14,850
Interest expenses		-	67,816
Brokerage fees and other transaction costs		37,115	37,580
Audit fees	11	14,139	12,370
Legal fees		5,553	22,954
Supervision fees		832	882
Other expenses	12	14,678	7,027
Total operating expenses		818,915	709,157
Result for the year		1,669,394	(399,631)

The accompanying notes are an integral part of the financial statements.

Statement of cash flows

(For the period 1 January through 30 June)

		2019	2018
(all amounts in USD)	Notes		
Cash flow from operating activities			
Participations in FMO loans		(16,030,526)	(36,000,000)
Repayments from FMO loans		7,279,157	6,092,846
Sales and expirations of forwards		(2,212,034)	(1,473,364)
Interest received		4,231,747	2,585,279
Management fee paid		(668,933)	(474,296)
Interest paid		(15,620)	(67,816)
Operating expenses paid		(130,227)	(152,382)
Net cash flow from (used in) operating activities		(7,546,436)	(29,489,733)
Cash flow from financing activities			
Proceeds from subscriptions		14,716,637	36,213,970
Payments for redemption		(4,665,041)	(2,588,026)
Dividend paid		(699,279)	(651,314)
Net cash flow from financing activities		9,352,317	32,974,630
Net cash flow for the period		1,805,881	3,484,897
Cash at beginning of the year		14,118,651	7,394,761
Foreign currency translation of cash positions		388,301	(1,249,095)
Cash at the end of the period	3	16,312,833	9,630,563

Notes to the financial statements

General information

FMO Privium Impact Fund (the Fund) was constituted on 26 February 2016 and commenced operations on 20 June 2016.

The Fund is a fund for joint account ('fonds voor gemene rekening') organised and established under the laws of The Netherlands. The Fund is under Dutch law not a legal entity (rechtspersoon) nor a partnership, commercial partnership or limited partnership (maatschap, vennootschap onder firma or commanditaire vennootschap), but a contractual arrangement sui generis between the AIFM, the Legal Owner and each of the Unitholders separately, governing the assets and liabilities acquired or assumed by the Legal Owner for the account and risk of the Unitholders.

The Fund has its principal offices at the offices of the AIFM at Symphony Towers 26/F, Gustav Mahlerplein 3, 1082 MS Amsterdam, The Netherlands. In view of its legal form of fund for joint account the Fund is not eligible for registration in the Dutch trade register (handelsregister).

The Fund is established by the adoption of its Terms and Conditions by agreement between the AIFM and the Legal Owner and the subsequent admission of the first Unitholder, being the Launch Date. The Fund is managed by the AIFM. The assets, rights and obligations of the Fund is held by the Legal Owner. The Unitholders invests in the Fund as participants (participanten) and acquires Units in the Fund.

The semi-annual report has not been audited by an independent auditor.

The Fund Manager authorized these semi-annual financial statements for issue on 19 August, 2019.

Accounting policies

The semi-annual financial statements are prepared in accordance with Part 9, Book 2 of the Dutch Civil Code and the the Dutch Act on Financial Supervision ('Wet op het financieel toezicht') and covers the period from 1 January 2019 through 30 June 2019.

The accounting principles used to prepare this semi-annual report 2019 are the same as the accounting principles used for the annual report 2018.

Notes to the balance sheet

1. Investments

The movement of the financial investments is as follows:
(For the period 1 January through 30 June)

(all amounts in USD)	2019	2018
<i>Loans</i>		
Opening balance	117,660,765	68,160,411
Participations in FMO loans	16,030,526	36,000,000
Repayments from FMO loans	(7,279,157)	(6,092,846)
Closing balance	126,412,134	98,067,565

The fair value of the loans at 30 June 2019 equals USD 127,446,024 (2018: USD 116,646,155).

(all amounts in USD)	2019	2018
<i>Forwards</i>		
Opening balance	207,409	(10,119)
Sales and expirations	2,212,034	1,473,364
Realised investment result	(2,212,034)	(1,473,364)
Unrealised investment result	(391,312)	(18,834)
Closing balance	(183,903)	(28,953)

2. Other receivables

(all amounts in USD)	30-06-2019	31-12-2018
Interest receivable	2,076,094	1,551,255
Deferred organizational fees	86,930	108,973
Other receivables and prepayments	6,138	-
Closing balance	2,169,162	1,660,228

3. Cash

The cash balances at reporting date are as follows:

(all amounts in USD)	30-06-2019	31-12-2018
Euro bank accounts	26,124,721	1,404,450
US Dollar bank accounts	4,456,199	12,714,201
Total cash	30,580,920	14,118,651
US Dollar bank accounts	(14,268,087)	-
Total bank overdrafts	(14,268,087)	-
Net cash position as per 31 December	16,312,833	14,118,651

At June 30, 2019 the positive cash amount at ABN AMRO bank was USD 16,312,833. This consists of an overdraft of USD 14,268,087 and positive cash amount at ABN AMRO bank of USD 30,580,920.

