



Fund developments Q2 2023

New participations

This quarter the Fund made five investments for a total amount of USD 6.7 million.

An additional participation (USD 1 mln) for the Fund was in a loan to [Al Husainiyah](#). The funding will be used to develop, construct and operate a 50MW PV solar project in Jordan. Power offtake will be under a 20-year PPA by the National Electricity Power Company under a full Ministry of Finance Government Guarantee. The loan received a 100% SDG 13 (Climate Action) label and contributes in full to SDG 8.

A second additional participation of USD 700.000 was made in a loan to [Bank of Georgia](#), one of the largest privately owned banks in Georgia. By financing the bank and improving the capital base, it is able to extend scarce financing and development of the SME-sector in Georgia and is expected to create additional jobs in the country. The loan contributes in full to SDG 8.

Thirdly, a participation of USD 3.4 mln was made in a loan to [Ulusoy](#) in Turkey. This company is one of the largest wheat-flour milling companies in Turkey. It sells flour domestically and for export to Middle East, Africa, and Asia. This participation supports the business growth of Ulusoy by further improving flour milling capacity and local marketing and distribution network. The transaction contributes to providing food security in less developed markets (such as the Middle East, Africa and Asia) and decent work & economic growth through employment opportunities in rural provinces of Turkey. The loan contributes in full to SDG 8.

A fourth participation was made of USD 600.000 to [I&M Bank](#) in Rwanda. The bank is one of the top 3 commercial banks in Rwanda and it provides financial services to corporates, SMEs and retail customers. The loan will be used for general purposes and provides the opportunity to support green financing for the first time in Rwanda. The loan received a 40 % SDG 13 label, a 100% SDG 10 (Reducing Inequalities) label, and fully contributes to SDG 8.

Overview

Fund Net Asset Value (NAV) in USD		157,237,456
Number of loans of the portfolio		71
Average exposure per loan (in USD)		1,921,972
Average maturity of the loans (years)		5.14
Average interest margin of the portfolio (bps)		465
Number of countries		34
Total number of loans in the portfolio, since launch		122
Total exposure in FMO loans		141,306,801
Total provision on the loans in the portfolio		8,181,830
Percentage of loans in the portfolio denominated in USD		95%

Return (including dividend payments, where applicable). Past performance does not predict future performance. Data is retrieved from the Administrator.

Class	FX	NAV	Monthly return	Year to date	From the start	2022	2021	2020	2019	2018	2017	2016	Start date
A	USD	128.65	1.00%	4.21%	28.65%	2.43%	4.64%	1.75%	3.28%	3.88%	3.89%	1.56%	Jun-16
B – A	EUR	107.24	0.85%	3.19%	7.24%	0.68%	3.80%	0.19%	-0.75%				Nov-19
B – D	EUR	98.31	0.84%	3.18%	12.17%	0.68%	3.78%	0.18%	0.35%	1.20%	2.13%	0.99%	Jul-16
F	EUR	111.69	0.85%	3.19%	11.69%	0.68%	3.80%	0.19%	0.33%	1.21%	1.80%		Mar-17
I – A	EUR	107.68	0.84%	3.14%	7.68%	0.58%	3.70%	0.06%	0.21%	-0.17%			Aug-18
I – D	EUR	97.38	0.83%	3.13%	7.13%	0.58%	3.67%	0.04%	0.22%	-0.17%			Aug-18
U – A	USD	115.08	0.98%	4.07%	15.08%	2.15%	4.38%	1.50%	2.17%				Mar-19
U – D	USD	105.13	0.97%	4.06%	14.30%	2.13%	4.35%	1.48%	2.17%				Mar-19

A fifth additional participation of USD 1 mln was made to Agri Commodities & Finance ([ACF](#)). ACF is the main trading company of ETC Group (“ETG”), a large and diversified agricultural commodity trader and supply chain manager with most of its footprint in Africa. The loan will supply ETG with sufficient liquidity to continue its operations, maintain employment and continue its support for farmers across Africa. A considerable share of ACF’s sourcing comes from the Least-Developed Countries. The loan received a 100% SDG 10 label and fully contributes to SDG 8.

