

### Monthly Investment Highlights

- The Company generated a total NAV return of -3.55% for March 2020, primarily driven by unrealised equity valuation adjustments and expected credit loss adjustments on the Company's balance sheet portfolio as a result of the COVID-19 pandemic;
- IFRS 9 reserves for expected credit losses (ECL) accounted for -2.55% of NAV return for the month. The ECL reserve level is unrealised and based on realised losses seen on similar asset classes during the 2008 Financial Crisis. The ECL is calculated based on loss given default assumptions on our balance sheet deals and the modelling reflects a 100% likelihood of a stress scenario. As of this release we have had no defaults since the onset of the pandemic;
- We will continue to reassess the reserve each month based on the underlying performance of the portfolio, but unless there is degradation of the underlying collateral, we do not expect additional reserves of this magnitude in the future; and
- The revenue return was 1.68%, which is consistent with prior months, and the capital return was -5.23% for the month.

### Monthly Commentary

During the month, the Company's gross revenue generated was consistent with prior months as there was no impact from the recent market developments surrounding COVID-19. The Company generated a revenue return of 2.62 pence per share for the first quarter of 2020, which would fully cover a dividend consistent with prior quarters. The Company also received \$38.6 million of prepayments on the balance sheet investments during the month. Further, the Company received all cash interest payments in April for the interest earned during March.

The Investment Manager adjusted the Company's expected credit losses to add an additional 2.55% of NAV to the Company's balance sheet investment ECL reserves, which reflects revised assumptions about loan performance in the coming 12 months based on our expectations of a severe and prolonged recession. As at 31 March 2020, the ECL reserve represented 4.33% of the Company's gross balance sheet investment exposure. The total gross return generated over the last twelve months by balance sheet investments, including the increase in expected credit losses, is 11.56%. The change in equity valuations accounted for -2.71% during the month. This is a result of valuation adjustments made to the Company's venture equity positions, after consultation with its third party valuation firm, (-2.08% of NAV) to reflect general market deterioration as a result of the COVID-19 pandemic, in addition to the continued decline in Elevate's (NYSE: ELVT) stock price which is marked to market monthly (-0.63% of NAV).

The Company repurchased 3,513,837 ordinary shares during the month at an average price of 62.26 pence per share and an average discount to NAV of 32.47%<sup>4</sup>. Following the announcement of the January and February NAVs, the Investment Manager purchased 62,789 and 89,967 shares of the Company, respectively, with 20.0% of its monthly management fee.

### Events Subsequent to 31 March 2020

On 23 April 2020, The Company announced a revised publication date for its annual report and accounts for the year ended 31 December 2019. To ensure full and appropriate disclosures are included relating to the potential impact of the coronavirus pandemic, the annual report and accounts will now be published during the week of 18 May 2020.

Further to the updates released by the Investment Manager on 11 March 2020 and 23 March 2020 regarding the potential impact of COVID-19, the Investment Manager has released the Company's first quarter 2020 letter to provide the Company's shareholders with a further update on how the Investment Manager continues to monitor the potential impact of COVID-19. As discussed in the quarterly letter, during the month of March and continuing into early April our portfolio companies saw an uptick in requests for payment relief as a result of the COVID-19 pandemic. The absolute level varied by platform, but requests were in a range of 2-12% across the portfolio, compared to 0%-6% before the pandemic. The level of requests then declined steadily during the remainder of April across almost all portfolio companies. Delinquency rates outside of payment relief requests otherwise stayed consistent and slightly declined across most of the portfolio. The Manager believes this level of payment relief requests and delinquencies is currently manageable within the context of our balance sheet deals for most of our investments.

As at 6 May 2020, the Company has received all contractual cash interest payments due relating to the month of April. Additionally, the Company received an additional \$22.4 million of prepayments on the balance sheet investments and used \$25 million to repay part of the PacWest credit facility (which can be redrawn in the future).

### The Company's Performance (As at 31 March 2020)<sup>1</sup>

NAV (Cum Income)	£271,839,165
NAV (Ex Income)	£248,374,491
Monthly NAV (Cum Income) Return	-3.55%
Monthly Income Return	1.68%
Monthly NAV (Ex Income) Return	-5.23%
ITD Total NAV Return <sup>2</sup>	24.98%
NAV per Share (Cum Income) <sup>3</sup>	88.89p
NAV per Share (Ex Income) <sup>3</sup>	81.22p
Share Price (31 March 2020 Close)	54.00p
Issue Price	100.00p
Shares in Issue <sup>3</sup>	305,811,281
Market Capitalisation	£165,138,092
Trailing Twelve Month Dividend	8.00p
Trailing Twelve Month Dividend Yield	14.81%
Premium / (Discount) to NAV (Cum Income)	-39.25%
Look-through Gearing Ratio	0.59x
Look-through Gearing Ratio – Company Level	0.37x
Look-through Gearing Ratio – Non-Recourse	0.22x

<sup>1</sup>Please refer to the Glossary of Terms posted on the Company's website.

