

The difference is the impact

SEMI-ANNUAL REPORT

FMO Privium Impact Fund

Period ended 30 June 2020



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General information

Involved parties

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

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

Management Board Legal Owner
 Stichting Juridisch Eigendom
 FMO Privium Impact Fund
 Woudenbergseweg 11
 3953 ME Maarsbergen
 The Netherlands

Legal and Tax Counsel
 Jones Day
 Concertgebouwplein 20
 1071 LN Amsterdam
 The Netherlands

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

Depository
 KAS Bank N.V.
 De Entrée 500
 1101 EE Amsterdam
 The Netherlands

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

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

Swiss Representative
 ACOLIN Fund Services AG
 6 Cours de Rive
 1204 Geneva
 Switzerland

On-line information

All relevant information is available on these websites:

- www.fmopriviumimpactfund.com
- https://www.priviumfund.com/strategies_amsterdam/

Key figures

| Total for the Fund | | 30-06-2020 | 2019 | 2018 |
|---|------------|-------------------|-----------------|-------------------|
| Net Asset Value at reporting date | USD | 156,727,505 | 156,575,599 | 130,883,698 |
| Number of outstanding units at reporting date | | 1,421,081.171 | 1,410,025.717 | 1,163,926.969 |
| Investment result | | | | |
| Direct result | USD | 896,941 | 7,389,470 | 5,623,079 |
| Revaluation | USD | 1,188,454 | -5,814,769 | -5,094,980 |
| Costs | USD | -3,031,859 | -1,854,401 | -1,567,968 |
| Total investment result for the period | USD | -946,464 | -279,700 | -1,039,869 |

| Investment result per unit¹ | | 30-06-2020 | 2019 | 2018 |
|---|------------|-------------------|--------------|--------------|
| Direct result | USD | 0.63 | 5.24 | 4.83 |
| Revaluation | USD | 0.84 | -4.12 | -4.38 |
| Costs | USD | -2.13 | -1.31 | -1.34 |
| Total investment result per unit | USD | -0.67 | -0.20 | -0.89 |

| Total for the Fund – Impact | | 30-06-2020 | 2019 | 2018 |
|------------------------------------|--|-------------------|-------------|-------------|
| Number of jobs supported | | 49,850 | n/a | n/a |
| Greenhouse gas avoided (tCO2eq) | | 172,071 | n/a | n/a |
| Financed emission | | 538,119 | n/a | n/a |

| General overview at reporting date | | 30-06-2020 | 2019 | 2018 |
|--|--|-------------------|-------------|-------------|
| Number of loans on the portfolio | | 72 | 70 | 56 |
| Average exposure per loan (in USD) | | 1,965,403 | 1,909,292 | 2,247,459 |
| Average maturity of the loans (years) | | 5.10 | 5.41 | 5.75 |
| Average interest margin of the portfolio (bps) | | 474 | 485 | 486 |
| Number of countries | | 31 | 31 | 26 |
| Total number of loans in the portfolio, since launch | | 81 | 75 | 59 |
| Total exposure in FMO loans | | 141,509,049 | 143,196,905 | 117,660,765 |
| Total provision on the loans in the portfolio | | 8,737,830 | 4,250,000 | 1,250,000 |
| 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.

New impact reporting

The world of impact measurement and reporting is very much a world in constant development. Over the past years the impact reporting for the FMO Primum Impact Fund has been a best effort based on the available tools and methodologies. It turned out that some indicators proved difficult to align year after year or even quarter after quarter.

As this coincides with the implementation of a new impact measurement methodology in the FMO's systems, we have decided that as of now we will report dynamically (based on the current committed portfolio size) and no longer cumulatively. This means, that the impact numbers may fluctuate more, reflecting the portfolio impact at the reporting moment.

FMO's new Joint Impact Model (JIM) is the successor of FMO's own impact model, which was in place since 2015. Since early 2019, FMO and Steward Redqueen, together with other development banks and strategic partners, have worked on the harmonization among these participants of their underlying methodologies and the inputs required.

In the meantime FMO has also implemented a methodology for steering its loan commitments towards specific Social Development Goal's (SDG's) especially:
SDG 8 - Decent work and economic growth
SDG 10 – Reduced inequalities
SDG 13 – Climate Action.

Although the Fund does not steer towards one or more specific SDGs, the resulting reporting does provide insight in how the portfolio supports these three SDGs.

