



## DECEMBER HIGHLIGHTS

For the month of December, the Fund recorded a performance of **27 bps**. The cumulative Fund performance over the past 12 months was 2.80%.

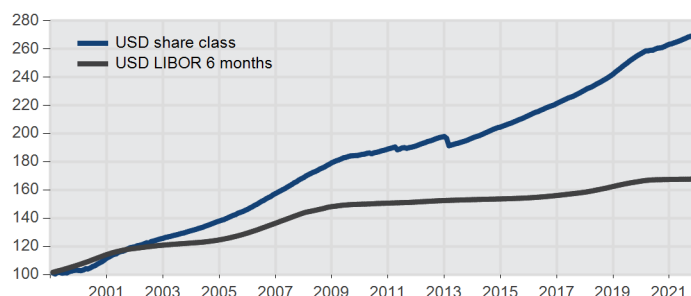
December marked a record in the Fund's history in terms of monthly disbursements. Total disbursements amounted to a total of USD 176 million across 16 countries, namely Bolivia, Bosnia Herzegovina, Brazil, Cambodia, Eswatini, Georgia, India, Kenya, Mexico, Mongolia, North Macedonia, Panama, Romania, Serbia, Uzbekistan, and Vietnam, with Eswatini being a new addition to BOMF's portfolio. The Fund's outreach includes 162 financial institutions across 55 countries, and the average exposure per institution is USD 12.7 million. The weighted average life of the portfolio remains stable and in line with the strategy at 21 months.

The economic climate was again dominated by two main topics: The ongoing evolution of the Covid-19 pandemic environment as well as inflation expectations with the Fed announcing a faster pace tapering.

## PERFORMANCE

Net Asset Value (NAV) in USD	<b>2,704,073,346</b>		
	USD	EUR	SEK
Share Value (Class H Shares)	<b>11,675.26</b>	<b>10,792.61</b>	<b>10,917.17</b>
Monthly return	<b>0.27%</b>	<b>0.13%</b>	<b>0.11%</b>
Return on investment YTD	<b>2.80%</b>	<b>1.96%</b>	<b>2.37%</b>
Since inception (annualized)	<b>4.03%</b>	<b>1.97%</b>	<b>2.27%</b>
Since inception (total return)	<b>16.75%</b>	<b>7.93%</b>	<b>9.17%</b>
Inception date Class H	<b>Jan 18</b>	<b>Jan 18</b>	<b>Jan 18</b>

## PERFORMANCE HISTORY <sup>1) 2)</sup>



## MONTHLY PERFORMANCE

	Jan 21	Feb 21	Mar 21	Apr 21	May 21	Jun 21	Jul 21	Aug 21	Sep 21	Oct 21	Nov 21	Dec 21
USD share class	0.13%	0.24%	0.21%	0.25%	0.23%	0.30%	0.24%	0.31%	0.19%	0.19%	0.20%	0.27%
EUR share class*	0.06%	0.18%	0.13%	0.18%	0.16%	0.25%	0.17%	0.25%	0.13%	0.14%	0.15%	0.13%
SEK share class*	0.10%	0.21%	0.18%	0.21%	0.19%	0.29%	0.20%	0.28%	0.17%	0.18%	0.21%	0.11%

\* Hedged against USD

## ANNUAL PERFORMANCE <sup>1)</sup>

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021*
USD share class	1.18%	3.48%	-0.54%	3.95%	4.00%	4.00%	4.31%	4.87%	6.04%	2.57%	2.80%
USD LIBOR 6 months	0.51%	0.68%	0.41%	0.34%	0.49%	1.06%	1.47%	2.50%	2.32%	0.69%	0.20%
EUR share class	1.54%	3.03%	-0.94%	3.90%	3.54%	2.49%	1.97%	1.89%	2.94%	1.14%	1.96%
EUR LIBOR 6 months	1.59%	0.74%	0.25%	0.27%	0.05%	-0.17%	-0.28%	-0.32%	-0.36%	-0.38%	-0.54%
SEK share class	3.05%	4.96%	0.30%	4.34%	3.30%	2.37%	2.21%	1.96%	3.19%	1.60%	2.37%
SEK deposit 6 months	2.35%	1.99%	1.19%	0.65%	-0.15%	-0.41%	-0.45%	-0.31%	0.02%	0.09%	-0.10%

\*YTD as of 31 December 2021.