<sup>2</sup>Net of issue costs.

<sup>3</sup>Based on total shares outstanding, less shares held in treasury.

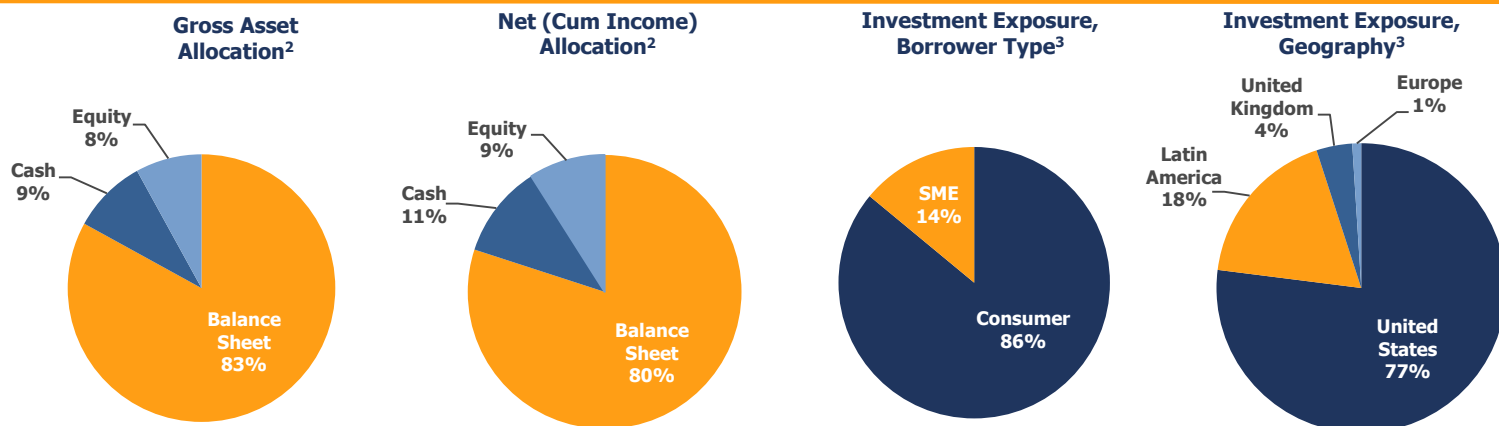
<sup>4</sup>Calculated as the weighted average repurchase price of the shares less the latest announced NAV as at the date of the repurchase divided by the latest announced NAV as at the date of the repurchase.

# VPC Specialty Lending Investments PLC

## VICTORY PARK CAPITAL

Monthly Report – March 2020

### Ordinary Share Portfolio Composition (As at 31 March 2020)<sup>1</sup>



### Ordinary Share Gross Return Statistics (As at 31 March 2020)<sup>1</sup>

Gross NAV (Cum Income) Returns (Total Returns)	Month To Date	Last Three Months	Last Twelve Months
Balance Sheet Loans	-1.13%	1.01%	11.56%
Marketplace Loans	0.00%	0.01%	0.32%
Securitisation Residuals	0.01%	0.04%	0.27%
Equity	-2.71%	-3.02%	-1.09%
F/X	-0.10%	-0.32%	-1.56%
<b>Total Gross NAV (Cum Income) Returns</b>	<b>-3.93%</b>	<b>-2.28%</b>	<b>9.50%</b>
Gross Income Returns (Gross Revenue Returns)	Month To Date	Last Three Months	Last Twelve Months
Balance Sheet Loans	1.42%	3.84%	15.38%
Marketplace Loans	0.00%	0.00%	0.00%
Securitisation Residuals	N/A	N/A	N/A
Equity	N/A	N/A	N/A
F/X	N/A	N/A	N/A
<b>Total Gross Income Returns</b>	<b>1.42%</b>	<b>3.84%</b>	<b>15.38%</b>
Gross NAV (Ex Income) Returns (Gross Capital Returns)	Month To Date	Last Three Months	Last Twelve Months
Balance Sheet Loans	-2.55%	-2.83%	-3.82%
Marketplace Loans	0.00%	0.01%	0.32%
Securitisation Residuals	0.01%	0.04%	0.27%
Equity	-2.71%	-3.02%	-1.09%
F/X	-0.10%	-0.32%	-1.56%
<b>Total Gross NAV (Ex Income) Returns<sup>4</sup></b>	<b>-5.35%</b>	<b>-6.12%</b>	<b>-5.88%</b>

### Portfolio Statistics<sup>1,5</sup>

	Balance Sheet Loans
Weighted Average Coupon	11.43%
Weighted Average Remaining Life (months)	32.22

<sup>1</sup>Please refer to the Glossary of Terms posted on the Company's website.

