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THIS IS A MANDATORY ANNOUNCEMENT

FMO Privium  
**IMPACT  
FUND**

## Fund developments

During the third quarter three investments were made.

The first investment is a USD 1 mln participation in a loan to ECOM. ECOM is a familiar name for investors in our fund as we already have two participations in earlier loans to the company. This global agro-trading company has an inclusive and integrated supply chain model and is committed to sustainable, socially responsible business, working with many smallholder producers across several continents. This latest loan is a subordinated loan to support the solvency of the company, which allows it to continue growing across its various markets.

The second investment is an increase of USD 600,000 of the existing participation in the FMO loan to ContourGlobal Hydrocascade in Armenia for the hydro energy project on the Vorotan river. The initial participation dates back to early 2017 and has now been increased as it has been performing well, both on impact and financially.

The third investment this quarter is a participation of USD 1.4 mln in the FMO loan to Nibulon S.A.. Nibulon is the largest Ukrainian grain exporter (mainly wheat, corn, rapeseeds and barley) and also has its own farms. The loan will be used as working capital in order to purchase grains at harvest. Due to the warm and dry spring, harvest started early this year and funding proved scarce during the COVID-19 crisis. This loan alleviates the funding need of Nibulon allowing the company to continue to export Ukraine's grains to neighboring countries where food security relies on imports.

This quarter we followed FMO's decision to increase the provisioning of the four Fund investments that were already partly provisioned. And although the COVID-19 pandemic is not the direct cause of the increased project risks, the current uncertainty in the world prompts FMO to exercise increased prudence while deciding on the increase of provisioning. The fund performance is clearly impacted by these provisions. Our Fund portfolio is highly diversified, and the majority of the fund portfolio is performing in a stable way. We see the current dip in performance as a temporary phenomenon that will be straightened out over a longer period of time, supported by FMO's highly experienced loan and investee management team and long track record in the market.

Additionally, our Fund investments continue to create development impact. This quarter, the impact figures show modest change also reflected in percentages of Green and Reducing inequalities, reflective of the portfolio changes.

### SDG Dashboard: new data available

The Sustainable Development Report 2020 has been made available via an interactive website and includes an SDG Index, various dashboards and a ranking overview showing the current status. While many European countries rank at the top of the list, it is among Asian countries where most progress was achieved. The website provides insight based on the annual review of countries on the performance of each on the 17 Sustainable Development Goals.

Visit: <https://dashboards.sdindex.org>



## Overview

Fund Net Asset Value (NAV) in USD	148,643,341
Number of loans on the portfolio	70
Average exposure per loan (in USD)	1,957,094
Average maturity of the loans (years)	4.90
Average interest margin of the portfolio (bps)	475
Number of countries	32
Total number of loans in the portfolio, since launch	83
Total exposure in FMO loans	136,996,557
Total provision on the loans in the portfolio	9,902,138
Percentage of loans in the portfolio denominated in USD	100%

