

# VPC Specialty Lending Investments PLC

## VICTORY PARK CAPITAL

### Monthly Report – February 2023

#### Monthly Investment Highlights

- For the month of February, the Company generated a gross revenue return of 1.18% (1.17p), a gross capital return of -0.26% (-0.26p), and a total NAV return of 0.47% (0.46p); and
- The impact of expenses and fees during the month was -0.41% (-0.41p), and other capital returns were -0.04% (-0.04p).

#### The Company's Performance (As at 28 February 2023)<sup>1</sup>

Net Asset Value ("NAV")	£ 277,338,647
NAV per Share <sup>2</sup>	99.66p
Share Price (28 February 2023 Close)	83.80p
Premium / (Discount) to NAV	-15.92%
Trailing Twelve Month Dividend	8.00p
Trailing Twelve Month Dividend Yield	9.55%
Look-through Gearing Ratio	0.34x
Look-through Gearing Ratio – Company Level	0.28x
Look-through Gearing Ratio – Non-Recourse	0.06x

#### Ordinary Share Return Statistics (As at 28 February 2023)<sup>1</sup>

NAV Returns (Total Returns)	Month To Date	Last Three Months	Last Twelve Months
Gross Revenue Returns	1.18%	3.99%	13.35%
Gross Capital Returns	-0.26%	-2.28%	-12.03%
Expenses and Fees	-0.41%	-1.24%	-4.10%
F/X and Other Capital Returns	-0.04%	-0.23%	-0.65%
Total NAV Return	0.47%	0.24%	-3.43%

#### Monthly Commentary

The Company's gross revenue return for the month was 1.18% (1.17p). The gross revenue return decrease from the previous month (1.34%, 1.32p) was solely driven by the short-day count in February. The average interest rate on the portfolio remained consistent with January 2023 at 14.8%. The Company's gross capital return for the month was -0.26% (-0.26p). The gross capital return was driven primarily by changes to the Company's credit investments (-0.13%), equity investments (0.02%), and publicly traded investments (-0.15%).

On 22 February 2023, the Company declared its 20th consecutive dividend of 2.00 pence per share for the three months to 31 December 2022, and the dividend will be paid on 30 March 2023.

During the month, the Investment Manager purchased 54,865 shares of the Company with 20% of its monthly management fee following the announcement of the December NAV.

#### Events Subsequent to 28 February 2023

In light of the recent situation with Silicon Valley Bank ("SVB") and Signature Bank ("SB"), the Company has reviewed all portfolio company exposure and overall impact is considered to be significantly low. At this time, there is no exposure to SB and minor exposure to SVB. Since March 9th, the Company has been in active discussions with portfolio companies with exposure to SVB to move funds to other financial institutions. As of 3 April 2023, all impacted portfolio companies with meaningful balances at SVB were able to successfully transfer funds out of the bank. Small deposit amounts may remain to pay out expenses as balances winddown and/or new accounts are being opened. There are two portfolio companies where the Investment Manager has either funded a nominal amount or \$0 that are in the process of opening a secondary account to transfer funds. The Investment Manager does not view the remaining minimal exposure to SVB as a material risk.

To note, the Company and the Investment Manager do not have a direct banking relationship with SVB or SB.

As previously disclosed, the Board determined that it would be in the best interests of the Company and its Shareholders to put forward formal proposals for a managed wind-down of the Company. The Board is working with its advisers to prepare a circular regarding the proposed wind-down which is now in advanced form. Subject to certain regulatory approvals which are being sought, the Board currently expects to publish the circular by or before the end of April. The Board's expectation is that the timetable for winding-down the Company has not changed.

With the announcement of the January NAV, the Investment Manager purchased 59,836 shares of the Company with 20% of its monthly management fee.

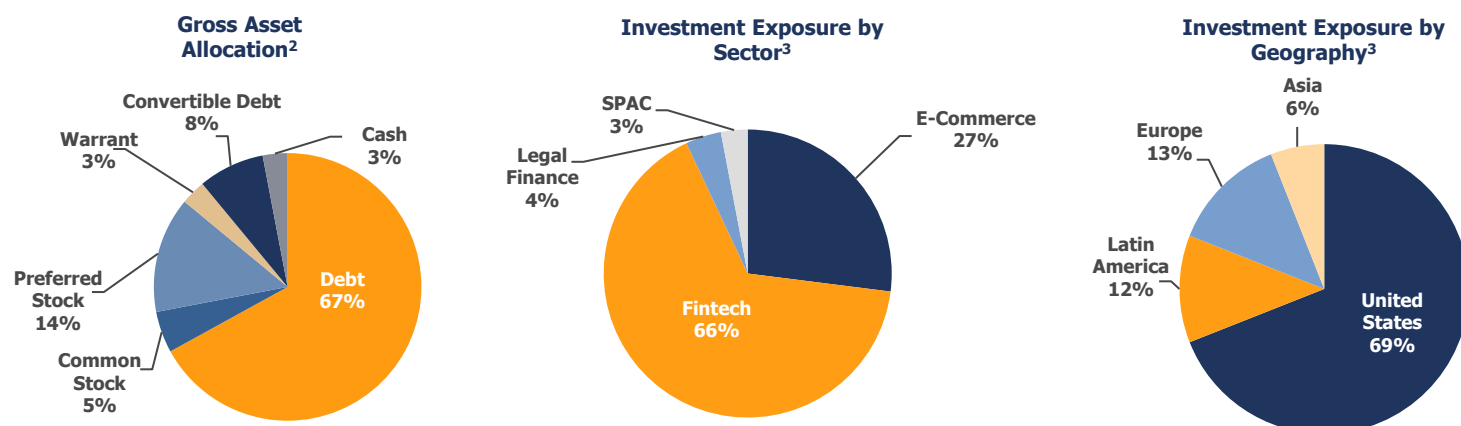
1. Please refer to the Glossary of Terms posted on the Company's website.  
2. Based on total shares outstanding, less shares held in treasury.

