

# Commercial Finance Opportunities

## Alternative Fixed Income Opportunities

July 2024

Dear Valued Investor,

Further to our last communication on 27 December 2023, we would like to take the opportunity to provide important updates and developments relating to: Premium Alternative S.A. (SICAV-SIF) – Commercial Finance Opportunities Sub-Fund (“CFO” or “the Fund”). We wish to make further updates regarding developments over the prior half-year period, for which approval remains pending with the regulator to the Fund, the Commission de Surveillance du Secteur Financier (“CSSF”).

### 1. Managed Sell Down – Regulatory Approval / Investor Approval – Status Update

The Fund wrote to Registered Shareholders in late December 2023 announcing the suspension of redemptions and subscriptions and the intention to seek approval from its scheme Regulator to change its operating mandate from absolute return to absolute liquidity (managed sell down).

While the Fund has engaged with its scheme Regulator throughout H1/2024, unfortunately it has yet to receive final approval. However, once this has been granted the Fund will provide a further update to Registered Shareholders.

The Fund is seeking scheme Regulator approval for the managed sell down process and intends to operate with semi-annual NAVs, focusing on absolute liquidity, initially prioritising post NAV redeemed creditors, then seniority will be given to redemptions submitted prior to 01 January 2024 pending final NAV for distributions and then equitable distributions to Registered Shareholders (via compulsory redemption). Additionally, a 30-month whole fund / portfolio liquidation window and a waiver of the concentration risk / portfolio diversification rule during this period is sought.

### 2. NAV Finalisation

During H1/2024, the Fund finalised all remaining 2023 monthly NAV cycles. However, since the Fund has yet to receive final approval on moving to a bi-annual NAV from its scheme Regulator, January 2024 to June 2024 NAV cycles are expected to be finalised during H2/2024.

With further NAVs being finalised, all redemptions with a final NAV will become post NAV redeemed creditors. As at 31/12/23, the Fund Net Asset Value was approximately GBP 72,442,481.

Premium Alternative S.A. (SICAV-SIF)  
**Commercial Finance Opportunities**

**Registered Office:**  
287-289 route d'Arlon, L-1150 Luxembourg, Grand Duchy of Luxembourg  
E: [info@prestigefunds.com](mailto:info@prestigefunds.com)  
[www.prestigecapitalmanagement.com.mt](http://www.prestigecapitalmanagement.com.mt)  
[www.prestigefunds.com](http://www.prestigefunds.com)

**Directors:**  
Mr Luc Sunnen (Luxembourg), Mr Christophe Fender (Luxembourg), Mr Jonathan Scott (UK) and Mr Craig Reeves (UK)

**Luxembourg Trade and Companies Register Number:**  
B 162681

### 3. Suspension of Subscriptions, Redemptions

As previously advised, the Board of the Fund has suspended redemptions, subscriptions and dividends as at 01 January 2024.

### 4. Portfolio Maturities / Liquidity Generation

During H1/2024, the Fund generated some net liquidity enabling it to process any further post NAV redemption cash settlement payments to Creditors. As mentioned previously, as part of its managed sell down plan the Fund is currently seeking Regulatory approval for a 30-month whole fund / portfolio liquidation window.

The Fund has formally instructed the Finance Arranger to expedite (wherever possible) the maturity, refinancing and / or sale of all portfolio assets (under its administration) which represents approximately 65% of Fund portfolio consisting of wholesale debt financing facilities. The Fund has agreed to changes to the various wholesale Revolving Credit Facilities to which it finances, enabling these to focus on absolute liquidity rather than absolute return under the managed sell down.

It should be noted that the Finance Arranger's loan agreements with their underlying customers all have legally binding loan agreements in place. Therefore, the underlying customers are not obligated to re-finance/sell until such time as their agreement comes to an end.

The Finance Arranger continues to work with multiple groups interested in purchasing assets. However, although we believe that we continue to make progress on several fronts, it is unfortunately considerably slower than anyone would like given various complexities and technicalities that surround these transactions.

Therefore, current guidance for Core debt financing portfolios administered by the UK Finance Arranger - Nucleus Commercial Finance is sometime between H2/2024 and H2/2025. Individual portfolios are being actively marketed to a range of institutional wholesale debt / mezzanine funding groups. Some of the smaller / run off debt finance portfolios are also likely to be consolidated into a single larger portfolio during H2 which will create some cost efficiencies and potentially make it more attractive to a third-party funder. A resolution of non-core portfolio investments is expected sometime between H2/2024 and H2/2025 (excluding X Shares).