## Return (including dividend payments, where applicable)

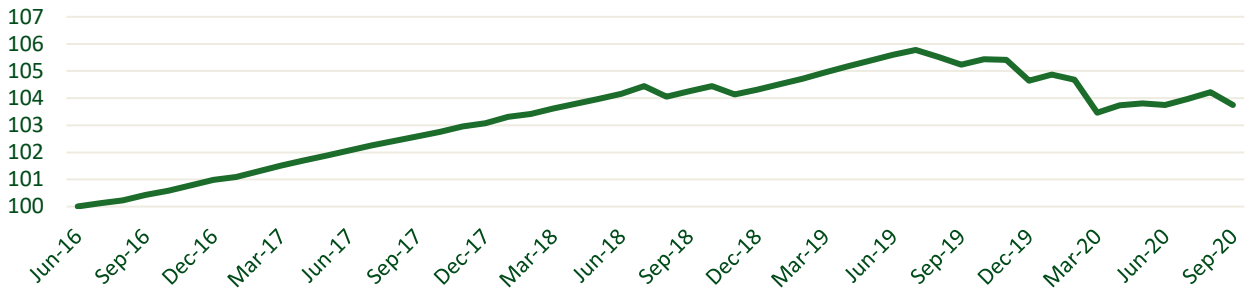
Class	FX	NAV per participation	Monthly return	Year to date return	12 month return	Return since inception	Average yearly return	Start date per class
A	USD	113.61	-0.35%	0.36%	0.42%	13.61%	2.99%	Jun-16
B – A	EUR	98.39	-0.45%	-0.86%	N/A	-1.61%	N/A	Nov-19
B – D	EUR	95.81	-0.45%	-0.86%	-1.40%	3.81%	0.88%	Jul-16
F	EUR	102.48	-0.45%	-0.86%	-1.42%	2.48%	0.69%	Mar-17
I – A	EUR	99.07	-0.46%	-0.97%	-1.57%	-0.93%	-0.43%	Aug-18
I – D	EUR	96.16	-0.46%	-0.97%	-1.55%	-0.89%	-0.41%	Aug-18
U – A	USD	102.35	-0.36%	0.18%	0.17%	2.35%	1.48%	Mar-19
U – D	USD	99.31	-0.36%	0.18%	0.18%	2.35%	1.47%	Mar-19