## FUND FACTS

Average exposure per MFI (USD)	<b>12,792,143</b>
Weighted average life (years)	<b>1.75</b>
Weighted average interest rate duration (years)*	<b>0.30</b>
Number of countries	<b>55</b>
Number of MFIs	<b>162</b>
Number of loans outstanding	<b>336</b>
Cash & cash equivalents**	<b>13%</b>
Number of loans/tranches disbursed since inception	<b>1,750</b>

\*The low duration is due to the Fund hedging fixed rate loans by entering SWAP agreements which pay a floating rate of 6m Libor plus risk premium

\*\* Cash, money market and other assets

1) Performance history for Share Class H (in italics) is calculated using share class S track record until 31/01/2018. Share class S track record is actual since 01 Sep 2016. Until 31 Aug 2016, it is calculated using realized gross performance of share class P, net of current fees for Class S Shares; from 1 Feb 2018 effective net performance of Class H Shares

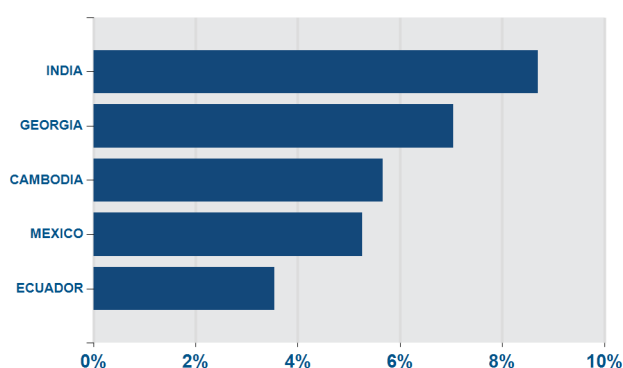
2) Since fund inception 18 Sept 1998

## FUND STATISTICS <sup>1) 2)</sup>

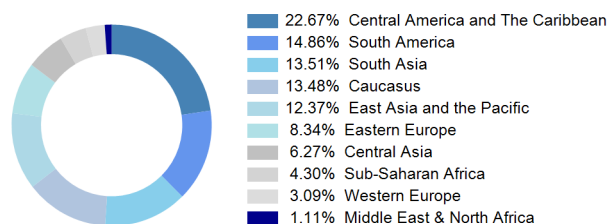
Annualized return	<b>4.36%</b>
Average monthly return	<b>0.36%</b>
Best month (Dec 2000)	<b>1.23%</b>
Worst month (Feb 2013)	<b>-2.67%</b>
Volatility	<b>1.07</b>
Sharpe Ratio (risk-free rate of 2.1%)	<b>2.09</b>
Correlation with MSCI World	<b>-0.05</b>
Correlation with JPM EMBI Global	<b>0.08</b>
Correlation with 6-month USD Libor Index	<b>0.41</b>



## TOP 5 COUNTRIES (AS % OF TOTAL ASSETS)



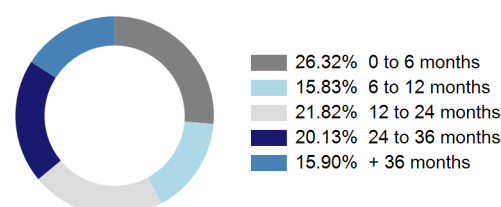
## EXPOSURE BY REGION (AS % OF MFI PORTFOLIO)



## TOP 5 HOLDINGS (AS % OF TOTAL ASSETS)

TBC BANK	Georgia	2.59%
JSC CREDIT BANK	Georgia	2.47%
PROCREDIT BANK SERBIA	Serbia	1.71%
UNIFIN	Mexico	1.65%
HATTHA BANK PLC	Cambodia	1.62%

## EXPOSURE BY MATURITY (AS % OF TOTAL ASSETS)



## HIGHLIGHT PORTFOLIO

Microfinance Organisation KMF ("KMF") was founded in 1997 and is today the largest Microfinance Institution (MFI) in Kazakhstan with around 31% market share. Due to its extensive client outreach, KMF plays an essential role in providing access to responsible financial services to a population that is still largely excluded. Close to 70% of KMF's borrowers live in rural areas and earn their living through agriculture and trade activities. Around 92% of the institution's loans are used for productive purposes and amount on average to USD 1,557. The institution is the first MFI outside Latin America having been awarded a "AA-" social rating from MFR.