The Fund Manager has therefore decided to report the following indicators going forward:

- 1: Number of supported jobs
- 2: Avoided Co2 emissions
- 3: Financed emissions

Key figures per class

| Class A (USD) – Issue date June, 2016 | | 30-06-2020 | 2019 | 2018 |
|--|-----|---------------------|---------------------|---------------------|
| Net Asset Value at reporting date | USD | 59,647,975 | 54,240,992 | 44,895,436 |
| <i>Number of outstanding units at reporting date</i> | | <i>526,651.4553</i> | <i>479,141.3374</i> | <i>409,586.9676</i> |
| Net Asset Value per unit at reporting date | USD | 113.26 | 113.20 | 109.61 |
| Performance year to date | | 0.05% | 3.28% | 3.88% |
| Class B-A (EUR) – Issue date Nov, 2019 | | | | |
| Net Asset Value at reporting date | EUR | 787,170 | 793,978 | n/a |
| Net Asset Value at reporting date | USD | 884,307 | 890,366 | n/a |
| <i>Number of outstanding units at reporting date</i> | | <i>8,000.0000</i> | <i>8,000.0000</i> | n/a |
| Net Asset Value per unit at reporting date | EUR | 98.40 | 99.25 | n/a |
| Performance year to date | | -0.86% | -0,75% | n/a |
| Class B-D (EUR) – Issue date July, 2016 | | | | |
| Net Asset Value at reporting date | EUR | 48,776,590 | 55,419,681 | 56,335,841 |
| Net Asset Value at reporting date | USD | 54,795,622 | 62,147,630 | 64,611,576 |
| <i>Number of outstanding units at reporting date</i> | | <i>509,066.0000</i> | <i>567,705.0000</i> | <i>567,489.0000</i> |
| Net Asset Value per unit at reporting date | EUR | 95.82 | 97.62 | 99.27 |
| Dividend distribution per unit | EUR | 0.9683 | 1.9963 | 2.0112 |
| Performance year to date | | -0.86% | 0.35% | 1.20% |
| Class F (EUR) – Issue date March, 2017 | | | | |
| Net Asset Value at reporting date | EUR | 106,203 | 107,121 | 106,766 |
| Net Asset Value at reporting date | USD | 119,308 | 120,126 | 122,450 |
| <i>Number of outstanding units at reporting date</i> | | <i>1,036.2812</i> | <i>1,036.2812</i> | <i>1,036.2812</i> |
| Net Asset Value per unit at reporting date | EUR | 102.48 | 103.37 | 103.03 |
| Performance year to date | | -0.86% | 0.33% | 1.21% |
| Class I-A (EUR) – Issue date August, 2018 | | | | |
| Net Asset Value at reporting date | EUR | 26,512,229 | 25,861,567 | 16,750,041 |
| Net Asset Value at reporting date | USD | 29,783,838 | 29,001,161 | 19,210,622 |
| <i>Number of outstanding units at reporting date</i> | | <i>267,539.1036</i> | <i>258,516.2868</i> | <i>167,785.6164</i> |
| Net Asset Value per unit at reporting date | EUR | 99.10 | 100.04 | 99.83 |
| Performance year to date | | -0.94% | 0.21% | -0.17% |

| Class I-D (EUR) – Issue date August, 2018 | | 30-06-2020 | 2019 | 2018 |
|--|-----|-------------------|-------------|-------------|
| Net Asset Value at reporting date | EUR | 8,023,794 | 6,248,224 | 1,781,859 |
| Net Asset Value at reporting date | USD | 9,013,930 | 7,006,759 | 2,043,614 |
| <i>Number of outstanding units at reporting date</i> | | 84,291.4069 | 64,370.9127 | 18,029.1044 |
| Net Asset Value per unit at reporting date | EUR | 95.19 | 97.07 | 98.83 |
| Dividend distribution per unit | EUR | 0.9621 | 1,9859 | 0.9967 |
| Performance year to date | | -0.94% | 0.22% | -0.17% |
| Class U-A (USD) – Issue date March, 2019 | | | | |
| Net Asset Value at reporting date | USD | 1,880,810 | 1,943,846 | n/a |
| <i>Number of outstanding units at reporting date</i> | | 18,422.8482 | 19,025.6682 | n/a |
| Net Asset Value per unit at reporting date | USD | 102.09 | 102.17 | n/a |
| Performance year to date | | -0.08% | 2.17% | n/a |
| Class U-D (USD) – Issue date March, 2019 | | | | |
| Net Asset Value at reporting date | USD | 601,714 | 1,224,719 | n/a |
| <i>Number of outstanding units at reporting date</i> | | 6,074.0754 | 12,230.2316 | n/a |
| Net Asset Value per unit at reporting date | USD | 99.06 | 100.14 | n/a |
| Dividend distribution per unit | USD | 1.0003 | 2.0310 | n/a |
| Performance year to date | | -0.08% | 2.17% | n/a |