4. Net asset value

The movement of the individual Series during the period 1 January 2019 through 30 June 2019 is as follows:

(all amounts in USD)	Opening balance	Subscriptions	Redemptions	Dividend paid	Result	Net asset value
Class A	44,895,436	-	-	-	1,245,715	46,141,151
Class B	64,611,576	4,722,745	(3,224,760)	(650,780)	242,603	65,701,384
Class F	122,450	-	-	-	438	122,888
Class I-A	19,210,622	7,315,479	(1,406,246)	-	151,285	25,271,140
Class I-D	2,043,614	1,912,182	(34,035)	(38,613)	14,867	3,898,015
Class U-A (issued as of 1 March 2019)	-	60,282	-	-	1,082	61,364
Class U-D (issued as of 1 March 2019)	-	979,000	-	(9,886)	13,404	982,518
Total	130,883,698	14,989,688	(4,665,041)	(699,279)	1,669,394	142,178,460

The units of Class B, Class F, Class I-A and Class I-D are issued in Euro. At 30 June 2019, the net asset values of Class B, Class F, Class I-A and Class I-D in their Class currency are respectively EUR 57,795,025, EUR 108,100, EUR 22,230,067 and EUR 3,428,937.

The movement in units of the individual Series during the period 1 January 2019 through 30 June 2019 is as follows:

(in number of units)	Opening balance	Subscriptions	Redemptions	Closing balance
Class A	409,587	-	-	409,587
Class B	567,489	41,915	(28,590)	580,814
Class F	1,036	-	-	1,036
Class I-A	167,786	64,676	(12,420)	220,042
Class I-F	18,029	16,902	(301)	34,630
Class U-A (issued as of 1 March 2019)	-	603	-	603
Class U-D (issued as of 1 March 2019)	-	9,750	-	9,750
Total	1,163,927	133,846	(41,311)	1,256,462

The movement of the individual Series during the period 1 January 2018 through 30 June 2018 is as follows:

(all amounts in USD)	Opening balance	Subscriptions	Redemptions	Dividend paid	Result	Net asset value
Class A	18,454,669	25,000,000	-	-	788,593	44,243,262
Class B	57,836,893	11,138,245	(2,588,025)	(651,314)	(1,183,610)	64,552,189
Class F	51,194	75,725	-	-	(4,614)	122,305
Total	76,342,756	36,213,970	(2,588,025)	(651,314)	(399,631)	108,917,756

The units of Class B and Class F are issued in Euro. At 30 June 2018, the net asset values of Class B and Class F in their Class currency are EUR 55,248,364 and EUR 104,677 respectively.

The movement in units of the individual Series during the 1 January 2018 through 30 June 2018 is as follows:

(in number of units)	Opening balance	Subscriptions	Redemptions	Closing balance
Class A	174,893	234,694	-	409,587
Class B	481,389	91,305	(21,283)	551,411
Class F	419	598	-	1,017
Total	656,701	326,597	(21,283)	962,015

5. Provision on loans

The Fund Manager has taken a provision of USD 1,352,642 (2018: USD 1,299,410) on one of the underlying loan participations and interest of the Fund. In total the Fund Manager took a 50% provision on the outstanding principal loan amount. This provision should cover a potential loss on the loan.

6. Other liabilities

(all amounts in USD)

	30-06-2019	31-12-2018
Management fees payable	116,154	110,704
Interest payable	-	15,620
Audit fees payable	24,117	28,979
Administration fees payable	4,903	5,992
Depositary fees payable	5,669	2,582
Supervision fees payable	2,558	1,720
Bank and brokerage fees	3,910	3,484
Closing balance	157,311	169,081

Notes to the statement of comprehensive income

7. Revaluation of investments

The realised and unrealised results on investments relate to the forwards.

8. Foreign currency translation

The currency results consist of realised and unrealised results on foreign currency cash accounts. The total currency result on cash shows the currency translation on the Euro cash position of the Fund.

9. Management fee

The AIFM receives an annual management fee for managing the Fund equal to 0.90% of the Net Asset Value of Class A of the Fund prior to deducting provision for fees payable to the AIFM. This management fee will be paid in full by the AIFM to the Investment Advisor.