Other portfolio developments

During this second quarter three participations were fully repaid. These were loans to DFCU Bank Limited in Uganda, One Bank Limited in Bangladesh, and Araratbank in Armenia.

The bi-annual Loan Impairment Investment Risk Committee meeting was held this quarter in combination with client reviews, leading to several impairment adjustments. One participation in the Energy sector was provisioned, mainly due to financial challenges at the state offtaker. Another participation in the Energy sector received a higher provision due to developments in the restructuring process.

There were also positive adjustments in provisioning levels for various participations. The net effect of all changes in provisions was positive for the Fund.

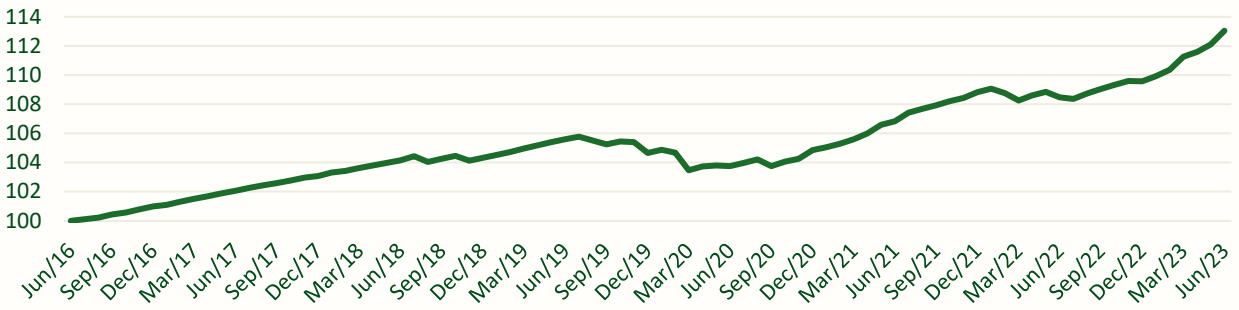
Annual report available

The [2022 annual report](#) for the Fund is available. Here you can find more detail on last year’s impact results and other developments.

