

Multi Finance Opportunities Fund

Alternative Fixed Income Opportunities



A DIVERSIFIED ALTERNATIVE CREDIT FUND. A MODERN SOLUTION TO AN AGE-OLD PROBLEM. CREATING REAL PORTFOLIO DIVERSIFICATION.

Prestige is proud to announce the launch of **Multi Finance Opportunities** (MFO) - an experienced investor alternative credit fund that endeavours to generate positive returns over the medium term and across different economic cycles. MFO will seek to achieve this by strategically and tactically allocating to a diverse range of credit-based opportunities, many of which operate with lower volatility and correlation to traditional fixed income strategies.

A NEW PRESTIGE FUND IS A RARE AND PRECIOUS THING

With a sea of funds to choose from, there is seldom need for another one which is why Prestige has spent the last few years focusing on its successful 'Alternative Finance' and 'Commercial Finance' credit strategies – established almost a decade ago. Both have delivered consistent positive returns to investors and grown considerably in size over the past few years as institutional investors became more attracted to Private Debt / Alternative Credit based strategies.

At the same time Prestige has exerted considerable effort building a larger management team enabling greater resource and expertise with which to support additional opportunities such as MFO. The result of a larger team has enabled Prestige to research and develop a universe of credit funds that potentially form part of the 'investible universe' of MFO.

Key factors to note about MFO include:

- Dedicated Fund investing in successful strategies in the rapidly expanding credit market
- Managed by an experienced team with solid knowledge of the market
- Draws on Prestige's expertise of more than 10 years in managing successful credit funds
- International exposure across managers and strategies in several different markets
- Low correlation to traditional public markets - bond and equities
- EU Regulated SICAV

ALTERNATIVE CREDIT / PRIVATE DEBT - THE OPPORTUNITY

MFO focuses on alternative credit - fixed income and private debt related investment strategies in the UK, EU, USA and selected other developed world territories.

We believe that Independent Asset Managers will increasingly allocate to Alternative Credit / Private Debt strategies and will seek to source specialist funds such as **Multi Finance Opportunities** to enable greater diversification, access best managers and niche strategies, while avoiding the need to develop additional costly 'in-house' specialist debt analysis.

A DIVERSIFIED - INVESTMENT PORTFOLIO

MFO will operate with a highly diverse international investment portfolio focusing on alternative fixed income related funds in areas including private debt and high yield. From a universe of almost 100 funds we have constructed an investible universe of approximately 20 funds which includes the following:

- TOTAL AUM: USD 3.5 billion (all funds included)
- TOTAL POSITIONS: +17,000 loans / bonds (all funds included)
- TOTAL TEAM SIZE: +500 (all funds included)

NOTE: As at 12/2018. All figures are approximate and subject to change without notice

SOURCE: Prestige Capital Management

WHY PRIVATE DEBT?

- Private Debt / Alternative Finance has become an important asset class
- Private Debt / Alternative Credit is expected to reach USD 1 trillion by 2020

SOURCE: Alternative Investment Management Association (AIMA)

WHY FUND OF FUNDS?

- Extensive experience in Private Lending, Alternative Investments and Fund Management
- Ability to source and analyse specialist credit funds
- Strategic and Tactical asset allocation process between different strategy sectors and managers
- Ongoing passive and active monitoring and research of individual managers (including international site visits, interviews and conferences)
- Ability to occasionally negotiate some limited preferential terms and conditions such as capacity and liquidity etc

WHO SHOULD CONSIDER INVESTING?

We believe Independent Asset Managers and Family Offices will increasingly allocate to Private Debt / Alternative Credit strategies but will source specialist funds such as Multi Finance Opportunities enabling greater diversification, access to managers and niche strategies but without the need to develop additional costly 'in-house' specialist debt analysis.

We believe that our long operating history in our own direct lending activities as well as our wider regulated fund management infrastructure provide us with an advantage when talking to other private debt managers. Indeed, our two direct lending businesses 'Privilege' and 'Nucleus' have lent approximately GBP 1 billion and GBP 1 billion respectively since their inception.

MACRO MARKET ENVIRONMENT MAKES FOR A COMPELLING ARGUMENT TO DIVERSIFY INTO PRIVATE DEBT STRATEGIES

If you believe global equity markets will continue to rise, then interest rate expectations should also follow, causing further bond price deterioration and volatility. If you don't believe global equity markets will continue to rise, then volatility expectations may rise across both equity and bond asset classes. Private Debt / Alternative Credit strategies may assist in reducing overall investment portfolio correlation and volatility.

