

Katch Fund Solutions – Katch Factoring Fund

Share Class I : USD (Acc)

FUND PROFILE

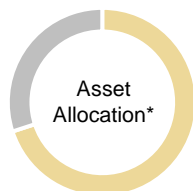
The Katch Factoring Fund's main strategy is to provide short-term funding for Brazilian small- and mid-sized companies by buying receivables at a discount, a common practice called factoring. Invoices typically mature within 30 to 90 days and come with strong guarantees. In addition, with a smaller part of the portfolio, the fund provides working capital loans to Brazilian companies that are fully backed by real estate assets.

INVESTMENT OPPORTUNITY

The highly concentrated Brazilian banking sector is not providing sufficient funding to small- and medium-sized enterprises that are the backbone of the economy. Therefore, Brazilian authorities implemented an investor-friendly regulatory framework to incentivize private lending. Katch invests and manages receivables-backed funds called Fundo de Investimento em Direitos Creditórios (FIDCs) that are fully regulated and monitored by the Brazilian Securities Commission (CVM) with high levels of transparency and accountability. Investors get access to a diversified portfolio of invoices that combines attractive investment returns, low correlation to traditional asset classes and low credit risk, thanks to several layers of protection, such as real estate collaterals and personal guarantees.

FUND ALLOCATION*

The fund mainly invests in receivables of small and mid-sized enterprises in Brazil, with a focus on the Southeast and South Region of Brazil. The receivables portfolio is highly diversified with a wide range of different economic sectors and industries. To a lesser degree, the fund also provides direct loans that are secured by non-operational real estate.



• Asset Backed Lending - 70%
• Account Receivables - 30%



• Industrial - 21.63%
• Agribusiness - 14.94%
• Construction - 13.48%
• Real Estate - 12.08%
• Services - 8.73%
• Oil and Gas - 7.10%
• Packaging - 5.63%
• Food&Beverage - 5.60%
• Consumer goods - 4.57%
• Financial Services - 3.08%
• Transportation - 1.92%
• Textile - 0.63%
• Energy - 0.62%

*Source: Katch Investment Group. As of November 30, 2023. Allocation may vary over the time.

PORTFOLIO REVIEW

As anticipated, the performance showed a noticeable improvement during the month of November. Our team successfully executed new receivables trades, effectively reducing cash reserves. Furthermore, we were able to rectify delayed payments from October, which had previously led to moderate provisions impacting our October performance. This timely collection of payments not only reversed those provisions but also contributed positively to our overall performance.

In terms of portfolio management, we maintain a vigilant approach, closely monitoring market conditions and proactively taking measures to maintain a balanced risk-reward profile.

Looking ahead, we maintain an optimistic outlook, with a substantial performance uptick expected in 2024. This optimism is underpinned by factors such as reduced hedging costs, attractive yields from recently implemented transactions, particularly in real estate-backed direct lending, an improving credit market, and a partial recovery of previous provisions. We continue to work diligently to navigate these evolving dynamics for the benefit of our investors.

FUND STRUCTURING & KEY TERMS

| | |
|---------------------------------|---|
| Fund Name | Katch Fund Solutions – Katch Factoring Fund |
| Fund Domicile | Luxembourg |
| Legal Form | SICAV-RAIF S.A. |
| Launch Date | May 2020 |
| Fund Type | Open-ended |
| Fund Base Currency | USD |
| Target Return (p.a.)** | 10%**** |
| Liquidity | Monthly + 90-day notice |
| Min. Investment** | \$1,000,000 |
| Min. Sub. Investment** | \$100,000 |
| Management Fee (p.a.)** | 1.25% |
| Performance Fee (p.a.)** | 10% (Highwater mark)***** |
| Share Classes Currency | USD – EUR – CHF |
| Lock-in Period | None |
| Hedging | All non-USD currencies are hedged |
| Leverage | None |

For institutional USD share classes only. *For I USD Acc class only. ****The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment and/or current market conditions and are not an exact indicator. What you will get will vary depending on how the market performs and how long you keep the investment/product. Future performance is subject to tax, which depends on the individual investor's circumstances and may change in the future. *****Performance fee are charged on a monthly basis.



Stephane Prigent, CFA
CEO

ABOUT KATCH INVESTMENT GROUP

Katch Investment Group is a dynamic asset management boutique offering innovative investment solutions in a constantly changing and challenging financial market environment. In the aftermath of the global financial crisis, major central banks' liquidity injections have inflated traditional asset classes, while new regulations reduced the banks' appetite and capability to lend to smaller businesses.



Laurent Jeanmart, CFA
Chairman

Katch identified these trends and decided to launch a fund that invests in short-term lending and financing opportunities. It focuses on areas where the capital supply is scarce that offer relatively high and stable returns for investors, such as factoring, receivables monetization and real estate bridge loans.