Semi-annual financial statements

Balance sheet

| (all amounts in USD) | Notes | 30-06-2020 | 2019 |
|-----------------------|-------|--------------------|--------------------|
| Assets | | | |
| Investments | 1 | | |
| Loans | | 141,509,019 | 143,196,905 |
| Forwards | | 219,717 | 24,629 |
| Total of investments | | 141,728,736 | 143,221,534 |
| Receivables | | | |
| Other receivables | 2 | 2,660,020 | 2,468,097 |
| Total of receivables | | 2,660,020 | 2,468,097 |
| Other assets | | | |
| Cash | 3 | 21,380,501 | 19,710,492 |
| Total of other assets | | 21,380,501 | 19,710,492 |
| Total assets | | 165,769,257 | 165,400,123 |

| (all amounts in USD) | Notes | 30-06-2020 | 2019 |
|-----------------------------------|--------------|--------------------|--------------------|
| Liabilities | | | |
| Net asset value | 4 | | |
| | | 156,727,505 | 156,575,599 |
| Investment | 1 | | |
| Forwards | | 1,016 | 65 |
| Total of investments | | 1,016 | 65 |
| Other liabilities | | | |
| Bank overdraft | 3 | | |
| Subscriptions received in advance | | 131,455 | 3,912,465 |
| Provision on loans | 5 | 8,737,830 | 4,737,862 |
| Other liabilities | 6 | 171,451 | 174,132 |
| Total other liabilities | | 9,040,736 | 8,824,459 |
| Total liabilities | | 165,769,257 | 165,400,123 |

Profit and loss statement

(For the period 1 January through 30 June)

| (all amounts in USD) | Notes | 2020 | 2019 |
|--|-------|-------------|-------------|
| Investment result | | | |
| Interest income | | 4,896,909 | 4,719,610 |
| Provision on loans | 5 | (3,999,968) | (53,232) |
| Total investment result | | 896,941 | 4,666,378 |
| Revaluation of investments | | | |
| | 7 | | |
| Realized results | | 994,317 | (2,212,034) |
| Unrealized results | | 194,137 | (391,312) |
| Total changes in value | | 1,188,454 | (2,603,346) |
| Other results | | | |
| Foreign currency translation | 8 | (2,332,331) | 388,301 |
| Interest on bank accounts | | 38,799 | 36,976 |
| Other income | | 241,698 | - |
| Total other results | | (2,051,834) | 425,277 |
| Operating expenses | | | |
| Management fee | 9 | 802,082 | 674,383 |
| Organisational fee | | 22,043 | 22,043 |
| Administration fees | 10 | 37,581 | 33,678 |
| Depositary fees | | 19,396 | 16,494 |
| Brokerage fees and other transaction costs | | 27,217 | 37,115 |
| Audit fees | | 18,107 | 14,139 |
| Legal fees | | 373 | 5,553 |
| Supervision fees | | 28,844 | 832 |
| Other expenses | | 24,382 | 14,678 |
| Total operating expenses | | 980,025 | 818,915 |
| Result for the year | | | |
| | | (946,464) | 1,669,394 |

