

**KATCH FUND SOLUTIONS
GLOBAL LENDING OPPORTUNITIES FUND**

FAQs - Frequently Asked Questions

August 2021

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Katch Fund Solutions - Global Lending Opportunities Fund

The purpose of this document is to serve as a guide to investors in their review and assessment of Katch Fund Solutions - Global Lending Opportunities Fund.

Katch Fund Solutions - Global Lending Opportunities Fund is a multi-strategy investment vehicle that deploys capital within the private debt environment, with a focus on short-term lending strategies: factoring, trade finance, and bridge financing.

This document lists the most frequently asked questions in regard to the fund structure, the investment strategy implemented and other characteristics of the fund.

DISCLAIMER

You should review with your legal counsel and other advisors the value of the responses and to what extent, if any, you may rely upon such responses. The contractual terms of an investment in Katch Fund Solutions - Global Lending Opportunities Fund are confined to the terms of the subscription documents, Offering Memorandum, Offering Supplement and the constitutional documents. In order to obtain the best possible information additional questions should be raised to clarify any point of uncertainty, and where practicable verbal examination should be undertaken. In particular, industry standards recommend that in respect of special areas of concern, such as fund performance or risk profile, independent third-party data should, if possible, be obtained in order to verify these facts.

FAQs - Frequently Asked Questions

Katch Fund Solutions - Global Lending Opportunities Fund

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1. FUND STRUCTURE

What is the legal structure of the fund?

Katch Fund Solutions ("KFS") is an umbrella of *Société d'Investissement à Capital Variable* ("SICAV") funds that falls under the Luxembourg's *Reserved Alternative Investment Fund* ("RAIF") regulation of July 23, 2016.

By definition, a SICAV is a publicly-traded open-ended investment fund structure offered in Europe that is similar to open-ended funds in the USA: shares of the fund are bought and sold based on the fund's current net asset value ("NAV").

Which providers does the fund partner with?

Below table lists the providers that KFS partners with, and defines their respective roles:

Alternative Investment Fund Manager ("AIFM")	
Company	Fuchs Asset Management, SA
Address	49 boulevard Prince Henri L-1724 Luxembourg Grand Duchy of Luxembourg
Role	The AIFM is responsible for reviewing investment strategies, risk management and ensuring compliance with applicable laws and regulations.
Auditor	
Company	KPMG, Société Coopérative
Address	39 avenue John F. Kennedy L-1855 Luxembourg Grand Duchy of Luxembourg
Role	The auditor ensures compliance with established internal control procedures by examining records, financial statements and others.
Administrator	
Company	Circle Investment Support Services, SA
Address	Aerogolf center 1A Heienhaff L-2633 Senningerberg Luxembourg

	Grand Duchy of Luxembourg
Role	The administrator is in charge of keeping proper accounting, maintenance and filling of the funds' financial books and records, NAV calculation, trade settlement and others administrative tasks.
Custodian	
Company	Creand
Address	30 boulevard Royal L-2449 Luxembourg Grand Duchy of Luxembourg
Role	The custodian ensures the safekeeping of the funds' assets in order to minimize the risk of theft and/or loss.
Legal Representative	
Company	Van Campen Liem Luxembourg
Address	2 rue Dicks L-1417 Luxembourg Grand Duchy of Luxembourg
Role	The legal representative is in charge of ensuring proper registration for distribution, and assists the funds with any legal matters that may arise.

What are the management fees and performance fees charged to the fund?

Depending on the share class owned, the amount of management and performance fees will vary. Below table lists the management and performance fees charged to each share class on a yearly basis:

	Management Fee	Performance Fee
Institutional share classes	1.25%	10%*
Retail share classes	1.50%	15%*

* Subject to a High-Watermark. The High-Watermark is the greater of the highest NAV per share of the relevant class at the end of a calculation period at which a performance fee was payable; and the initial subscription price of the relevant Class. For more information please refer to the Offering Memorandum Placement.