Quarterly update, Q3 2020

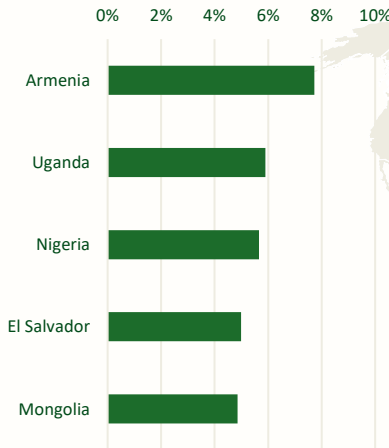
# Portfolio overview

## Historical financial performance

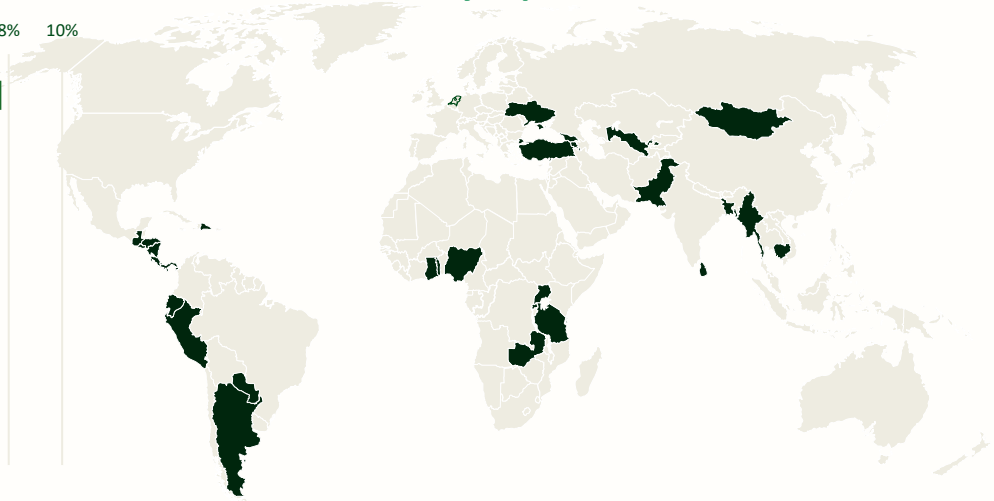
B class (EUR) – including dividends



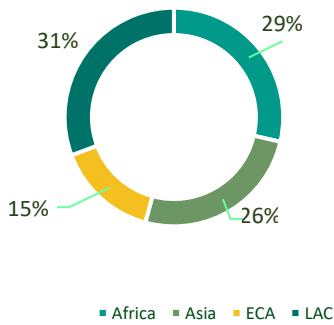
## Top 5 countries



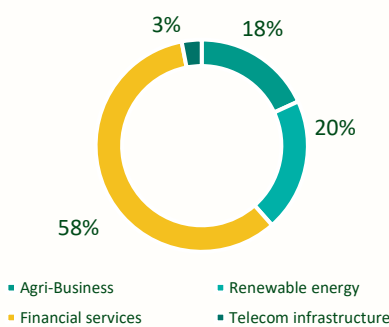
## Country exposure



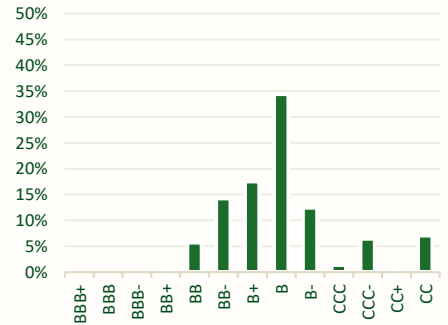
## Region



## Sector



## Credit rating\*



## 10 largest investments

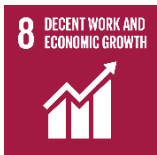
Company name	Sector	Land	Date	\$ exposure
1 Access Bank Plc	Financial Services	Nigeria	September 2018	5,875,000
2 ECOM	Agri-Business	Global	July 2017	5,013,636
3 Hamkorbank	Financial Services	Uzbekistan	October 2019	4,000,000
4 Xac Bank	Financial Services	Mongolia	February 2020	4,000,000
5 TBC Bank	Financial Services	Georgia	September 2017	3,750,000
6 Fedecredito	Financial Services	El Salvador	January 2020	3,500,000
7 Zephyr Power	Renewable Energy	Pakistan	November 2019	3,352,543
8 Exim Bank Tanzania Limited	Financial Services	Tanzania	January 2020	3,111,111
9 DFCU Bank	Financial Services	Uganda	October 2019	3,107,143
10 Access Bank Ghana	Financial Services	Ghana	October 2018	3,000,000

\*Credit rating is based on FMO's methodology, which has been validated by Moody's

# Impact report

Below is an overview of the contribution the current Fund portfolio is expected to make with the current portfolio. The results are always calculated by taking into account the ratio between the funding from the FMO Privium Impact Fund and the total value of the company or project. Only the share attributable to the Fund is reported. For a more detailed descriptions we refer to the website of FMO unless otherwise stated:

[www.fmo.nl/impact/how-we-measure-impact](http://www.fmo.nl/impact/how-we-measure-impact)



**100%**  
=

Private business activity, investment and innovation are major drivers of productivity, inclusive economic growth and job creation. SDG 8 calls for promoting economic growth that is a) sustained, b) inclusive and c) sustainable; and employment that is a) full, b) productive and c) decent.

All investments in our portfolio are considered to contribute to SDG 8.

Impact is measured e.g. via the jobs supported indicator as stated below.



**40.0%**  
▲ 1.0%

Investments which contribute to SDG 10 have received a Reducing Inequalities label. This label is applied via two tracks: 1) financing inclusive business that reduce inequalities within countries (e.g. investments made specifically in support of gender equality or smallholders) by expanding access to goods, services and/or increase livelihood opportunities on a commercially viable basis to people at the Base of the Pyramid by making them part of the companies' value chain of suppliers, distributors, retailers or customers; and 2) all investments made in low income countries.



**31.0%**  
▲ 1.0%

Investments which receive a Green label contribute positively towards SDG 13. This includes finance to projects that reduce greenhouse gas emissions, increase resource efficiency, preserve and grow natural capital, support climate mitigation and climate adaptation. Impact data is presented as avoided GHG emissions in eq of tons CO<sub>2</sub> and emissions scope 3.



**43,637**

## Number of Supported Jobs

This indicator comprises two components:

- 1) The number of employees (FTEs) working at the company – a figure that's relatively easy to come by via the annual reports;
- 2) Indirect jobs created – this is based on an estimate based on the outcome of FMO's Joint Impact Model ([JIM](#)). This is an input-output model in which the estimated impact of the investment on the chain is modelled. Together, these components form the outcome of the number of jobs supported.



