

Factsheet 30 June 2020

Investment Objective

The Fund's objective is to generate regular income for investor through collateralised investments in businessessential equipment and hard assets and in asset-andequipment-based project financings.

Fund Information

Key facts

Share Price	31.90p	1
NAV	£219.6m	
NAV per share	61.70p	
Ticker	KKVL	
IS IN	GG00BN56JF17	_
Management Fees	1% up to £300m 0.9% £300m-£500m 0.8% over £500m	
Ongoing charges	1.22%	

Key Benefits

- 1. Diversified exposure to SME borrowers across the UK, Europe and US.
- 2. Uncorrelated with stocks, bonds, real estate and commodities markets.
- 3. Lending against business-critical assets providing downside protection.

Performance

NAV Total Return¹, cum income, %

To 30/06/2020	Since Inception	5y	3у	1 y	6m
Ordinary shares	-1.30	-2.48	-8.49	-31.24	-12.80

¹Annualised for periods longer than one year.

12M	30/06/2015 -	30/06/2016–	30/06/2017 –	30/06/2018-	30/06/2019 –
discrete	30/06/2016	30/06/2017	30/06/2018	30/06/2019	30/06/2020
Ordinary shares	6.84	7.73	6.17	4.98	-31.24

Fund Portfolio²

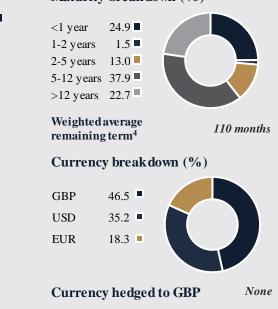
Top 10 Holdings (%)

Equipment Leasing Portf.	15.14
Manufacturing	10.01
Solar Manufacturing	9.15
Heat and Power Centre	7.37
Anaerobic Digestion Plant	6.00
Vessels and Helicopters	5.95
Anaerobic Digestion Plant	5.73
Anaerobic Digestion Plant	4.75
Anaerobic Digestion Plant	4.19
IT & Telecom	3.72
Total	72.01
Total number of holdings	33
····	2 4004
Weighted average yield ³	3.48%

Sector break down (%)



Maturity breakdown (%)



² Port folio exposures are calculated as the present balance outstanding plus investment receivables less any impairment/expected credit loss provision.

³ Calculated on entire portfolio (weighted average portfolio yield on performing investments calculated as 8.88%)

⁴ Calculated on entire portfolio (weighted average remaining on performing investments calculated as 66 months)





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.

June Investment Highlights

In our first NAV for the fund under KKV's stewardship, having reviewed the credits and taken into account the impact of Covid 19, we have impaired assets to the value of 12.11% representing 8.50p of NAV value. It has been a difficult decision but as we start in the path of stabilisation returning the fund to an income bearing vehicle, our impairments are based upon our assessment of the quality of the security and the overall likelihood of recovery.

In addition, having previously been given guidance that revaluation of the AD plant exposure would be benign, the latest draft assessment included the impact of lower power pricing with the valuation reduced by circa £6m. We consider this to be the bottom of the valuation and range as it was priced at the very bottom of the current crisis and should be considered in this context. It is disappointing to report a negative NAV in our first month as manager but we have been transparent in our approach with Shareholders that as we pivot back to a portfolio capable of delivering income we have guided to expect the path to be a bumpy one as we reassess the more "deep value growth" like positions within the portfolio.

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KKV Secured Loan Fund – Ordinary Share Class

Closed-ended Investment Company | **Listing:** London Stock Exchange Main Market **Domicile:** Guernsey