Pascal Rohner, CFA
CIO

The fund is registered in Luxembourg and partners with recognized financial institutions. It is managed by Stephane Prigent (Ex-Managing Director & Global Head of Equity Sales Research at State Street Capital), Laurent Jeanmart (Ex-head of Investment at Platinum Capital & Ex-CIO at Fidelis Insurance Holdings), and Pascal Rohner (Ex-CIO at Private Investment Management & Ex-Credit Suisse).



Fabio Barbosa
Portfolio Manager

ABOUT OUR PORTFOLIO MANAGER

Fabio, with 20 years in finance, began at KPMG, auditing financial institutions. He led a securitization team, then joined a Brazilian Investment Bank, focusing on fundraising. In 2018, Fabio became an independent advisor at Prudent Group, significantly shaping the company and the Brazilian securitization market. His expertise includes banking, real estate, financial modeling, strategic planning, and pricing securities.

FUND PROVIDERS

| | |
|---|------------------------|
| Alternative Investment Fund Manager – "AIFM" | Fuchs Asset Management |
| Advisor | Katch Advisors LTD |
| Administrator | Bolder Group |
| Custodian | Creand |
| Auditor | KPMG |
| Legal Advisor | CMS Luxembourg |

FUND INSTITUTIONAL SHARE CLASSES

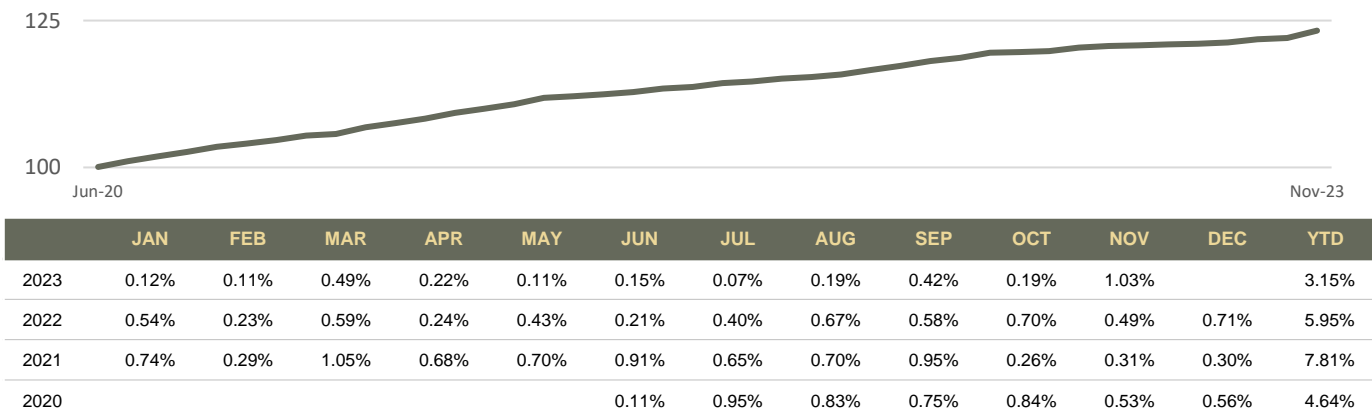
| | | | ISINs | Bloomberg Code |
|---------|-----|-----|--------------|----------------|
| Class I | USD | Acc | LU1965341131 | KFSFIUA |
| Class I | USD | Dis | LU1965341305 | KFSFIUD |
| Class I | EUR | Acc | LU1965340752 | KFSFIEA |
| Class I | EUR | Dis | LU1965340919 | KFSFIED |
| Class I | CHF | Acc | LU2244365990 | KAKFICI |

FUND PRICING & PERFORMANCE

| | |
|---------------------|--------|
| NAV*** | 124.00 |
| YTD*** | 3.15% |
| 12 months*** | 3.88% |

***For 1 USD Acc class only.

NET PERFORMANCE TO INVESTORS – 1 USD Acc (ISIN: LU1965341131)



Source: Katch Investment Group. The performance of Katch Fund Solutions – Katch Factoring Fund is live starting June 2020. The above track record is based on the actual performance, net of all fees and costs to investors. Past performance does not predict future returns. Past performance should not in any circumstances be taken as an indication of future performance. Returns may increase or decrease as a result of currency fluctuations. Investors and prospective investors should refer to the official documents of the Fund, including the Private Placement Memorandum, for further information about the risk of investing in this investment fund.

Risk section

The main risks associated with this investment are as follows:

Market risk: Investments in the sub-fund are only suitable for investors that are able to bear the economic risk. The value of the sub-fund may fluctuate dramatically due to market factors such as interest rates, credit quality of borrowers and guarantors and foreign exchange rates.

Liquidity risk: An investment in the sub-fund carries a general liquidity risk. The shares may also be affected by restrictions on redemption imposed by the sub-fund Memorandum and under applicable law.

Political risk: Values may be affected by complex political factors, including governmental action to fix or support the value of a currency or capital controls, regardless of other market forces.

Tax risk: Investors should seek independent tax advice regarding the tax implication of buying, holding and redeeming the sub-fund.

