

# BIOPHARMA

## CREDIT PLC

### 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.

1

The Company primarily invests in corporate and royalty debt secured by cash flows derived from sales of approved life sciences products.

2

Pharmakon Advisors, the Investment Manager, seeks to build a diversified portfolio with downside protection, high visibility and stability of cash flows.

3

BioPharma Credit targets an annual dividend of 7 cents per share and net total return on NAV of 8% to 9% per annum in the medium term.

4

### UPCOMING EVENTS

Half yearly results announced	16 September 2020
Payment of interim dividend	18 September 2020

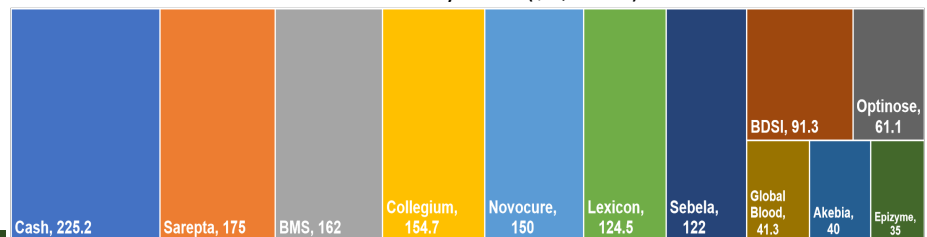
### TRUST FACTS

As at 31 July 2020

Ordinary shares		Assets	
Share price	\$1.02	Market capitalisation	\$1,394.5m
NAV per share	101.19 cents	Net assets	\$1,390.3m
Premium (discount) to NAV	0.31%	Fees	
Shares in issue	1,373.9m	Management fee	1% of NAV per annum
		Performance fee	10% <sup>1</sup>

### RECENT HIGHLIGHTS

- On 30 July 2020, Amicus repaid its \$150 million term loan. The Company received \$156.2 million, of which \$150 million was return of principal, \$1.1 million in accrued interest, \$2.1 million in make-whole amount and \$3.0 million in prepayment premium. The Company realized an IRR of 13.4%.
- On 30 July 2020, Pharmakon noted the announcement released by Lexicon regarding the agreement to which Lexicon will sell XERMELO®. Lexicon will use the upfront proceeds to repay its \$124.5 million secured term loan with the Company. Lexicon has not announced when they plan to close on the sale, so Pharmakon will continue to monitor the disposal.
- On 18 August 2020, Novocure repaid its \$150 million term loan. The Company received \$154.8 million, of which \$150 million was return of principal, \$1.8 million in accrued interest, and \$3.0 million in prepayment premium. The Company realized an IRR of 10.2%.
- Global Blood Therapeutics provided notice to its Lenders of its intention to draw the second tranche of the Term Loan, in the amount of \$75.0 million, prior to 31 December 2020 which would increase the Company's investment from \$41.3 million to \$82.5 million.
- Below is a summary of the Company's closing portfolio balances (\$ in millions) for the period.

As at 31 July 2020 (\$1,382.1)<sup>2</sup>

### INVESTMENT TEAM



Pedro Gonzalez de Cosio  
Investment Manager

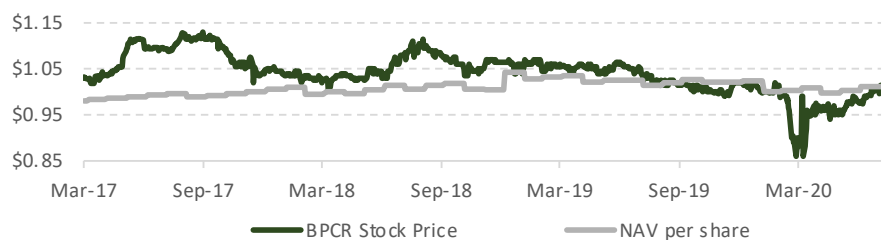


Martin Friedman  
Investment Manager



Pablo Legorreta  
Investment Manager

### SHARE PERFORMANCE



#### Cumulative Performance

	3 month	6 months	12 months	Since launch
Share price	5.73%	1.70%	(1.93%)	1.50%
NAV per share <sup>3</sup>	0.29%	(1.17%)	(1.36%)	3.26%

- The performance fee is calculated as 10% of returns, subject to High Watermark and a 6% preferred return hurdle with 50% catch up.
- Chart shows total portfolio value as of the month end. The variance between the total portfolio value and the net asset value is due to other short term assets and liabilities.
- 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 opening NAV per share of 98 cents on the date of IPO. For lending originated from 1 January 2020, the Company will amortise transaction fees during the life of the loans.

# BIOPHARMA

— CREDIT PLC —

## 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)	
Year end	31 December			Colin Bond	Duncan Budge
Interim	30 June	Registrar	Link Asset Services	Harry Hyman	Stephanie Leouzon
Listing	London Stock Exchange, The International Stock Exchange	Lawyer	Herbert Smith Freehills LLP	ISIN	GB00BDGKMY29
		Auditor	PricewaterhouseCoopers LLP	SEDOL	BDGKMY2
		Joint Brokers	J.P. Morgan Cazenove Goldman Sachs International	Bloomberg	BPCR LN
		Company Secretary	Link Company Matters Limited		

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