# VPC Specialty Lending Investments PLC

## VICTORY PARK CAPITAL

Monthly Report – February 2023

### Ordinary Share Portfolio Composition (As at 28 February 2023)<sup>1</sup>



### Ordinary Share Performance and Dividend Summary (As at 28 February 2023)<sup>1</sup>

NAV Return	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2023	1.05%	0.47%											1.60%
2022	-2.07%	-0.26%	2.54%	-1.94%	0.38%	-2.77%	1.47%	-0.25%	-3.26%	0.61%	-0.25%	-1.22%	-6.97%
2021	7.14%	1.89%	-0.18%	0.85%	1.03%	3.87%	0.36%	3.89%	2.01%	14.44%	-4.78%	-3.97%	27.60%
2020	0.89%	0.08%	-3.55%	0.91%	1.26%	1.08%	1.30%	1.25%	2.29%	2.16%	1.73%	2.09%	11.12%
Share Price Performance <sup>4</sup>	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2023	0.36%	0.48%											
2022	0.22%	-1.08%	-1.75%	-3.12%	0.00%	-4.14%	-4.08%	-1.25%	-5.57%	9.79%	1.34%	0.12%	0.84%
2021	9.78%	3.01%	-5.84%	2.63%	-1.40%	-0.94%	5.71%	-2.82%	1.97%	8.18%	-3.36%	0.22%	17.15%
2020	3.32%	-4.70%	-29.87%	-12.59%	35.81%	2.96%	0.00%	-5.15%	2.24%	0.00%	12.19%	9.61%	0.64%
Dividend Per Share	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2023	-	-											-
2022	-	-	2.00p	-	-	2.00p	-	-	2.00p	-	-	2.00p	8.00p
2021	-	-	2.00p	-	2.00p	-	-	2.00p	-	-	2.00p	-	8.00p
2020	-	-	2.00p	-	2.00p	-	-	2.00p	-	-	2.00p	-	8.00p

1. Please refer to the Glossary of Terms posted on the Company's website.
2. Percentages calculated on a look-through basis to the Company's investee entities and SPVs.
3. Calculations using gross asset exposure and not reduced for gearing. Excludes cash.
4. Based on issue price of 100p.

# VPC Specialty Lending Investments PLC

Monthly Report – February 2023

## VICTORY PARK CAPITAL

### SPAC Summary (As at 28 February 2023)

	VPC Impact Acquisition Holdings	VPC Impact Acquisition Holdings II	VPC Impact Acquisition Holdings III	JAR Sponsor, LLC (L&F Acquisition Corp.)	
Investment Status	Deal Completed	Deal Terminated	Deal Completed	Deal Completed	
Target	Bakkt Holdings, LLC	FinAccel Pte. Ltd.	Dave, Inc.	ZeroFox, Inc.	
					Total
Total Value	\$5,712,713	\$1,240,626	\$180,730	\$245,018	\$7,379,088
Total Cost	\$2,708,301	\$1,254,358	\$1,247,795	\$168,051	\$5,378,505

### Performance Fee Attribution (As at 28 February 2023)<sup>1</sup>

Month to Date (as a percentage of NAV)	Revenue Return	Capital Return	Total Return
NAV Return before Performance Fee	0.77%	-0.30%	0.47%
Performance Fee	0.00%	0.00%	0.00%
Total Return	0.77%	-0.30%	0.47%
Month to Date (pence per share)	Revenue Return	Capital Return	Total Return
Return per Ordinary Share before Performance Fee	0.76p	-0.30p	0.46p
Performance Fee	0.00p	0.00p	0.00p
Total Return per Ordinary Share	0.76p	-0.30p	0.46p

### Portfolio Statistics<sup>1,2</sup>

	Asset Backed Loans
Weighted Average Coupon	14.82%
Weighted Average Remaining Life (months)	14.29

1. Please refer to the Glossary of Terms posted on the Company's website.  
2. Underlying portfolio data as of most recent available reporting period.

### 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 2007, 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 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.

This report is provided for the purpose of information only, and if you are unsure of the suitability of this investment you should take independent advice. NAV performance is not linked to share price performance and shareholders may realise returns that are lower or higher in performance.

Issued in the U.K. by VPC. This report may not be distributed or transmitted in or into the United States of America, Canada, Australia or Japan, or in any other country outside the United Kingdom where such distribution may lead to a breach of law of regulatory requirements, or transmitted, distributed or sent to or by any national, resident or citizen of such countries. The distribution of this document in certain jurisdictions may be restricted by law and therefore persons into whose possession this document comes should inform themselves about and observe any such restrictions. Any such distribution could result in a violation of the law of such jurisdiction.

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.

### 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 "Asset Backed Lending." Asset Backed Lending affords various structural protections and covenants which are designed to limit downside risk while providing shareholders with strong income returns.

### VPC Specialty Lending Investments PLC

6<sup>th</sup> Floor, 65 Gresham Street  
London  
EC2V 7NQ  
United Kingdom  
Website: [www.vpcspecialtylending.com](http://www.vpcspecialtylending.com)

### For Enquires Please Contact:

**Investor Relations**  
Telephone (U.S.): (+001) 312 705 2789  
Email: [info@vpcspecialtylending.com](mailto:info@vpcspecialtylending.com)