The AIFM receives an annual management fee for managing the Fund equal to 0.98% of the Net Asset Value of Class B and Class F and 1.15% of the Net Asset Value of Class I-A, Class I-D, Class U-A and Class U-D, with a minimum of EUR 90,000. Of the management fee, 0.08% (Class B and Class F) and 0.15% (Class I-A, Class I-D, Class U-A and Class U-D) is for the benefit of the AIFM and 0.90% (Class B and Class F) and 1.0% (Class I-A, Class I-D, Class U-A and Class U-D) will be paid in full by the AIFM to the Investment Advisor.

The Management Fee will accrue on a daily basis by reference to the latest adopted Net Asset Value per Class, excluding (i.e. before deduction of) the accrued Management Fee, and will be payable by the Fund in arrears as per the first Business Day of each calendar month. This fee currently does not attract VAT.

The management fee for the period ended 30 June 2019 amounts to USD 674,383 (2018: USD 495,991).

10. Administration fees

The administration agreement between the AIFM and the Administrator provides for payment to the Administrator of an annual administrative fee equal to 0.045% of the Net Asset Value of the Fund (based on a Fund size of up to USD 100 million), subject to a minimum fee of USD 32,000 per annum in respect of the administration of the Fund. The Administrator will, in addition, be paid USD 5,500 annually for the preparation of the Fund's annual financial statements, plus USD 2,000 per report for providing support in connection with the requirements of AIFMD Reporting.

(all amounts in USD)

	2019	2018
Administration fees	27,989	22,081
Reporting fees	3,485	3,418
FATCA fees	1,149	1,119
AIFMD fees	1,055	1,027
Total	33,678	27,645

11. Audit fees

The audit fees relate solely to the audit of the financial statements. The Independent Auditor does not provide any other audit or non-audit services to the Fund.

12. Other expenses

(For the period 1 January 2019 through 30 June 2019)

(all amounts in USD)

	2019	2018
Legal owner fees	3,955	3,327
Professional fees	7,974	-
Miscellaneous fees	1,276	3,700
License fees	1,473	-
	14,678	7,027

13. Income and withholding taxes

The Fund is organized as an investment Fund ("Fonds voor gemene rekening") under the current system of taxation in The Netherlands. The Fund is transparent for Dutch corporate income tax purposes. As a consequence, the Fund is not subject to Dutch corporate income tax exclusive VAT and amounts are subject to an annual inflation correction. Certain dividend and interest income received by the Fund are subject to withholding tax imposed in the country of origin.

14. Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party making financial or operational decisions.

All services rendered by the AIFM therefore qualify as related party transactions. The fees of the AIFM are disclosed in note 9.

The Privium Sustainable Impact Fund maintains an investment in Class A of the FMO Privium Impact Fund. Class A has been created to make sure that fund of funds managed by the AIFM (such as the Privium Sustainable Impact Fund) can invest in this Fund without Privium making money on both sides. The annual Management Fee for this separate share class will be 0.90 per cent. of the Net Asset Value of Class A, excluding (i.e. before deduction of) the accrued Management Fee, which will be paid in full by the AIFM to the Delegate, subject to any VAT (if applicable).

Class F Units will only be issued to persons that are employees of FMO and its subsidiaries and are living in the Netherlands at the time of such issue. Any such transactions will be at arm's length. In deviation other Share Classes of the Fund redemptions can only take place on a monthly with at least a six (6) months' notice period.

15. Core business and outsourcing

The following key task have been delegated by the Fund:

Administration

The administration has been outsourced to Circle Investment Support Services B.V, who carries out the administration of the Fund, including the processing of all investment transactions, processing of revenues and expenses and the preparation of the NAV. It also states, under the responsibility of the AIFM, the interim report and the financial statements of the Fund. For information on the fees of the Administrator refer to note 10.

Investment advisor

FMO is the investment Management B.V. for the loan investments of FMO Privium Impact Fund. For information on the fees of the Administrator refer to note 9.

Related party transactions

FMO Investment Management B.V., the Investment Advisor/Delegate, is a subsidiary of FMO N.V. The fund is co-investing in loans that have been provided by FMO N.V. to its clients. The loans include senior and subordinated loans. FMO N.V. remains the lender of record. FMO Investment Management B.V. is making loan recommendations to the Fund Manager regarding which loans to include the portfolio of the FMO Privium Impact Fund. FMO Investment Management B.V. has a clear allocation policy. This allocation policy provides a description of the allocation of FMO N.V. deal flow to investment funds, like the FMO Privium Impact Fund, to which FMO Investment Management B.V. provides investment advice.

16. Events after balance sheet date

As of August 1, 2019 the Fund will offer one new Share Class: Class B-A. Details are included in the Fund's Prospectus.

Other Information

Personal holdings of the Board of Directors of the AIFM

The Board of Directors of the AIFM had no interests or positions at 30 June 2019 and 1 January 2019 in investments the Fund held in portfolio at these dates.