

## PART 3 – THE COMPANY’S PROPOSED NEW INVESTMENT OBJECTIVES AND INVESTMENT POLICIES

### 1. Proposed New Ordinary Share Investment Objective and Investment Policy

It is proposed that, if the Proposals are approved, the Current Investment Objective and Investment Policy, as each applies to the Ordinary Shares, will each be deleted in their entirety and replaced with the New Ordinary Share Investment Objective and Investment Policy set out below.

(a) Investment Objective:

*The Ordinary Share Class will be managed with the intention of realising all remaining assets in the Ordinary Portfolio in a prudent manner consistent with the principles of good investment management and with a view to returning cash to Ordinary Shareholders in an orderly manner.*

(b) Investment Policy:

*The Company will pursue the investment objective of the Ordinary Share Class by effecting an orderly realisation of the assets of the Ordinary Share Class in a manner that seeks to achieve a balance between maximising the value received from those assets and making timely returns of capital to Ordinary Shareholders. This process might include sales of individual assets, mainly structured as loans and leases, or running off the Ordinary Portfolio in accordance with the existing terms of the assets, or a combination of both.*

*As part of the realisation process, the Group may also exchange existing debt instruments for equity or other securities where, in the opinion of the Board, the Group is unlikely to be able to otherwise realise such debt instruments or will only be able to realise them at a material discount to the outstanding principal balance of that debt instrument.*

*The Company, on behalf of the Ordinary Share Class, will cease to make any new investments or to undertake capital expenditure except where, in the opinion of both the Board and the Portfolio Manager:*

- *the investment is a follow-on investment made in connection with an existing asset held by the Ordinary Share Class in order to comply with the Group’s pre-existing obligations; or*
- *failure to make the follow-on investment may result in a breach of contract or applicable law or regulation by the Group; or*
- *the investment is considered necessary by the Board to protect or enhance the value of any existing investments of the Ordinary Share Class or to facilitate orderly disposals of assets held by the Ordinary Share Class.*

*Any cash received by the Company as part of the realisation process prior to its distribution to Ordinary Shareholders will be held by the Company, on behalf of the Ordinary Share Class, as cash on deposit and/or as cash equivalents.*

*The Company does not intend to undertake any new borrowings on behalf of the Ordinary Share Class, although the Company may borrow where, in the opinion of both the Board and the Portfolio Manager, an investment is considered necessary to protect or enhance the value of an existing investment of the Ordinary Share Class and the Company does not have the available equity capital to fund the investment. Any such borrowings are expected to be short-term and would be repaid following the realisation of assets with the Ordinary Portfolio.*

*Any material change to the New Ordinary Share Investment Objective and Investment Policy would require Ordinary Shareholder approval in accordance with the Listing Rules.*

## 2. Proposed New C Share Investment Objective and Investment Policy

It is proposed that, if the Proposals are approved, the Current Investment Objective and Investment Policy, as each applies to the C Shares, will each be deleted in their entirety and replaced with the New C Share Investment Objective and Investment Policy set out below.

(a) Investment Objective:

*The C Share Class will be managed with the intention of realising all remaining assets in the Portfolio in a prudent manner consistent with the principles of good investment management and with a view to returning cash to C Shareholders in an orderly manner.*

(b) Investment Policy:

*The Company will pursue the investment objective of the C Share Class by effecting an orderly realisation of the assets of the C Share Class in a manner that seeks to achieve a balance between maximising the value received from those assets and making timely returns of capital to C Shareholders. This process might include sales of individual assets, mainly structured as loans and leases, or running off the C Portfolio in accordance with the existing terms of the assets, or a combination of both.*

*As part of the realisation process, the Group may also exchange existing debt instruments for equity or other securities where, in the opinion of the Board, the Group is unlikely to be able to otherwise realise such debt instruments or will only be able to realise them at a material discount to the outstanding principal balance of that debt instrument.*

*The Company, on behalf of the C Share Class, will cease to make any new investments or to undertake capital expenditure except where, in the opinion of both the Board and the Portfolio Manager:*

- *the investment is a follow-on investment made in connection with an existing asset held by the C Share Class in order to comply with the Group's pre-existing obligations; or*
- *failure to make the follow-on investment may result in a breach of contract or applicable law or regulation by the Group; or*
- *the investment is considered necessary by the Board to protect or enhance the value of any existing investments of the C Share Class or to facilitate orderly disposals of assets held by the C Share Class.*

*Any cash received by the Company as part of the realisation process prior to its distribution to C Shareholders will be held by the Company, on behalf of the C Share Class, as cash on deposit and/or as cash equivalents.*

*The Company does not intend to undertake any new borrowings on behalf of the C Share Class, although the Company may borrow where, in the opinion of both the Board and the Portfolio Manager, an investment is considered necessary to protect or enhance the value of an existing investment of the C Share Class and the Company does not have the available equity capital to fund the investment. Any such borrowings are expected to be short-term and would be repaid following the realisation of assets with the C Portfolio.*

*Any material change to the New C Share Investment Objective and Investment Policy would require C Shareholder approval in accordance with the Listing Rules.*