<sup>2</sup>Percentages calculated on a look-through basis to the Company's investee entities and SPVs.

<sup>3</sup>Calculations using gross asset exposure and not reduced for gearing. Excludes cash.

<sup>4</sup>The Gross and Net NAV (Ex Income) Returns disclosed in this report are the same, excluding the impact of share buybacks on the return, as there are no operating and other expenses of the Company allocated to the NAV (Ex Income) Return as defined within the Glossary of Terms listed on the Company's website.

<sup>5</sup>Underlying portfolio data as of most recent available reporting period.

# VPC Specialty Lending Investments PLC

## VICTORY PARK CAPITAL

Monthly Report – March 2020

### Ordinary Share Performance and Dividend Summary (As at 31 March 2020)<sup>1</sup>

NAV (Cum Income) Return <sup>2</sup>	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD	ITD <sup>4</sup>
2020	0.89%	0.08%	-3.55%										-2.62%	24.98%
2019	0.58%	0.46%	0.73%	1.03%	0.56%	2.39%	1.04%	0.84%	0.98%	0.95%	0.96%	0.73%	11.34%	
2018	-0.17% <sup>5</sup>	0.49%	0.62%	0.95%	1.03%	1.38%	1.15%	1.01%	1.03%	0.51%	0.52%	0.46%	8.96% <sup>5</sup>	
2017	0.51%	0.31%	0.57%	0.06%	-0.68%	0.04%	0.51%	0.26%	0.42%	0.26%	0.55%	0.29%	3.07%	
2016	0.33%	0.41%	0.41%	0.37%	-0.62%	0.58%	0.60%	0.10%	0.16%	-1.25%	-0.28%	0.04%	0.85%	
2015	-	-	-0.12%	0.63%	0.33%	0.81%	0.77%	0.51%	0.63%	0.68%	0.69%	0.77%	5.80%	

Income Return <sup>2</sup>	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD	ITD <sup>4</sup>
2020	0.79%	1.00%	1.68%										3.39%	40.82%
2019	0.78%	0.56%	0.72%	0.91%	0.59%	0.93%	0.96%	0.85%	0.82%	0.92%	0.92%	0.80%	9.83%	
2018	0.99%	0.81%	0.89%	0.86%	0.94%	0.99%	0.93%	0.93%	1.20%	1.41%	0.82%	0.56%	11.41%	
2017	0.48%	0.51%	0.56%	0.58%	0.62%	0.66%	0.76%	0.83%	0.75%	0.85%	0.82%	0.96%	8.23%	
2016	0.63%	0.47%	0.23%	0.36%	0.38%	0.27%	1.22%	0.42%	0.40%	0.78%	0.48%	0.49%	6.01%	
2015	-	-	-0.10%	0.09%	0.29%	0.65%	0.74%	0.43%	0.72%	0.44%	0.62%	0.35%	4.31%	

NAV (Ex Income) Return <sup>2</sup>	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD	ITD <sup>4</sup>
2020	0.10%	-0.92%	-5.23%										-6.01%	-15.84%
2019	-0.20%	-0.10%	0.01%	0.12%	-0.03%	1.46%	0.08%	-0.01%	0.16%	0.03%	0.04%	-0.07%	1.51%	
2018	-1.16% <sup>5</sup>	-0.32%	-0.27%	0.09%	0.09%	0.39%	0.22%	0.08%	-0.17%	-0.90%	-0.30%	-0.10%	-2.45% <sup>5</sup>	
2017	0.03%	-0.20%	0.01%	-0.52%	-1.30%	-0.62%	-0.25%	-0.57%	-0.33%	-0.59%	-0.27%	-0.67%	-5.17%	
2016	-0.30%	-0.06%	0.18%	0.01%	-1.00%	0.31%	-0.62%	-0.32%	-0.24%	-2.03%	-0.76%	-0.45%	-5.15%	
2015	-	-	-0.02%	0.54%	0.04%	0.16%	0.03%	0.08%	-0.09%	0.24%	0.07%	0.42%	1.49%	