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

Statement of cash flows

(For the period 1 January through 30 June)

| (all amounts in USD) | Notes | 2020 | 2019 |
|--|--------------|--------------------|--------------------|
| Cash flow from operating activities | | | |
| Participations in FMO loans | | (17,000,000) | (16,030,526) |
| Repayments from FMO loans | | 18,687,886 | 7,279,157 |
| Sales and expirations of forwards | | 994,317 | (2,212,034) |
| Other income received | | 241,698 | - |
| Interest received | | 4,723,053 | 4,231,747 |
| Management fee paid | | (806,622) | (668,933) |
| Interest paid | | - | (15,620) |
| Operating expenses paid | | (157,548) | (130,227) |
| Net cash flow from (used in) operating activities | | 6,684,980 | (7,546,436) |
| Cash flow from financing activities | | | |
| Proceeds from subscriptions | | 14,406,741 | 14,716,637 |
| Payments for redemption | | (16,446,080) | (4,665,041) |
| Dividend paid | | (643,301) | (699,279) |
| Net cash flow from financing activities | | (2,682,640) | 9,352,317 |
| Net cash flow for the year | | 4,002,340 | 1,805,881 |
| Cash at beginning of the year | | 19,710,492 | 14,118,651 |
| Foreign currency translation of cash positions | | (2,332,331) | 388,301 |
| Cash at the end of the year | 3 | 21,380,501 | 16,312,833 |

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

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 28 August 2020.

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 2020 through 30 June 2020.

The accounting principles used to prepare this semi-annual report 2020 are the same as the accounting principles used for the annual report 2019.

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) | 2020 | 2019 |
|-----------------------------|--------------------|--------------------|
| Loans | | |
| Opening balance | 143,196,905 | 117,660,765 |
| Participations in FMO loans | 17,000,000 | 16,030,526 |
| Repayments from FMO loans | (18,687,886) | (7,279,157) |
| Closing balance | 141,509,019 | 126,412,134 |

The fair value of the loans at 30 June 2020 equals USD 130,816,123 (2019: USD 124,823,449).

| (all amounts in USD) | 2020 | 2019 |
|------------------------------|----------------|------------------|
| Forwards | | |
| Opening balance | 24,564 | 207,409 |
| Sales and expirations | (994,317) | 2,212,034 |
| Realised investment result | 994,317 | (2,212,034) |
| Unrealised investment result | 194,137 | (391,312) |
| Closing balance | 218,701 | (183,903) |

2. Other receivables

| (all amounts in USD) | 30-06-2020 | 31-12-2019 |
|-----------------------------------|-------------------|-------------------|
| Interest receivable | 2,610,702 | 2,398,047 |
| Deferred organizational fees | 42,844 | 64,887 |
| Other receivables and prepayments | 6,474 | 5,163 |
| Closing balance | 2,660,020 | 2,468,097 |

3. Cash

The cash balances at reporting date are as follows:

| (all amounts in USD) | 30-06-2020 | 31-12-2019 |
|---|-------------------|-------------------|
| Euro bank accounts | 94,675 | 4,076,680 |
| US Dollar bank accounts | 21,285,826 | 15,633,812 |
| Net cash position as per 31 December | 21,380,501 | 19,710,492 |

At June 30, 2020 the positive cash amount at ABN AMRO bank was USD 21,380,501. There was no bank overdraft at June 30, 2020.

4. Net asset value

The movement of the individual Series during the period 1 January 2020 through 30 June 2020 is as follows:

| (all amounts in USD) | Opening balance | Subscriptions | Redemptions | Dividend paid | Result | Net asset value |
|----------------------|--------------------|-------------------|---------------------|------------------|------------------|--------------------|
| Class A | 54,240,992 | 5,400,000 | - | - | 6,984 | 59,647,976 |
| Class B-A | 890,366 | - | - | - | (6,059) | 884,307 |
| Class B-D | 62,147,630 | 1,026,834 | (7,305,381) | (547,200) | (526,261) | 54,795,622 |
| Class F | 120,126 | - | - | - | (818) | 119,308 |
| Class I-A | 29,001,161 | 9,348,906 | (8,187,681) | - | (378,548) | 29,783,838 |
| Class I-D | 7,006,759 | 2,412,011 | (276,494) | (90,025) | (38,321) | 9,013,930 |
| Class U-A | 1,943,846 | - | (61,524) | - | (1,512) | 1,880,810 |
| Class U-D | 1,224,719 | - | (615,000) | (6,076) | (1,929) | 601,714 |
| Total | 156,575,599 | 18,187,751 | (16,446,080) | (643,301) | (946,464) | 156,727,505 |

The units of Class B-A, Class B-D, Class F, Class I-A and Class I-D are issued in Euro. At 30 June 2020, the net asset values of Class B-A, Class B-D, Class F, Class I-A and Class I-D in their Class currency are respectively EUR 787,170, EUR 48,776,590, EUR 106,203, EUR 26,512,229 and EUR 8,023,794.

