

Trust Facts

As at 31 March 2017

Ordinary shares

Share price	\$1.03
NAV per share	98.04 cents
Premium/(Discount) to NAV	4.80%
Shares in issue	761.9m

Assets

Market capitalisation	\$782.8m
Net assets	\$747.0m

Fees

Management fee	1%
Performance fee	10% ¹

Investment Team



Pedro Gonzalez de Cosio
Investment Manager



Martin Friedman
Investment Manager



Pablo Legorreta
Investment Manager

Highlights for the Period

- Shares of BioPharma Credit PLC (the "Company") were successfully admitted to trading on the Specialist Fund Segment of the Main Market of the London Stock Exchange on 27 March 2017. Following subsequent admission on 30 March 2017, gross proceeds totalled \$761.9 million. The Company's proceeds included a portfolio of \$338.6 million in seed assets, comprised of loans secured by royalties and other cash flows from sales of close to 30 life sciences products, plus an additional \$423.3 million in cash proceeds raised from a broad range of UK and international institutional investors.

Recent Developments

- On 3 April 2017, Depomed, Inc. prepaid \$100 million of its senior secured loan together with a 4% prepayment premium. BioPharma Credit will receive \$12.4 million, which represents its 12% share of the Depomed loan.
- Depomed's prepayment increases BioPharma Credit's expected IRR on this investment from 11.2% at IPO to 11.9%, assuming no further prepayments.
- On 7 April 2017, RPS BioPharma Investments, LP made its first scheduled payment of \$48.8 million on the RPS Note, a senior secured loan backed by royalties on 21 products, of which \$48.2 million represented repayment of principal.

Investment Objectives and Strategy

- BioPharma Credit's objective is to generate long-term shareholder returns, predominantly in the form of sustainable income distributions from exposure to the life sciences industry.
- The Fund primarily invests in corporate and royalty debt secured by cash flows derived from sales of approved life sciences products.
- Pharmakon Advisors, the Investment Manager, seeks to build a diversified portfolio with downside protection, high visibility and stability of cash flows.
- Once substantially invested, BioPharma Credit will target an initial dividend yield of 7% and net total return on NAV of 8% to 9% per annum in the medium term.

Performance

Cumulative Performance (%)

	1 month	2 months	3 months	Since launch
Ordinary share price	—	—	—	2.75%
NAV	—	—	—	0.04% ²

¹ The performance fee is calculated as 10% of outperformance above 0% return, subject to a 6% preferred return hurdle with 50% catch up.

² As set out in the Prospectus, the Initial Expenses to be borne by the Company were capped at 2% of the Gross Issue Proceeds. The cumulative NAV performance since launch reflects the Company's performance against the expected opening NAV per share of 98 cents on the date of IPO.

Shareholder Information

Trust Details		Corporate Contacts		Board of Directors	
Launch Date	27 March 2017	Registered Office	Beaufort House, 51 New North Road, Exeter, EX4 4EP	Jeremy Sillem (Chairman), Duncan Budge, Colin Bond, Harry Hyman	
Year end	December 31				
Interim	June 30	Registrars	Capita Asset Services	ISIN	GB00BDGKMY29
Listing	London Stock Exchange, Channel Islands Securities Exchange	Lawyers	Herbert Smith Freehills LLP	SEDOL	BDGKMY2
		Auditors	PricewaterhouseCoopers LLP	Bloomberg	BPCR LN
		Company Secretary	Capita Company Secretarial Services Limited		

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