



## WHY INVEST IN SGCIF?

- ✓ Intermediate term diversified private debt
- ✓ High financial yield with high social/environmental impact addressing currently 9 of the 17 SDG goals
- ✓ Collateralized direct debt and large managed SME portfolios
- ✓ Evergreen semi-liquid structure

## SUSTAINABLE DEVELOPMENT GOALS



<b>INCEPTION DATE:</b>	April 2012
<b>STYLE:</b>	Private Debt
<b>BENCHMARK:</b>	Barclays Corporate Bond Barclays High Yield Bond (50/50)
<b>PRODUCT TYPE:</b>	Private Investment Fund
<b>PORTFOLIO MANAGER:</b>	Benjamin Bingham
<b># OF INVESTMENTS:</b>	13
<b>MANAGEMENT FEES:</b>	1.5%
<b>OPERATING EXPENSE:</b>	0.07% (monthly average)
<b>FUND SIZE:</b>	\$8M (December 31, 2018)

## MACROECONOMIC THEORY

If banks have difficulty lending to smaller or unusual enterprises there will be opportunities for high yields in the private sector. Should interest rates rise, the portfolio may add ESG corporate bonds, green bonds, social or municipal bonds. Venture debt is an important economic driver for mission-oriented enterprises because it provides working capital while reducing the risk of VC takeovers and mission drift. On the other hand, venture debt requires strong management with enforceable consequences for late payments. This can add to performance while deepening the relationship between the fund manager and the venture’s management team.

## MARKET OUTLOOK

Private debt, unlike other fixed income securities in the public sector, is not directly tethered to government linked interest rate hikes. Despite the prospect of multiple interest rate hikes, this portfolio will remain relatively stable. Side-pocketed investments in the portfolio that have equity-like characteristics such as accruing interest are currently seeking exit strategies.

### American Homeowners Preservation Fund

American Homeowners Preservation Fund is focused on acquiring bundles of mortgages at a discount in order to help families who want to remain in their homes avoid losing them.

### Prime Meridian

Prime Meridian has a proprietary methodology to acquire main street debt offerings from online, peer to peer lending sites

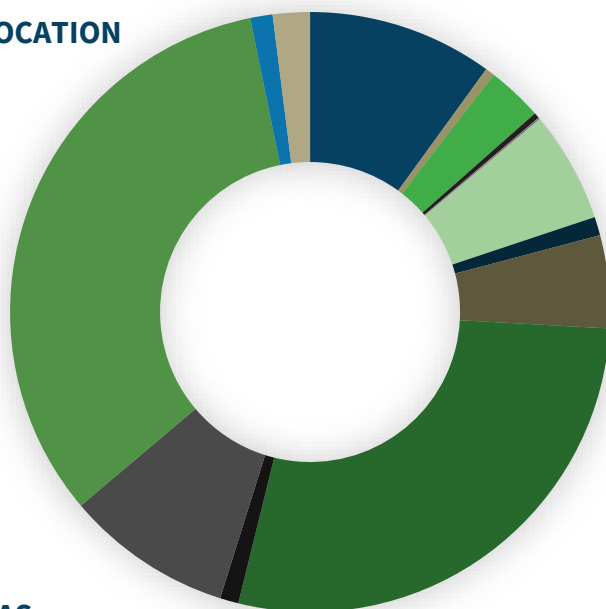
### Communally

Communally combines its technology and public policy expertise with a commitment to community outreach to generate practical solutions to the complex problems of poverty.



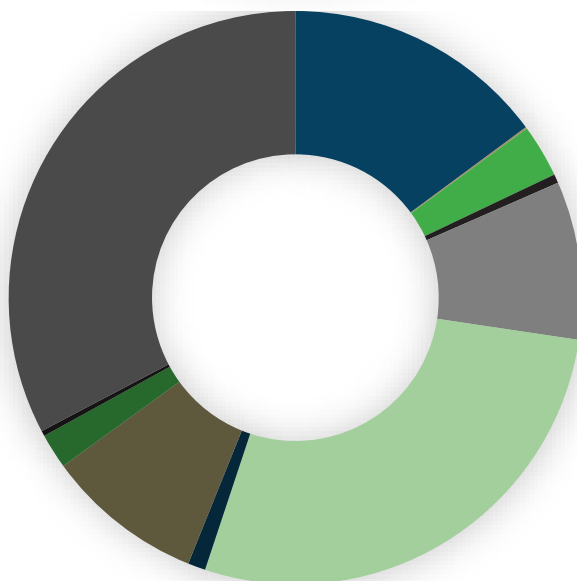
Fund		Q4 2018	Last 6 Months	1 Year	Since Inception (Annualized)
SGCIF (Excluding Side-Pocketed Investments)	Gross	0.91%	2.29%	5.36%	5.37%
	Net	0.33%	1.11%	2.93%	3.11%
SGCIF (Including Side-Pocketed Investments)	Gross	0.51%	1.30%	3.06%	6.42%
	Net	(0.06%)	0.13%	0.68%	3.90%
Barclays Corporate Bond / Barclays High Yield Bond (50/50)		(1.90%)	(0.43%)	(1.00%)	3.75%

### INVESTMENT ALLOCATION



- Communally 10%
- PEP Fund I 1%
- Palmetto Louisiana Solar 3%
- Cash 0.3%
- Meidlinger Partners 0.1%
- Prime Meridian SBL Fund 6%
- Prime Meridian PL Fund 1%
- American Home. Pres. 5%
- Anthurium Solutions 28%
- Challengr 1%
- EcoTrust Forests Fund 9%
- Panel Group 33%
- Star Mountain 1%
- Polymateria Ltd 2%

### INVESTMENT AREAS



- Poverty Alleviation 15%
- Water Tech 0.1%
- Solar Energy 3%
- Renewable Energy 1%
- SME Businesses 9%
- Workflow 28%
- Community Building 1%
- Sustainable Timber 9%
- Biodegradable plastic 2%
- Cash 0.3%
- Land Rights 33%