2. FUND PROFILE

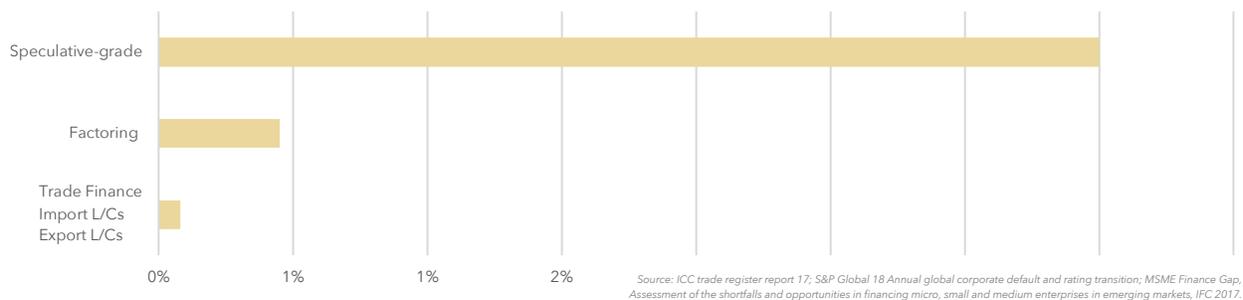
What is the investment strategy/objective?

The Katch Global Lending Opportunities Fund main objective is to produce long term capital appreciation for its investors by investing in various sub-categories of the liquid private debt, including

but not limited to: factoring, trade finance, and bridge financing. Those strategies are usually characterized by low default rates, low level of volatility resulting in stable returns, non-correlation to traditional asset classes, and high levels of liquidity. Thanks to a focus on previously mentioned strategies, the Katch Global Lending Opportunities Fund is able to provide monthly liquidity to its investors, and continuously outperform traditional asset classes such as fixed income and equities.

What is the default rate profile of the main strategies?

The following graph displays the default rate experienced by factoring and trade finance compared to speculative-grade. So far, no data has been published on bridge financing default rate, nevertheless, our bridge lending strategy had never occurred neither default nor loss since inception.



What is the investment process?

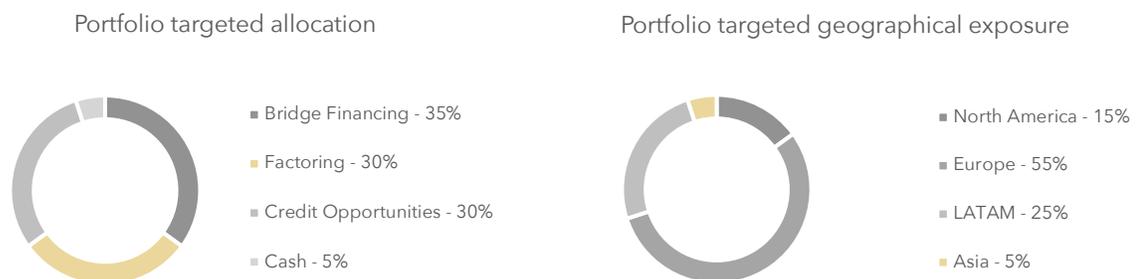
The investment process outlines the different steps that are implemented when creating our portfolios. The four steps are defined below:

- **Sourcing** - Our dedicated team of experts is constantly screening potential investments through its wide network to find new opportunities that match our investment criteria.
- **Due-Diligence** - Investment opportunities go through a rigorous and multi-layer due-diligence process: our portfolio managers along with their analysts review investment opportunities on a case by case, followed by a deeper due-diligence implemented by our investment committee including analysis of the offering, assets verification, background checks, and on-site visits. Finally, each investment opportunity is submitted to our AIFM who verifies and ensures compliance with applicable laws and regulations.
- **Allocation Decision** - Based on due-diligence, and AIFM approval, capital is deployed.
- **Ongoing Reporting & Monitoring** - Detailed surveys and assessments of ongoing investments are performed by our team on a monthly basis.

