



DECEMBER HIGHLIGHTS

For the month of December, the Fund recorded a performance of **26 bps**. The cumulative Fund performance over the past 12 months was 2.58%.

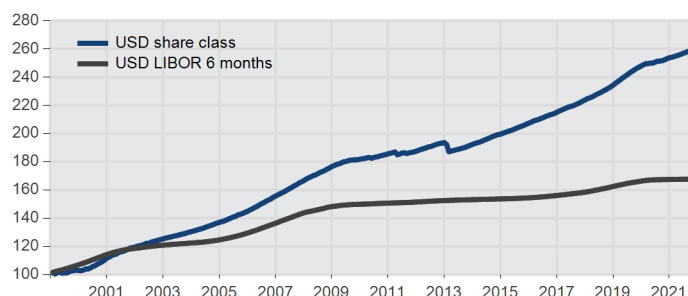
December marked a record in the Fund's history in terms of monthly disbursements. Total disbursements amounted to a total of USD 176 million across 16 countries, namely Bolivia, Bosnia Herzegovina, Brazil, Cambodia, Eswatini, Georgia, India, Kenya, Mexico, Mongolia, North Macedonia, Panama, Romania, 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 | 2,704,073,346 | | |
| | USD | EUR | CHF |
| Share Value (Class I Shares) | 13,631.91 | 12,051.36 | 11,633.17 |
| Monthly return | 0.26% | 0.11% | 0.09% |
| Return on investment YTD | 2.58% | 1.75% | 1.52% |
| Since inception (annualized) | 3.86% | 2.31% | 1.87% |
| Since inception (total return) | 36.32% | 20.51% | 16.33% |
| Inception date Class I | Oct 13 | Oct 13 | Oct 13 |

PERFORMANCE HISTORY ^{1) 2)}



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 | 0.11% | 0.22% | 0.19% | 0.23% | 0.21% | 0.28% | 0.22% | 0.29% | 0.17% | 0.18% | 0.18% | 0.26% |
| EUR share class* | 0.04% | 0.17% | 0.12% | 0.16% | 0.15% | 0.24% | 0.15% | 0.23% | 0.11% | 0.13% | 0.13% | 0.11% |
| CHF share class* | 0.03% | 0.14% | 0.10% | 0.13% | 0.13% | 0.22% | 0.13% | 0.21% | 0.10% | 0.11% | 0.11% | 0.09% |

* Hedged against USD

ANNUAL PERFORMANCE ¹⁾

| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021* |
|--------------------|-------|-------|--------|-------|--------|--------|--------|--------|--------|--------|--------|
| USD share class | 1.00% | 3.28% | -0.67% | 3.78% | 3.87% | 3.76% | 4.02% | 4.67% | 5.82% | 2.37% | 2.58% |
| 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 | 1.37% | 2.84% | -1.06% | 3.71% | 3.30% | 2.35% | 1.75% | 1.68% | 2.73% | 0.94% | 1.75% |
| 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% |
| CHF share class | 0.29% | 2.58% | -1.19% | 3.39% | 2.28% | 1.74% | 1.41% | 1.35% | 2.32% | 0.61% | 1.52% |
| CHF LIBOR 6 months | 0.18% | 0.15% | 0.08% | 0.07% | -0.68% | -0.67% | -0.66% | -0.66% | -0.68% | -0.66% | -0.72% |

*YTD as of 31 December 2021

FUND FACTS

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

*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 Class I Shares (in italics) is calculated using realized gross performance of Class P Shares, net of current fees for Class I Shares (until 31 Oct 2013); from 1 Nov 2013 effective net performance of Class I Shares

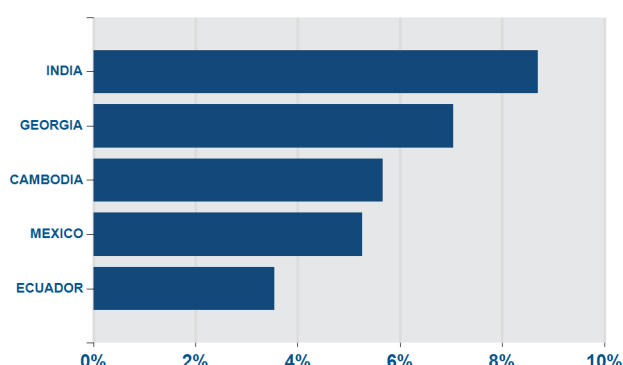
²⁾ Since fund inception 18 Sept 1998

FUND STATISTICS ^{1) 2)}

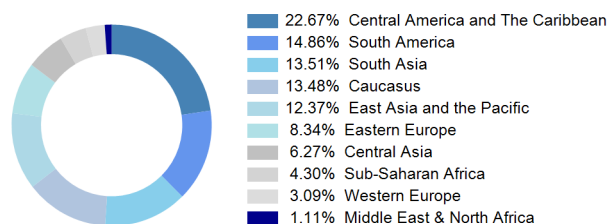
| | |
|--|---------------|
| Annualized return | 4.18% |
| Average monthly return | 0.34% |
| Best month (Dec 2000) | 1.23% |
| Worst month (Feb 2013) | -2.68% |
| Volatility | 1.07 |
| Sharpe Ratio (risk-free rate of 2.1%) | 1.93 |
| Correlation with MSCI World | -0.05 |
| Correlation with JPM EMBI Global | 0.09 |
| Correlation with 6-month USD Libor Index | 0.42 |



TOP 5 COUNTRIES (AS % OF TOTAL ASSETS)



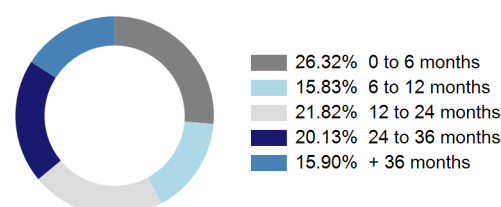
EXPOSURE BY REGION (AS % OF MFI PORTFOLIO)



TOP 5 HOLDINGS (AS % OF TOTAL ASSETS)

| | | |
|-----------------------|----------|-------|
| TBC BANK | Georgia | 2.59% |
| JSC CREDO 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.

| | | | | | | | |
|---------------------------|--|-----------------------|-------------------|-------------------------|--------------------------|-----------------|-------------------|
| Investment Manager | BlueOrchard Finance Ltd | Fund inception | 18 September 1998 | Subscriptions | Monthly, 1 day notice | Currency | ISIN |
| Custodian & TA | Banque de Luxembourg & European Fund Administration S.A., Luxembourg | Base currency | USD | Redemptions | Monthly, 90 days notice | USD | LU0973079543 |
| Fund Structure | SICAV Luxembourg, part II | Income | Reinvested | Min subscription | USD/EUR/CHF 5'000'000 | EUR | LU0973080392 |
| | | Management Fee | 1.2% p.a. | TER | 1.35% (as of 30/06/2021) | CHF | LU0973079972 |
| | | | | | | USD | LU2407031496 DIS* |

*Distribution classes are identified by "DIS" following their class name. For DIS classes, income arising in respect of income shares will be paid out annually in the form of dividends. The distribution policy of each Class within each Sub-Fund is set out in the Prospectus and Key Investor Information Document of the Fund.

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")



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