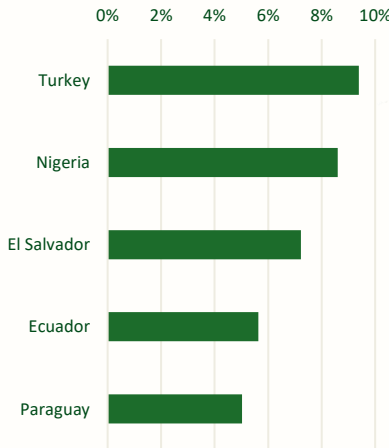
Portfolio overview

Historical financial performance

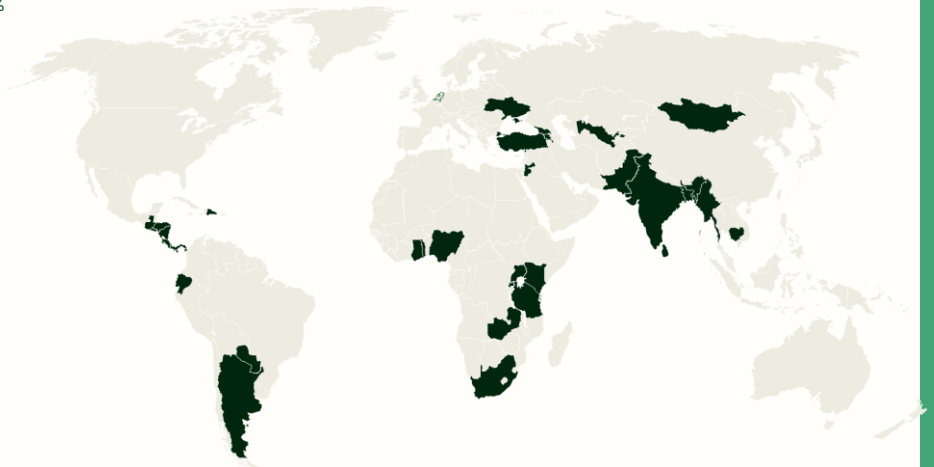
B class (EUR) – including dividends



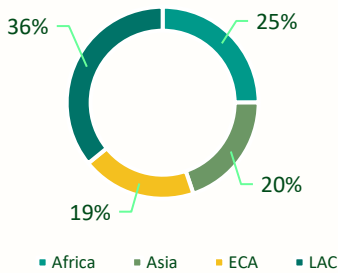
Top 5 countries



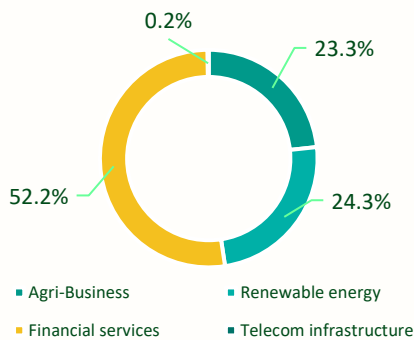
Country exposure



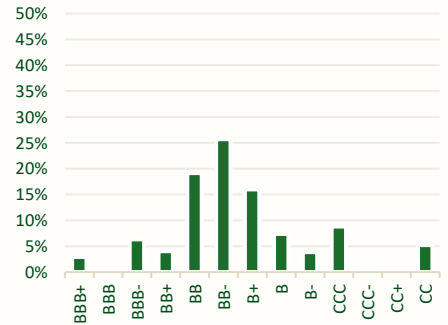
Region



Sector



Credit rating*



10 largest investments

Company name	Sector	Country	Date	\$ exposure
1 AK Lease	Financial Services	Turkey	January 2023	4,363,600
2 First City Monument Bank	Financial Services	Nigeria	February 2022	4,000,000
3 Access Bank Plc. Nigeria	Financial Services	Nigeria	September 2018	4,000,000
4 Banco de la Produccion	Financial Services	Nicaragua	January 2019	4,000,000
5 Agri Commodities Finance	Agribusiness	Global	June 2023	4,000,000
6 Agrofertil SA	Agribusiness	Paraguay	January 2023	4,000,000
7 Al Husainiyah Power Generation	Renewable Energy	Jordan	February 2023	3,922,994
8 JSC Bank of Georgia	Financial Services	Georgia	April 2023	3,900,000
9 Polaris Energy	Renewable Energy	Nicaragua	March 2022	3,745,914
10 LAAD AMERICAS	Financial Services	Curaçao	June 2021	3,600,000

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

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



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.



36%

Q4	Q1
37%	37%

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.



40%

Q4	Q1
39%	40%

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 CO₂ and emissions scope 3.



10,230

Q4	Q1
10,968	10,639

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.



37,627

Q4	Q1
39,274	39,275

Avoided CO₂ emissions

The greenhouses gas emissions avoided are calculated as the company's or project's anticipated CO₂ emissions compared against the most likely alternative. The required data is taken from independently verified documentation and is calculated as tons of CO₂ equivalents per year.

90,138

Q4	Q1
90,750	88,295

Financed emissions

This number indicates the green house gas emissions equivalent of tCO₂ measured for all investments in our portfolio according to the methodologies of the Partnership for Carbon Accounting Financials (PCAF).

Risks:

The investments made by the Fund carry several risk factors. The most important risks are listed below. See the Prospectus for a more detailed overview of the risk factors. Illiquidity risks may arise as all or some of the Fund's Investments may be in assets which are illiquid or may become illiquid under certain market conditions at traditional markets. Next to that, there is economic risk as many of the countries where borrowers are active are subject to a greater degree of economic, political and social instability than other, more developed countries. Due to inflation, the relative value of Units may decline. The Fund will not specifically hedge inflation risk. Counterparty risk for the Fund entails the risk of the inability or refusal of dealers, brokers, custodians, payment or clearing institutions, principals or other service providers or other counterparties to its transactions, including but not limited to FMO, to perform or to perform in time under such services or transactions.