## SOCIAL PERFORMANCE INDICATORS\*

Total # of microentrepreneurs reached by MFIs in the portfolio	32,130,423
# of microentrepreneurs reached by funding provided by BOMF	1,196,472
# of loan officers	108,177
% of rural clients	56%
% of female clients	78%
% of individual lending	83%
% of group lending	17%
Average loan size to microentrepreneurs	
Simple average across MFIs in USD	30,598
Median across MFIs in USD	3,371

\*Data based on the latest available data from MFIs in the portfolio. Includes some estimates by BlueOrchard

## CONTRIBUTION TO THE SDGs\*



\*Sustainable Development Goals of the United Nations

## MFI FINANCIAL INDICATORS\*\*

Asset growth (last 12 months)	8.85%
Portfolio growth (last 12 months)	10.06%
Return on assets (ROA) (last 12 months)	1.25%
Return on equity (ROE) (last 12 months)	8.67%
Portfolio at risk 30 days (PAR 30)	4.38%
Write-offs (last 12 months)	1.54%
Debt/equity ratio	5.26x

\*\*Data presented are medians across MFIs in the portfolio for period ending the 30 September 2021 from unaudited management reports as provided by MFIs. Data based on the latest available data in local currency from MFIs.

<b>Investment Manager</b>	BlueOrchard Finance Ltd	<b>Fund inception</b>	18-Sep-98	<b>Subscriptions</b>	Monthly, 30 days notice	<b>Currency</b>	ISIN
<b>Custodian &amp; TA</b>	Banque de Luxembourg & European Fund Administration S.A., Luxembourg	<b>Base currency</b>	USD	<b>Redemptions</b>	Monthly, 30 days notice	<b>USD</b>	LU1697011721
<b>Fund Structure</b>	SICAV Luxembourg, part II	<b>Income</b>	Reinvested	<b>Min subscription</b>	Equivalent of USD 10,000	<b>EUR</b>	LU1697012026
		<b>Management Fee</b>	1.2% p.a.	<b>TER</b>	1.15% (as of 30/06/2021)	<b>SEK</b>	LU1697011994

The fund has the objective of sustainable investment within the meaning of Article 9 of Regulation (EU) 2019/2088 on Sustainability-related Disclosures in the Financial Services Sector (the "SFDR")



**For additional information, please contact:**

BlueOrchard Finance Ltd. Business Development:



[investor@blueorchard.com](mailto:investor@blueorchard.com)



+41 44 441 55 51

This document is intended only for professional investors and provided for marketing reasons. It has been prepared by BlueOrchard Finance Ltd. ("BOF") and is intended for information purposes only. It is not a solicitation, or an offer for the purchase or sale of any financial instrument. This document is not intended to provide and should not be relied on for accounting, legal or tax advice, or investment recommendations. It is not to be seen as investment research and it was not prepared in accordance with legal requirements to advertise independence of investment research. It is not subject to any prevention on dealing ahead of the dissemination of investment research. Certain services and products are subject to legal and regulatory provisions and may therefore not be offered in your jurisdiction on an unrestricted basis. By no means the information provided in this document aimed at persons who are residents of any country where the product mentioned herein is not registered or approved for sale or marketing or in which dissemination of such information is not permitted. Persons who are not qualified to obtain such publication are kindly requested to discard it or return it to the sender. BOF accepts no liability arising from the use of this document, be it directly or indirectly. No representation or warranty, express or implied, is given for any information or opinion contained herein or for any errors or omissions. Any past performance mentioned in this document is not a guide to future performance and may not be repeated. All investments involve risks including the risk of possible loss of principal. The representative in Switzerland is 1741 Fund Solutions AG, Burggraben 16, 9000 St. Gallen. The paying agent in Switzerland is Bank Tellco AG, Bahnhofstrasse 4, 6430 Schwyz. Unless otherwise indicated, all figures are unaudited. This document may not be distributed further to third parties. Copyright © 2021 BlueOrchard Finance Ltd. All rights reserved.