However, although there is no guarantee around timescale and quantum of individual portfolios we hope to get all of this Fund's remaining portfolios refinanced or sold before the end of 2025 enabling the final closure of the vehicle.

It should also be noted that all of the Fund's revolving credit facilities (loans) operate with different maturities dates and as such the individual facilities are not obligated to re-finance/sell until such times as their agreement comes to an end. We recognise this situation is incredibly frustrating to everyone affected. As a reminder, this transaction / process is not controlled by Prestige / Funds; it is being managed between the Fund's Finance Arranger and the potential purchaser. We reiterate that having the process remain within the remit of the Fund and its Investment Manager will maintain the current relationship with the Finance Arranger and retain the considerable knowledge the Fund and the Finance Arranger has of the assets and will therefore assist with achieving the maximum return for shareholders in the most cost-effective manner.

## Premium Alternative S.A. (SICAV-SIF) Commercial Finance Opportunities

---

**Registered Office:**  
287-289 route d'Arlon, L-1150 Luxembourg, Grand Duchy of Luxembourg  
E: [info@prestigefunds.com](mailto:info@prestigefunds.com)  
[www.prestigecapitalmanagement.com](http://www.prestigecapitalmanagement.com)  
[www.prestigefunds.com](http://www.prestigefunds.com)

**Directors:**  
Mr Luc Sunnen (Luxembourg), Mr Christophe Fender (Luxembourg), Mr Jonathan Scott (UK) and Mr Craig Reeves (UK)

**Luxembourg Trade and Companies Register Number:**  
B 162681

## 5. Audited Financial Statements 2022

During H1/2024, the Fund finalised its 2022 audited financial statements and these were filed with the Fund's scheme Regulator and issued to Registered Shareholders. The Fund has engaged the same audit firm for the completion of its December 31 2023 and expects to finalise these during Q4 2024.

## 6. Change of independent Fund Administrator & Depository

The Fund is also seeking approval from the scheme Regulator to change its independent fund administrator, transfer agent and its depository bank. Once these changes have been approved by the Regulator, these names and contact details will be provided to you in due course. The estimated time scale for this will be from Q4/2024.

## 7. Next Update

The Fund expects to receive scheme Regulatory approval during H2/2024. Once this has been received the Fund expects to provide a further update and supporting materials which will include a FAQ document.

Post scheme Regulatory approval, the Fund expects to provide Creditors and Registered Shareholders semi-annual updates in addition to annual audited financial statements.

The Fund and Investment Manager recognise that this situation is incredibly slow and frustrating, but we are working very hard to improve the situation and we sincerely thank you for your patience and understanding.

Should you have any questions, please do not hesitate to contact us:

Investment Administration: [admin@prestigecapitalservices.uk](mailto:admin@prestigecapitalservices.uk)

Investment Marketing: [info@prestigefunds.com](mailto:info@prestigefunds.com)

---

## Premium Alternative S.A. (SICAV-SIF) Commercial Finance Opportunities

**Registered Office:**  
287-289 route d'Arlon, L-1150 Luxembourg, Grand Duchy of Luxembourg  
E: [info@prestigefunds.com](mailto:info@prestigefunds.com)  
[www.prestigecapitalmanagement.com.mt](http://www.prestigecapitalmanagement.com.mt)  
[www.prestigefunds.com](http://www.prestigefunds.com)

**Directors:**  
Mr Luc Sunnen (Luxembourg), Mr Christophe Fender (Luxembourg), Mr Jonathan Scott (UK) and Mr Craig Reeves (UK)

**Luxembourg Trade and Companies Register Number:**  
B 162681

## INTERNATIONAL FUND REFERENCE CODES:

### Accumulation M Shares

CURRENCY	ISIN Code	SEDOL Code	BLOOMBERG Code	VALOR Code	MORNING STAR Code	CUSIP Code	MEXID Code
USD	LU2430038732	BNYF294	PRCFOBG LX	116278164	F00001DDJS	L76483 327	PRAAYC
EUR	LU2430038658	BNYF2B6	PRCFOAG LX	116278166	F00001DDJT	L76483 335	PRAAYB
GBP	LU2430038815	BNYF2C7	PRCFOCG LX	116278168	F00001DDJU	L76483 343	PRAAYA
CHF	LU2430038906	BNYF2D8	PRCFODP LX	116051273	F00001DDJV	L76483 350	PRAAXZ
ILS	LU2430039037	BNYF2F0	PRCFOFG LX	116315926	F00001DDJW	L76483 368	PRAAXY