The movement in units of the individual Series during the period 1 January 2020 through 30 June 2020 is as follows:

| (in number of units) | Opening balance | Subscriptions | Redemptions | Closing balance |
|----------------------|--------------------|----------------|------------------|--------------------|
| Class A | 479,141 | 47,510 | - | 526,651 |
| Class B-A | 8,000 | - | - | 8,000 |
| Class B-D | 567,705 | 9,489 | (68,128) | 509,066 |
| Class F | 1,036 | - | - | 1,036 |
| Class I-A | 258,516 | 83,904 | (74,881) | 267,539 |
| Class I-D | 64,371 | 22,536 | (2,616) | 84,291 |
| Class U-A | 19,026 | - | (603) | 18,423 |
| Class U-D | 12,230 | - | (6,156) | 6,074 |
| Total | 1,410,025 | 163,439 | (152,384) | 1,421,081 |

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 | - | 60,282 | - | - | 1,082 | 61,364 |
| Class U-D | - | 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 | - | 603 | - | 603 |
| Class U-D | - | 9,750 | - | 9,750 |
| Total | 1,163,927 | 133,846 | (41,311) | 1,256,462 |

5. Provision on loans

The total value of loan provisions as of June 30, 2020 was USD 8,737,830 (as of December 31, 2019: USD 4,737,862).

6. Other liabilities

| (all amounts in USD) | 30-06-2020 | 31-12-2019 |
|-----------------------------|-------------------|-------------------|
| Management fees payable | 127,866 | 132,406 |
| Interest payable | 2,196 | - |
| Audit fees payable | 27,705 | 31,073 |
| Administration fees payable | 4,696 | 6,485 |
| Supervision fees payable | 5,281 | - |
| Bank and brokerage fees | 3,707 | 4,168 |
| Closing balance | 171,451 | 174,132 |

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/Delegate.

The AIFM receives an annual management fee for managing the Fund equal to 0.98% of the Net Asset Value of Class B-A, Class B-D 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-A, Class B-D 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-A, Class B-D 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 fee is calculated monthly on the basis of the gross of fee Net Asset Value of each Class as of the Valuation Day that coincides with the last Business Day of the month and is paid monthly in arrears in EUR. This fee currently does not attract VAT.

The management fee for the period ended 30 June 2020 amounts to USD 802,082 (2019: USD 674,383).

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)

| | 2020 | 2019 |
|---------------------|---------------|---------------|
| Administration fees | 31,736 | 27,989 |
| Reporting fees | 3,598 | 3,485 |
| FATCA fees | 1,171 | 1,149 |
| AIFMD fees | 1,076 | 1,055 |
| Total | 37,581 | 33,678 |

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. Legal Owner fees

TCS Governance B.V. has been appointed as Management Board of the Legal Owner. The remuneration consists of an annual fixed fee of EUR 3,500 and variable remuneration of 0.0125%. This fee has been capped at EUR 6,500 per annum.

13. Other expenses

(For the period 1 January 2020 through 30 June 2020)

| (all amounts in USD) | 2020 | 2019 |
|----------------------|---------------|---------------|
| Legal owner fees | 4,630 | 3,955 |
| Professional fees | - | 7,974 |
| Miscellaneous fees | 18,285 | 1,276 |
| License fees | 1,467 | 1,473 |
| | 24,382 | 14,678 |

14. 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.

15. 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 Primum Sustainable Impact Fund maintains an investment in Class A of the FMO Primum Impact Fund. Class A has been created to make sure that fund of funds managed by the AIFM (such as the Primum Sustainable Impact Fund) can invest in this Fund without Primum 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.

16. Core business and outsourcing

The following key tasks 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 in 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.

17. Events after balance sheet date

Covid-19

At the time of writing this report the global economy continues to be under severe pressure caused by the effects of the COVID-19 pandemic (generally referred to as corona virus). Some recovery has occurred, but the outlook remains uncertain. There is clear uncertainty about the extent of this economic downturn. As such, there might be a further downward pressure on prices of various asset classes. Governments and central banks have already intervened on a large scale and have announced large fiscal and monetary stimulus packages. It is expected that they will continue to do so. The Fund has received some redemptions but based on current available information there are no continuity issues for the Fund or whatsoever.

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 2020 and 1 January 2020 in investments the Fund held in portfolio at these dates.