

# RM Secured Direct Lending PLC

## Monthly Fact Sheet

31 May 2017

### Company Overview

Listing Date	15/12/2016
ISIN	GB00BYMTBG55
Ticker	RMDL
Dividend	Quarterly
Listing	Main Market LSE Premium Listing
Target Dividend Yield p.a. <sup>1</sup>	6.5%*
Management Fee <sup>2</sup>	0.5%*: 50% reinvested in shares
Discount Management Strategy	Share buy-backs if 6% discount or more (over 6 months)
Liquidity Opportunity	Year 4

### Ordinary Shares as at 31 May

Shares in Issue	57,300,000
Share Price	102.00p
Market Cap	£58.4m
Gross Assets	£56.2m
Net Assets	£56.2m
NAV per Share	98.23p
NAV Frequency	Monthly
Share Price Premium/ Discount to NAV	+ 3.8%

### Non-Executive Directors

Norman Crighton (Chairman)  
Guy Heald  
Marlene Wood

### Overview

RM Secured Direct Lending Plc ("RMDL" or the "Company") is a closed-ended investment trust established to invest in a portfolio of secured debt instruments.

The Company aims to generate attractive and regular dividends through loans sourced or originated by the Investment Manager with a degree of inflation protection through index-linked returns where appropriate. Loans in which the Company invests are predominantly secured against assets such as real estate or plant and machinery and/or income streams such as account receivables.

### Company Update

During May, the Company successfully issued a further 7 million ordinary shares at 101.25 pence, increasing the number of ordinary shares to 57.3 million. A maiden dividend was declared for the period to 31 March 2017 of 0.2 pence which is payable on 30 June 2017.

As well as progressing a number of opportunities in the pipeline, the Investment Management Team held several follow-up meetings with a number of existing shareholders and provided an in-depth update on the positive progress achieved so far in the period since IPO. There are several more opportunities now in advanced stages of due diligence and documentation which we expect to close shortly. As we look to June, it is the Investment Manager's objective to have the significant proportion of the recently raised funds deployed on a cash basis ahead of the summer period.

One funding opportunity, which is expected to close during June, is in respect of an asset finance portfolio which is ring-fenced as an asset pool. The investment size is likely to be £5.5m to a diverse book of loans spread across a number of industry sectors such as Wheeled Plant, Industrial Machinery, Trailers and Heavy Commercial Vehicles. There are strict criteria for the loans which are typically 12 months to five years in maturity, hire purchase or leasing agreements secured over relatively standardised long economic life with "liquid" markets. There is a significant equity buffer and the structure has several key covenants to protect the investment. The documentation and security package is bespoke and the assets being funded are typical of the types of investments which the Investment Manager wishes to focus on.

### Fund Performance - as at 31 May 2017

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Dividends (%)	0.0	0.0	0.0	0.0	0.0	-	-	-	-	-	-	-	0.0
Share Price Total Return (%)	2.0	0.0	(0.3)	0.0	0.3	-	-	-	-	-	-	-	2.0
NAV (Cum Income) p	97.7	97.4	97.3	97.5	98.2	-	-	-	-	-	-	-	-
Total Return (%) - NAV	(0.3)	(0.3)	(0.1)	0.2	0.7	-	-	-	-	-	-	-	0.2
Total Return (%) - Share Price & Dividends	2.0	2.0	1.7	1.7	2.0	-	-	-	-	-	-	-	2.0

<b>Advisory &amp; Administration</b>  <b>AIFM</b> International Fund Management Limited  <b>Administrator &amp; Company Secretary</b> PraxisIFM Fund Services (UK) Ltd  <b>Valuation Agent</b> Mazars LLP  <b>Legal Advisers</b> Gowling WLG (UK) LLP  <b>Auditor</b> Ernst & Young LLP  <b>Corporate Broker</b> N+1 Singer Advisory LLP  <b>Investment Manager</b> RM Capital Markets Limited 7 Melville Crescent Edinburgh EH3 7JA  <b>James Robson</b> Investment Management +44 (0) 131 603 7069 <a href="mailto:James.Robson@rm-capital.co.uk">James.Robson@rm-capital.co.uk</a>  <b>Pietro Nicholls</b> Investment Management +44 (0) 20 3697 1768 <a href="mailto:Pietro.Nicholls@rm-capital.co.uk">Pietro.Nicholls@rm-capital.co.uk</a>  <a href="http://www.rm-funds.co.uk">www.rm-funds.co.uk</a>  <b>Company Address</b> RM Secured Direct Lending PLC Mermaid House 2 Puddle Dock London EC4V 3DB	<b>Company Portfolio<sup>1</sup></b>																																																									
	<b>17</b>	<b>£55.3m</b>	<b>7.65%</b>	<b>3.87 years</b>																																																						
	<b>Number of Loans</b>	<b>Total Committed<sup>2</sup></b>	<b>Average Yield</b>	<b>Average Life<sup>3</sup></b>																																																						
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<sup>1</sup> As at 31 May 2017; <sup>2</sup> Committed funds exceeds investment capital available by a margin as not all Loans drawn at the same time ; <sup>3</sup> Weighted-Average Life and average yield based on drawn amounts																																																										
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<div> <div> <b>WAL of Loan Book</b> <ul style="list-style-type: none"> <li>0-3 Yrs - 40%</li> <li>3-5 Yrs - 34%</li> <li>5-7.5 Yrs - 26%</li> </ul> </div> <div> <b>Annualised Yield</b> <ul style="list-style-type: none"> <li>&lt; 7.5% - 26%</li> <li>7.5-9.5% - 52%</li> <li>&gt; 9.5% - 22%</li> </ul> </div> <div> <b>Coupon Type</b> <ul style="list-style-type: none"> <li>Fixed - 71%</li> <li>Floating - 20%</li> <li>Inflation Linked - 9%</li> </ul> </div> <div> <b>Investment Type</b> <ul style="list-style-type: none"> <li>Senior Secured - 88%</li> <li>Junior Secured - 12%</li> </ul> </div> </div>																																																										

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