### Accumulation IM Shares

CURRENCY	ISIN Code	SEDOL Code	BLOOMBERG Code	VALOR Code	MORNING STAR Code	CUSIP Code	MEXID Code
USD	LU2430039201	BNYF2G1	PRCFOIB LX	116048617	F00001DDJX	L76483 376	PRAAXX
EUR	LU2430039110	BNYF2H2	PRCFIAM LX	116316024	F00001DDJY	L76483 384	PRAAXW
GBP	LU2430039383	BNYF2J4	PRCFOIA LX	116316025	F00001DDJZ	L76483 392	PRAAXV
CHF	LU2430039466	BNYF2K5	PRCFOIM LX	116308027	F00001DDK0	L76483 400	PRAAXU
ILS	LU2430039540	BNYF2L6	PRCFIFM LX	116308041	F00001DDK1	L76483 418	PRAAXT

### Distribution M Shares

CURRENCY	ISIN Code	SEDOL Code	BLOOMBERG Code	VALOR Code	MORNING STAR Code	CUSIP Code	MEXID Code
USD	LU2430039896	BNYF2M7	PRCFODB LX	116308072	F00001DDK2	L76483 426	PRAAXS
EUR	LU2430039623	BNYF2N8	PRCFDAM LX	116308078	F00001DDK3	L76483 434	PRAAXR
GBP	LU2430039979	BNYF2P0	PRCFDCM LX	116278244	F00001DDK4	L76483 442	PRAAXQ
CHF	LU2430040126	BNYF2Q1	PRCFDDM LX	116278378	F00001DDK5	L76483 459	PRAAXP
ILS	LU2430040399	BNYF2R2	PRCFODF LX	116279380	F00001DDK6	L76483 467	PRAAXO

### Institutional Distribution M Shares

CURRENCY	ISIN Code	SEDOL Code	BLOOMBERG Code	VALOR Code	MORNING STAR Code	CUSIP Code	MEXID Code
USD	LU2430040555	BNYF2S3	PRCFOIP LX	116279957	F00001DDK7	L76483 475	PRAAXN
EUR	LU2430040472	BNYF2T4	PRCFIDA LX	116316005	F00001DDK8	L76483 483	PRAAXM
GBP	LU2430040639	BNYF2V6	PRCFIDM LX	116316006	F00001DDK9	L76483 491	PRAAXL
CHF	LU2430040712	BNYF2W7	PRCFIDD LX	116316007	F00001DDKA	L76483 509	PRAAXK
ILS	LU2430040803	BNYF2X8	PRCFOIG LX	116316008	F00001DDKB	L76483 517	PRAAXJ

## Premium Alternative S.A. (SICAV-SIF) Commercial Finance Opportunities

**Registered Office:**  
287-289 route d'Arlon, L-1150 Luxembourg, Grand Duchy of Luxembourg

E: [info@prestigefunds.com](mailto:info@prestigefunds.com)  
[www.prestigecapitalmanagement.com](http://www.prestigecapitalmanagement.com)  
[www.prestigefunds.com](http://www.prestigefunds.com)

**Directors:**  
Mr Luc Sunnen (Luxembourg), Mr Christophe Fender (Luxembourg), Mr Jonathan Scott (UK) and Mr Craig Reeves (UK)

**Luxembourg Trade and Companies Register Number:**  
B 162681

## INTERNATIONAL FUND REFERENCE CODES:

### Accumulation Share Classes

CURRENCY	ISIN Code	SEDOL Code	BLOOMBERG Code	VALOR Code	MORNING STAR Code	CUSIP Code	MEXID Code
USD	LU0960650512	BCRYBR2	COMFOUS LX	22043791	F00000QIAU	L8176P 102	0AAAUG
EUR	LU0960650439	BCRYBQ1	COMFOEU LX	22043761	F00000QHSD	L8176P 110	0AAAUH
GBP	LU0960650603	BCRYBS3	COMFOBP LX	22043792	F00000QIAV	L8176P 128	0AAAUI
CHF	LU0960650785	BCRYBT4	COMFOCH LX	22043799	F00000QICS	L8176P 136	0AAAUI
SEK	LU0960650868	BCRYBV6	COMFOSK LX	22043801	F00000QICR	L8176P 169	0AAAUK