Currency risk: Investors are subject to currency fluctuations when they purchase shares in the sub-fund that are dominated in a currency that is different from the investor's base currency.

The value of the money invested in the fund can increase or decrease and there is no guarantee that all of your invested capital can be redeemed. Investment may result in a financial loss.

DISCLAIMER – IMPORTANT NOTICE:

This is a marketing communication. Please refer to the prospectus of the Katch Fund Solutions – Katch Factoring Fund before making any final investment decisions. The manager or management company may decide to terminate the arrangements made for the marketing of the Fund. Investors Rights & Risk associated with the investment can be obtained in English language via the following link: <https://katchinvest.com/wp-content/uploads/2023/10/Katch-Investment-Group-Investor-Rights-0-Risk.pdf>

The material being provided (the “document”) including all information relation to the Katch Fund Solutions – Katch Factoring Fund (The Sub-Fund), a sub-fund of the Katch Fund Solutions S.A. SICAV RAIF (the “Fund”), is confidential and is intended solely for the use of the person or persons to who it is given or sent and may not be reproduced, copied or given in whole or in part, to any other person. The Document is not approved for the public and is only intended for recipients who would be generally classified as “professional”, “institutional” or “well-informed” investors who equally qualify as professional clients within the meaning of Annex II of Directive 2014/65/EU of the European Parliament and of the Council of 15 May 2014 on markets in financial instruments. The Document is not designed for use in any jurisdiction or location where the publication or availability of the Document would be contrary to local law or regulation. If you have access to the Document, it is your responsibility to be aware of and to observe all applicable laws and regulations of any relevant jurisdiction and it is recommended an investor first obtains appropriate legal, tax, investment or other professional advice prior to acting upon the Document.

The Document shall not be considered as a private placement memorandum or a public offer. In connection with the information given in this Document, no person is authorized to give any information nor to make any representations other than those contained in this Document and any commitment to the Sub-Fund made by any person on the basis of statements or representations not contained in or inconsistent with the information contained herein shall be solely at the risk of that person.

This Document does not purport to be all-inclusive and does not necessarily contain all the information that a prospective investor may desire in deciding whether or not to commit to the Sub-Fund. No representation or warranty, express or implied, is or will be made in relation to, and no responsibility or liability is or will be accepted by the Fund as to or in relation to the accuracy or completeness of this Document or any other information, written or oral, made available to any recipient or its advisors in connection with any further investigation of the Fund.

The materials contained herein are intended to supplement discussions between the Fund and the recipients, and the supplemental discussions are required for these materials to be meaningful. The information contained in this Document will be superseded by, and is qualified in its entirety by reference to, the placement memorandum of the Fund, which will contain information about the investment objective, terms and conditions of an investment in the Sub-Fund and will also contain tax information and risk disclosures that are important to any investment decision regarding the Sub-Fund and which should be read carefully prior to an investment in the Sub-Fund, and also is qualified in its entirety by reference to the articles of association of the Fund and the commitment agreement for the Sub-Fund.

To the best of its knowledge, the Fund has taken all reasonable care to ensure that the information contained herein is in accordance with the facts and does not omit anything likely to mutually affect the importance of such information at the date of issuance of this Document. The Fund expressly disclaims any and all liability based on such information, errors in such information, or omissions from such information. In particular, no representation or warranty is given as to the accuracy of any financial information contained in this Document or as to the achievement or reasonableness of any forecasts, projections, management targets, prospects or returns.

Prospective investors should not construe the content of this Document as investment, legal, business, accounting, tax or other advice. In making an investment decision, prospective investors must rely on their own examination of the Fund and the Sub-Fund and the related documentation and the terms of the offer, including the merits and risks involved which can be obtained from the AIFM of the Fund, in English language.

Each prospective investor should consult his/her own attorneys, business advisors and/or tax advisors as to legal, business, accounting, tax and related matters concerning an investment in the Sub-Fund. An investment in the Sub-Fund involves risks. Prospective investors should have the financial ability and willingness to accept such risk characteristics. Neither the distribution of this Document nor any offer shall under any circumstances create any implication or constitute a representation that there has been no change in the business or affairs or any other information contained in the Document since the date of this Document.

Distribution in Switzerland to qualified investors only and in accordance with the Collective Investment Schemes Act (CISA):

The Sub-Fund may only be offered and this document may only be distributed in Switzerland to qualified investors.

Home country of the Fund: Luxembourg. The representative in Switzerland is Carnegie Fund Services SA, 11 rue du General-Dufour, 1204 Geneva, Switzerland. The Swiss Paying Agent in Switzerland is Banque Cantonale de Geneve, 17 quai de l'île, 1204 Geneva, Switzerland.

The offering memorandum and other key investor information document or fund contract as well as the annual reports may be obtained free of charge from the representative. In respect of the units distributed in and from Switzerland, the place of performance and jurisdiction is the registered office of the Representative.

KATCH

Moray House, 23-31 Great Titchfield Street, W1W 7PA, London, United Kingdom
www.katchinvest.com | info@katchinvest.com