

Secured Income Fund Plc



Factsheet | 31 October 2020

Investment Objective

The Secured Income Fund Plc is designed to provide shareholders with attractive risk-adjusted returns predominantly through investment in a range of SME loan assets and secured lending opportunities, diversified by way of asset class, geography and structure.

Key Benefits

1. Diversified exposure to SME borrowers across key markets in the UK, Europe and USA
2. Targeted annual dividend of 7p per share paid quarterly and as loans mature or are refinanced.
3. Lending against business critical assets providing downside protection

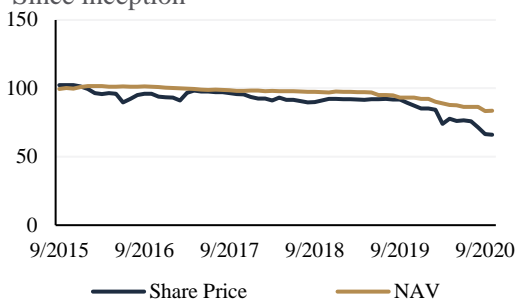
Fund Information

Key facts

Market Capitalisation	£34.8m
Share Price	66.00p
NAV	£44.1m
NAV per share	83.68p
Premium / (Discount)	-21.1%
Gearing	None
Management Fees²	0.75%
Ongoing charges	2.0%
Ticker	SSIF:LN
ISIN	GB00BYMK5S87

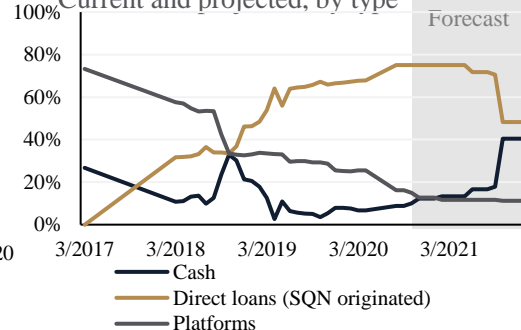
Share Price Performance

Since inception



Portfolio Exposure

Current and projected, by type



Performance¹

Total return, cum income, %

To 31/10/2020	SI	3y	1y	6m
Share price	-0.61	-3.33	-16.46	-7.83
NAV	4.25	2.91	-0.16	1.95

¹ Annualised for periods longer than one year.

12M discrete	31/10/2016 – 31/10/2017	31/10/2017 – 31/10/2018	31/10/2018 – 31/10/2019	31/10/2019 – 31/10/2020
Share price	7.18	1.89	6.12	-16.46
NAV	3.79	5.76	3.20	-0.16

² As per the resolution detailed in the Circular issued on 20th August 2020, the management fee reduced to 0.75% for 12 months from 18th September 2020.

Fund Portfolio³

Top 10 Holdings (%)

Direct Loan	22.66%
Co-investment	12.16%
Direct Loan	10.48%
Direct Loan	10.33%
Direct Loan	6.87%
Direct Loan	5.90%
Direct Loan	4.97%
Direct Loan	4.87%
Direct Loan	4.67%
Co-investment	3.58%
Total	86.49%

Total number of holdings 20

Average loan size £2.06m

Weighted average yield 9.61%

Portfolio exposure (%)

Direct Loans (KKV originated)	76.0	
Co-invested and solely owned debt	16.8	
Cash (incl. committed cash)	6.7	
Peer-to-peer / Crowdfunded	0.5	

Geographical breakdown (%)

UK	73.2	
US	11.6	
Europe	11.6	
Offshore Britain	3.6	

Maturity breakdown (%)

0-6 months	14.1	
6-18 months	27.1	
18-36 months	38.2	
>36 months	20.6	



Weighted average maturity 2.1 years

Currency breakdown

GBP	£32,339,000	73.1%
USD	\$9,339,000	16.3%
EUR	€5,235,000	10.6%

No currency hedging used⁴

³ Portfolio exposures are calculated as the present balance outstanding plus investment receivables less any impairment/ expected credit loss provision.

⁴ Please note currency hedging was removed during September 2020



Dawn Kendall
CIO & Lead Fund Manager

Dawn has 34 years' experience in financial services, including 25 years' experience managing fixed income portfolios at distinguished financial institutions, including in her role as Partner and Portfolio Manager at TwentyFour Asset Management, as CIO for IAM, a fund of hedge funds, and Portfolio Manager for The Codelouf Trust, a family office. Additionally, Dawn has held senior investment and management positions at Newton, Axa (Architas) and Investec Wealth. Dawn has a degree in European and English Law and an MBA.

October Investment Highlights

Updates from recipients of our direct loans have been positive with our wholesale loans reporting better trading activity and all borrowers have been meeting their debt obligations according to their documentation.

We continued to receive some sales and tax credit revenue from our film financing transactions and one borrower has recommenced amortisation after a brief payment holiday.

From January, our biggest single loan exposure will commence a twelve-month amortisation schedule and we will also begin receiving pay-down cash from our loan to a leasing company.

We have impaired accrued interest associated with a small legacy debt position and are in negotiation with them to reprofile their loan with the expectation of inclusion of either equity or warrants to compensate. We expect to have completed this by year end, if not soon into the new year.

We have announced a 5p dividend for October, payable on 23rd December and this continues to contribute to our commitment to return cash to investors in as timely and efficient way as possible. We expect to pay dividends quarterly but if we accumulate more cash in the interim, we will consider making additional distributions.

Please note, we no longer hedge our foreign exchange exposures and provide details of the USD and EUR allocations in the data provided in the factsheet to allow shareholders to consider their own hedging, if they so required.

Disclaimer:

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Secured Income Fund plc

Closed-ended Investment Company | **Listing:** London Stock Exchange Main Market Specialist Segment | **Domicile:** UK