Share Price Performance <sup>3</sup>	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD	ITD <sup>4</sup>
2020	3.32%	-4.70%	-29.87%										-30.95%	-46.00%
2019	1.56%	-0.77%	-6.46%	-1.38%	-2.24%	3.44%	8.03%	-3.46%	5.44%	-4.53%	0.00%	3.17%	1.82%	
2018	3.85%	-3.70%	-0.51%	0.52%	0.26%	1.02%	5.05%	-4.33%	1.01%	-1.50%	-2.78%	0.00%	-1.54%	
2017	-1.27%	-1.93%	-1.31%	6.64%	2.18%	0.91%	-2.72%	-1.86%	-1.27%	-0.64%	-3.55%	4.35%	-0.95%	
2016	0.00%	-3.44%	-4.66%	5.46%	-5.45%	-3.17%	-4.76%	1.25%	-1.23%	-0.31%	-10.03%	9.76%	-16.67%	
2015	-	-	0.50%	0.25%	1.24%	0.00%	1.96%	-2.88%	1.98%	-4.37%	-2.54%	-1.56%	-5.50%	

Dividend Per Share	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD	ITD <sup>4</sup>
2020	-	-	2.00p										2.00p	33.59p
2019	-	-	2.00p	-	2.00p	-	-	2.00p	-	-	2.00p	-	8.00p	
2018	-	-	1.80p	-	2.00p	-	-	2.00p	-	-	2.00p	-	7.80p	
2017	-	-	1.50p	-	-	1.50p	-	-	1.70p	-	1.80p	-	6.50p	
2016	2.00p	-	-	-	1.50p	-	-	1.50p	-	-	1.50p	-	6.50p	
2015	-	-	-	-	-	-	-	0.90p	-	-	1.89p	-	2.79p	

<sup>1</sup>Please refer to the Glossary of Terms posted on the Company's website.

<sup>2</sup>Net of issue costs.

<sup>3</sup>Based on issue price of 100p.

<sup>4</sup>Inception to Date ("ITD"). Inception date is 17 March 2015 for the Ordinary Shares.

<sup>5</sup>This return excludes the effect of the initial recognition of IFRS 9 disclosed in the Company's Annual Report of 1.11% as at 31 December 2017 which is brought forward through capital as it impacts the inception to date returns.

### Company Overview

VPC Specialty Lending Investments PLC (“VSL” or the “Company”) is a UK-listed investment trust focused on asset-backed lending to emerging and established businesses (“Portfolio Companies”) with the goal of building long-term, sustainable income generation. VSL identifies investment opportunities across various industries and geographies to offer shareholders access to a diversified portfolio of opportunistic credit investments, originated by non-bank lenders with a focus on the rapidly developing technology-enabled lending sector. The Company completed its IPO on 17 March 2015 with a premium listing on the Official List of the U.K. Listing Authority and trading on the Main Market of the London Stock Exchange. The Company’s trading symbol is VSL for the Ordinary Shares.

The Company’s investment manager is Victory Park Capital Advisors, LLC (“VPC” or the “Investment Manager”). VPC is an SEC-registered investment adviser and acts as the AIFM of the Company.

Since 2010, the Investment Manager has been actively involved in the specialty lending marketplace and has made more than \$8.8 billion of investments and commitments across various financial technology Portfolio Companies, spanning multiple geographies, products and structures and continues to deploy capital into existing and new Portfolio Companies.

### Important Information

All data in this monthly report (the “report”) is as at or to the final day of the calendar month identified in the heading of the report’s front page unless otherwise stated.

**Past performance should not be seen as an indication of future performance.** The value of investments and any income may fluctuate and investors may not get back the full amount invested. The views expressed are those of VPC at the time of writing, are subject to change without notice and do not constitute investment advice. Whilst VPC has used all reasonable efforts to ensure the accuracy of the information contained in this report, we cannot guarantee the reliability, completeness or accuracy of the content.

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The Company is registered in England (registered number 9385218) with its registered office at 6<sup>th</sup> Floor, 65 Gresham Street, London, EC2V 7NQ, United Kingdom.

### VPC Specialty Lending Investments PLC

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### The Company’s Investment Objective

The Company’s investment objectives are to:

- ❖ generate an attractive total return for shareholders of consistent distributable income and capital growth through asset-backed lending;
- ❖ achieve portfolio diversification to emerging and established businesses across different industries and geographies with the goal of building long-term, sustainable value; and
- ❖ enable shareholders to benefit from equity upside through equity-linked securities issued in conjunction asset-backed lending.

VPC identifies and finances emerging and established businesses globally and seeks to provide the Company with attractive yields on its portfolio of credit investments. VPC offers a differentiated private lending approach by financing Portfolio Companies through asset-backed delayed draw term loans, which is referred to as “Balance Sheet Lending.” Balance Sheet Lending affords various structural protections and covenants which are designed to limit downside risk while providing shareholders with strong income returns.

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