**144,277**  
tCO<sub>2</sub>eq

## Avoided CO<sub>2</sub> emissions

The greenhouses gas emissions avoided are calculated as the company's or project's anticipated CO<sub>2</sub> emissions compared against the most likely alternative. The required data is taken from independently verified documentation and is calculated as tons of CO<sub>2</sub> equivalents per year.

**478,126**  
tCO<sub>2</sub>eq

## Scope 3: financed emissions

This number indicates the green house gas emissions equivalent of tCO<sub>2</sub> measured for all investments in our portfolio according to the methodologies of the Partnership for Carbon Accounting Financials ([PCAF](#)).

## Key characteristics

<b>Investment methodology</b>	Investors get exposure to the private loans that are originated by FMO and provided to selected projects and companies in developing countries.
<b>Investable sectors</b>	<ul style="list-style-type: none"> <li>• Agri-business; theme's are food and water</li> <li>• Renewable energy</li> <li>• Financial services</li> <li>• Telecom Infrastructure</li> </ul>
<b>Target return</b>	2% to 4% per annum
<b>Launch date</b>	20 June 2016
<b>Fund domicile</b>	The Netherlands
<b>Fund type</b>	Fund for joint account (FGR)
<b>Fund Manager</b>	Privium Fund Management B.V.
<b>Fund advisor</b>	FMO Investment Management B.V.
<b>Subscriptions / redemptions</b>	Monthly
<b>Subscription notice</b>	Before the 24th of the prior month
<b>Redemption notice</b>	1 month (a 2% Fund level redemption gate may apply)
<b>Administrator</b>	Circle Investments Support Services B.V.
<b>AIFMD Depositary</b>	CACEIS S.A.
<b>Auditor</b>	Ernst & Young Accountants LLP
<b>Legal and tax advisor</b>	Jones Day
<b>Websites</b>	<a href="http://www.priviumfund.com/Funds">www.priviumfund.com/Funds</a> and <a href="http://www.fmopriviumimpactfund.nl">www.fmopriviumimpactfund.nl</a>

Class	ISIN	Bloomberg		Minimum investment	Annual dividend (part of target return)	Launch date	Management fee	Only available for
A	NL0011765904	FPIFAUA NA	USD	100.-	Not applicable	Jun-2016	0.90%	PSIF
B – A	NL0013691314	FPIFBAE NA	EUR	100.-	Not applicable	Nov-2019	0.98%	Seed investor
B – D	NL0011765912	FPIFBED NA	EUR	100.-	2%	Jul-2016	0.98%	Seed investor
F	NL0012135750	FPIFFEA NA	EUR	1,000.-	Not applicable	Mar-2017	0.98%	FMO employees
I – A	NL0012818223	FPIFIEA NA	EUR	1,000.-	Not applicable	Aug-2018	1.15%	NL, CH, ES, LU, UK, FR
I – D	NL0012939029	FPIFIDE NA	EUR	1,000.-	2%	Aug-2018	1.15%	NL, CH, ES, LU, UK, FR
U – A	NL0013380173	FPIFUUA NA	USD	1,000.-	Not applicable	Mar-2019	1.15%	NL, CH, ES, LU, UK, FR
U – D	NL0013380181	FPIFUDU NA	USD	1,000.-	2%	Mar-2019	1.15%	NL, CH, ES, LU, UK, FR

### About the Fund Manager

Privium Fund Management B.V. ('Privium') is a Dutch Fund manager. Privium is regulated by the Dutch Authority for the Financial Markets ([www.afm.nl](http://www.afm.nl)) and the Dutch central bank ([www.dnb.nl](http://www.dnb.nl)). Privium is part of a group of companies with Fund management activities in Amsterdam, London and Hong Kong. Privium manages a range of alternative investment Funds.

### About the Fund Advisor

FMO Investment Management BV ('FMO IM') is a Dutch investment advisor and is fully owned by the Dutch development bank FMO NV. FMO IM advises the Fund Manager about the loan portfolio. All loans that are advised to the Fund Manager have been approved by FMO NV and FMO NV is an investor in all of the loans. The strategy of FMO IM is to improve the scalability of impact investing by providing investors access to the sustainable investments from FMO's in developing countries.

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