How would you define the fund's diversification profile?

The Katch Global Lending Opportunities Fund uses a global approach and invests in various regions of the world including North and South America, Europe, and Asia. The fund is broadly diversified across multiple strategies: factoring, trade finance, bridge financing among others. Each strategy is also well diversified in term of counterparties. As an example, our factoring strategies has an average loan size of about \$5,000.00 which gives us exposure to an average of 3,000 counterparties. Focusing on smaller loans allows us to increase the level of diversification and efficiently manage risks.

What is the portfolio targeted allocation in term of strategies and geographical exposure?



Are all strategies managed in-house?

Currently we have about 50% of the strategies managed in-house (especially factoring, receivables, and bridge financing strategies), and the remaining 50% are invested through third-party funds. We prefer to use third-party funds when we do not have the specific expertise to manage such strategy, yet.

What are the different investor profiles that the fund accepts?

The Katch Global Lending Opportunities Fund exclusively accepts institutional, qualified and professional investors with no restriction in term of location. In fact, our base of investors is well diversified, we currently work with some of the most well-known banking institutions: Pershing, UBS, Credit Suisse, Julius Baer, Crediinvest, Banco Santander, Banque Havilland, Edmond de Rothschild, Bordier, Vontobel and others. In addition, the Katch Global Lending Opportunities is currently available on the following platforms: Euroclear, Clearstream, Allfunds, FundSettle, among others.

Key metrics:

- 100+ Final investors.
- 10+ Custody banks.
- 5+ Clearing platforms.
- 11+ Countries fund provenance.
- \$500k Average ticket size.

3. ASSETS UNDER MANAGEMENT & RETURNS

What are the assets under management of the fund?

As of January 1st, 2021, the Katch Global Lending Opportunities Fund has \$100 million of assets under management and is expected to reach \$150 million by the end of December 2021.

What is the fund's target return per annum?

Depending on the share class owned, the targeted return will vary. Below table lists the annual returns targeted by each share class:

	Target return per annum
Institutional share classes - USD	8%
Institutional share classes - EUR	7%
Retail share classes - USD	6.5%
Retail share classes - EUR	5.5%

4. NAV & DIVIDENDS

How is the NAV calculated?

The NAV is calculated by our administrator on a monthly basis. They are responsible for collecting and verifying the value of each underlying assets. Once the NAV has been calculated by the administrator, it is forwarded to our AIFM for its review and approval.

When is the NAV made available to investors?

The NAV is made available to our investors on a T+25-day basis, meaning that the NAV of a specific month will be released around the 25th of the following month. This allows the administrator to properly collect and verify the value of each underlying asset.

How much dividend will investors received per annum?

Depending on the share class owned, the amount of dividend paid will vary. Below table lists the dividends paid by each share class on a yearly basis:

	Dividend per annum
Institutional share classes - USD	6%
Institutional share classes - EUR	6%
Retail share classes - USD	6%
Retail share classes - EUR	4%

What is the dividend payment frequency?

The distribution share classes pay dividends on a quarterly basis.

5. SUBSCRIPTIONS & REDEMPTIONS

How often are subscriptions and redemptions accepted by the fund?

- **Subscriptions:** The fund accepts subscriptions on a continuous basis on each last valuation day - the last business day of the month.
- **Redemptions:** The fund accepts redemptions on a continuous basis on each last valuation day - the last business day of the month, given a prior 45-day notice.

What is the cut-off for subscriptions/redemptions?

- **Subscriptions:** Proper documentation and funds must be received by the administrator before 4:00 pm (Luxembourg time), two days before the relevant subscription date.
- **Redemptions:** Proper documentation must be received by the administrator before 4:00 pm (Luxembourg time), 45 days before the relevant redemption date.