### Accumulation Institutional Share Classes

CURRENCY	ISIN Code	SEDOL Code	BLOOMBERG Code	VALOR Code	MORNING STAR Code	CUSIP Code	MEXID Code
USD	LU1350417850	BZ4BY34	COMFOIB LX	30561374	F00000X15Z	L8176P 201	0AYXF
EUR	LU1350417777	BZ4BY23	COMFOIA LX	30561373	F00000X15Y	L8176P 300	0AYXB
GBP	LU1350417934	BZ4BY45	COMFOIC LX	30561375	F00000X160	L8176P 409	0AYXC
CHF	LU1350418072	BZ4BY56	COMFOID LX	30562680	F00000X161	L8176P 508	0AYXD
SEK	LU1350418239	BZ4BY67	COMFOIE LX	30562681	F00000X162	L8176P 607	0AYXE

### Distribution Share Classes

CURRENCY	ISIN Code	SEDOL Code	BLOOMBERG Code	VALOR Code	MORNING STAR Code	CUSIP Code	MEXID Code
USD	LU1808945783						
EUR	LU2050438295						
GBP	LU2152321662						
CHF	LU2152321746						
SEK	LU2152321829						

### Institutional Distribution Share Classes

CURRENCY	ISIN Code	SEDOL Code	BLOOMBERG Code	VALOR Code	MORNING STAR Code	CUSIP Code	MEXID Code
USD	LU1974409705						
EUR	LU2050440606						
GBP	LU2152322041						
CHF	LU2152322124						
SEK	LU2152322397						

## Premium Alternative S.A. (SICAV-SIF) Commercial Finance Opportunities

**Registered Office:**  
287-289 route d'Arlon, L-1150 Luxembourg, Grand Duchy of Luxembourg  
E: [info@prestigefunds.com](mailto:info@prestigefunds.com)  
[www.prestigecapitalmanagement.com](http://www.prestigecapitalmanagement.com)  
[www.prestigefunds.com](http://www.prestigefunds.com)

**Directors:**  
Mr Luc Sunnen (Luxembourg), Mr Christophe Fender (Luxembourg), Mr Jonathan Scott (UK) and Mr Craig Reeves (UK)  
**Luxembourg Trade and Companies Register Number:**  
B 162681

NOTE: This document is issued and approved by the Premium Alternative S.A. (SICAV-SIF) (PREM ALT) - Sub Fund Commercial Finance Opportunities Fund (CFO). It is not a solicitation or invitation to invest or financial advice. Investors should only rely on the Issuing Document of PREM ALT in respect of CFO and always seek independent professional financial advice when considering an investment. CFO is a Sub Fund of PREM ALT which is a Luxembourg-registered SICAV. It is classified as an Alternative Investment Fund (AIF) licenced by the Commission de Surveillance du Secteur Financier (CSSF) and is subject to the scope of the Alternative Investment Fund Managers Directive (AIFMD), under which it is managed by Prestige Capital Management Limited (PCM), a full scope AIFM authorised and regulated by the Malta Financial Services Authority. This document has also been approved by PCM.

CFO is a well-informed investor fund and not for retail investors. In the UK CFO is for professional investors and not for retail investors. Potential investors should seek professional independent financial advice prior to making any decision to invest. Please also refer to the Issuing Document of PREM ALT in respect of CFO before making any final investment decisions.

This collective investment scheme may only be offered in Switzerland to qualified investors in accordance with Art. 10 of the Collective Investment Schemes Act (CISA) and Art. 4 para. 3-5, Art. 5 para. 1, Federal Act on Financial Services (FinSA). The representative in Switzerland is OpenFunds Investment Services AG, Freigutstrasse 15, 8002 Zurich. The paying agent in Switzerland is Società Bancaria Ticinese SA, Piazza Collegiata, 6501 Bellinzona. The prospectus and the fund contract as well as the annual and semi-annual reports can be obtained free of charge from the representative in Switzerland. In respect of units offered in Switzerland, the place of performance is at the registered office of the representative. The place of jurisdiction is at the registered office of the representative or at the registered office or place of residence of the investor.

© 2024

---

**Premium Alternative S.A. (SICAV-SIF)**  
**Commercial Finance Opportunities**

**Registered Office:**

287-289 route d'Arlon, L-1150 Luxembourg, Grand Duchy of Luxembourg

E: [info@prestigefunds.com](mailto:info@prestigefunds.com)

[www.prestigecapitalmanagement.com.mt](http://www.prestigecapitalmanagement.com.mt)

[www.prestigefunds.com](http://www.prestigefunds.com)

**Directors:**

Mr Luc Sunnen (Luxembourg), Mr Christophe Fender (Luxembourg), Mr Jonathan Scott (UK) and Mr Craig Reeves (UK)

**Luxembourg Trade and Companies Register Number:**

B 162681