

BIOPHARMA

CREDIT PLC

INVESTMENT OBJECTIVES AND STRATEGY

- 1 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.
- 2 The Company primarily invests in corporate and royalty debt secured by cash flows derived from sales of approved life sciences products.
- 3 Pharmakon Advisors, the Investment Manager, seeks to build a diversified portfolio with downside protection, high visibility and stability of cash flows.
- 4 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.

Upcoming Events

Payment of interim dividend	31 October 2017
Annual results announced	April 2018

INVESTMENT TEAM



Pedro Gonzalez de Cosio
Investment Manager



Martin Friedman
Investment Manager



Pablo Legorreta
Investment Manager

TRUST FACTS

As at 30 September 2017

Ordinary shares		Assets	
Share price	\$1.11	Market capitalisation	\$848.0m
NAV per share	98.99 cents	Net assets	\$754.2m
Premium to NAV	12.44%		
Shares in issue	761.9m	Fees	
		Management fee	1% of NAV per annum
		Performance fee	10% ¹

RECENT HIGHLIGHTS

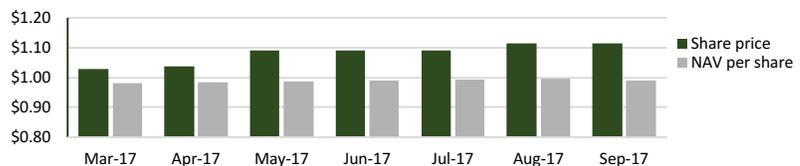
- On 27 July 2017 and 18 October 2017, BioPharma Credit PLC (the "Company") received a scheduled payment of \$11.1 million and \$34.8 million, respectively, from RPS BioPharma Investments, LP on the RPS Note, a senior secured loan backed by royalties on 21 products, of which \$6.1 million and \$31.1 million, respectively, represented repayment of principal.
- On 31 July 2017, Vivus paid 53.3% of its outstanding balance on its loan with BioPharma III. BioPharma Credit holds 46% of the Vivus capped royalty through its limited partnership interest in BioPharma III.
- On 1 August 2017, the Company received \$12.6 million from BioPharma III in the form of a scheduled distribution to its limited partners.
- On 7 August 2017, Depomed reiterated its intention to refinance its senior secured loan by 30 September. The Company's remaining balance on the Depomed loan was \$46.0 million as at 31 August 2017. There are no further updates on this investment.
- On 21 September 2017, the Board presented the Company's first half-yearly results for the period ended 30 June 2017, which included a NAV of \$753.7 million, or 98.93 cents per share.
- On 21 September 2017, the Company declared an interim dividend in respect of the financial period ending 30 June 2017 of \$0.01 per ordinary share, payable on 31 October 2017 to ordinary shareholders on the register on 29 September 2017. The ex-dividend date was on 28 September 2017.
- Below is a summary of the Company's opening and closing portfolio balances for the period, excluding accrued interest on the RPS Note.

Cash (\$m)	BioPharma III (\$m)	RPS Note (\$m)
493.4	131.2	130.8
498.1	130.0	130.8
■ 30/9/2017	■ 31/8/2017	

PERFORMANCE

Cumulative Performance

	1 month	2 months	3 months	Since launch
Share price	(0.18%)	1.92%	1.92%	11.30%
NAV per share ²	(0.69%)	(0.35%)	0.06%	1.01%



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

BIOPHARMA

CREDIT PLC

SHAREHOLDER INFORMATION

Trust Details

Launch Date	27 March 2017
Year end	31 December
Interim	30 June
Listing	London Stock Exchange, The International Stock Exchange

Corporate Contacts

Registered Office	Beaufort House 51 New North Road, Exeter, EX4 4EP
Registrar	Capita Asset Services
Lawyer	Herbert Smith Freehills LLP
Auditor	PricewaterhouseCoopers LLP
Company Secretary	Capita Company Secretarial Services Limited

Board of Directors

Jeremy Sillem (Chairman)	
Colin Bond	
Duncan Budge	
Harry Hyman	
ISIN	GB00BDGKMY29
SEDOL	BDGKMY2
Bloomberg	BPCR LN

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