Investment methodology	Investors acquire Units in the Fund. The Fund gets exposure to the private loans that are originated by FMO and provided to selected projects and companies in developing countries.
Investable sectors	<ul style="list-style-type: none"> • Agri-business; themes are food and water • Renewable energy • Financial services • Telecom Infrastructure
Target return	2% to 4% per annum
SFDR	Article 9
Launch date	20 June 2016
Fund domicile	The Netherlands
Fund type	Fund for joint account (FGR). The Fund is actively managed and does not use a benchmark index.
Fund Manager	Privium Fund Management B.V.
Fund advisor	FMO Investment Management B.V.
Subscriptions / redemptions	Monthly
Subscription notice	Before the 25th of the prior month
Redemption notice	1 month (a 2% Fund level redemption gate may apply)
Administrator	Bolder Fund Services (Netherlands) B.V.
AIFMD Depositary	CACEIS S.A.
Auditor	Ernst & Young Accountants LLP
Legal and tax advisor	Jones Day
Websites	www.priviumfund.com/funds and www.fmopriviumimpactfund.nl

Class	ISIN	Bloomberg	FX	Minimal investment	Yearly dividend (part of target return)	Management fee	Ongoing charges figure	Only available for
A	NL0011765904	FPIFAUA NA	USD	100,-	Nvt	0,90%	1.13%	PSIF
B – A	NL0013691314	FPIFBAE NA	EUR	100,-	Nvt	0,98%	1.21%	Seed investor
B – D	NL0011765912	FPIFBED NA	EUR	100,-	2%	0,98%	1.21%	Seed investor
F	NL0012135750	FPIFFEA NA	EUR	1.000,-	Nvt	0,98%	1.21%	FMO employees
I – A	NL0012818223	FPIFIEA NA	EUR	1.000,-	Nvt	1,15%	1.38%	NL, CH, ES, LU, UK, FR
I – D	NL0012939029	FPIFIDE NA	EUR	1.000,-	2%	1,15%	1.38%	NL, CH, ES, LU, UK, FR
U – A	NL0013380173	FPIFUAU NA	USD	1.000,-	Nvt	1,15%	1.38%	NL, CH, ES, LU, UK, FR
U – D	NL0013380181	FPIFUDU NA	USD	1.000,-	2%	1,15%	1.38%	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) and the Dutch central bank (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.

Contact

Mark Baak, Privium Fund Management B.V.

T: +31 20 46 26 644

E: mbaar@priviumfund.com

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.

Jenny Overman, Privium Fund Management B.V.

T: +31 20 46 26 644

E: joverman@priviumfund.com

Disclaimer (Swiss investors should refer to the next page for more information):

Do not run any unnecessary risk. Read the Key Information Document and the Prospectus. This communication is neither an offer to sell nor a solicitation to invest. The value of investments and any income generated may go down as well as up and is not guaranteed. Privium Fund Management B.V. is authorized and regulated by the Dutch Authority for the Financial Markets (www.afm.nl) as an Alternative Investment Fund Manager. The Fund and its manager, Privium Fund Management B.V., are held in the register of Dutch Authority for the Financial Markets.

The prospectus of the Fund and the Key Information Document can be downloaded via the manager's website, www.priviumfund.com. The performance overviews shown in this communication have been carefully composed by Privium Fund Management B.V. No rights can be derived from this communication.

Disclaimer Swiss Investors

This is an advertising document. The state of the origin of the fund is the Netherlands. In Switzerland, this document may only be provided to qualified investors within the meaning of art. 10 para. 3 and 3ter CISA.

In Switzerland, the representative is ACOLIN Fund Services AG, succursale Genève, 6 cours de Rive, 1204 Geneva, Switzerland, whilst the paying agent is Banque Héritage SA, Route de Chêne 61, CH-1208 Geneva, Switzerland. The basic documents of the fund as well as the annual and, if applicable, semi-annual report may be obtained free of charge from the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.