

AUGUST HIGHLIGHTS

The month in review closed with a performance of **34 bps**. The cumulated fund's performance over the last 12 months was 3.55%.

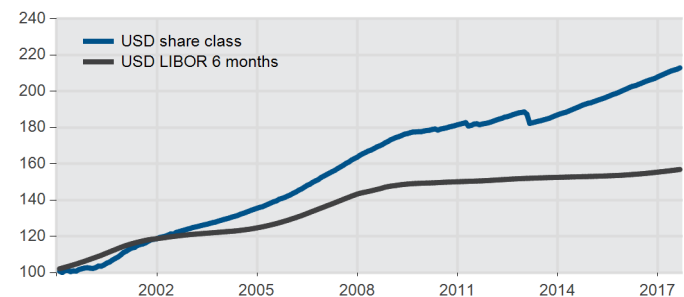
Over the month, the fund disbursed loans in eleven countries to new and existing Microfinance Institutions (MFIs) for a total amount of **USD 105.5 million**. Total disbursements since the fund's inception exceeded **USD 2.4 billion in 1,206 loans**.

As of end of August the fund was well diversified. The fund's outreach includes 126 MFIs across 46 countries and the average exposure per MFI is USD 7.4 million. The portfolio average life remains short at 24 months.

PERFORMANCE

| | | | |
|--------------------------------|---------------|-----------|-----------|
| Net Asset Value (NAV) in USD | 1,111,750,408 | | |
| | USD | EUR | CHF |
| Share Value (Class N Shares) | 11,184.13 | 10,817.94 | 10,612.36 |
| Monthly return | 0.34% | 0.14% | 0.12% |
| Return on investment YTD | 2.40% | 1.12% | 0.78% |
| Since inception (annualized) | 3.59% | 2.51% | 1.89% |
| Since inception (total return) | 11.84% | 8.18% | 6.12% |
| Inception date Class N | Jun 14 | Jun 14 | Jun 14 |

PERFORMANCE HISTORY ^{1) 2)}



MONTHLY PERFORMANCE

| | Sep 16 | Oct 16 | Nov 16 | Dec 16 | Jan 17 | Feb 17 | Mar 17 | Apr 17 | May 17 | Jun 17 | Jul 17 | Aug 17 |
|-----------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| USD share class | 0.26% | 0.22% | 0.25% | 0.38% | 0.34% | 0.32% | 0.33% | 0.32% | 0.30% | 0.21% | 0.22% | 0.34% |
| EUR share class | 0.11% | 0.09% | 0.14% | 0.12% | 0.18% | 0.21% | 0.18% | 0.18% | 0.16% | 0.02% | 0.04% | 0.14% |
| CHF share class | 0.06% | 0.06% | 0.11% | 0.10% | 0.10% | 0.17% | 0.12% | 0.14% | 0.13% | -0.04% | 0.03% | 0.12% |

ANNUAL PERFORMANCE ¹⁾

| | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017* |
|--------------------|-------|-------|-------|-------|-------|-------|--------|-------|--------|--------|--------|
| USD share class | 6.79% | 5.87% | 2.79% | 1.92% | 0.83% | 3.08% | -0.87% | 3.57% | 3.67% | 3.56% | 2.40% |
| USD LIBOR 6 months | 5.21% | 3.06% | 1.09% | 0.52% | 0.51% | 0.68% | 0.41% | 0.34% | 0.49% | 1.06% | 0.95% |
| EUR share class | 5.37% | 6.23% | 2.93% | 1.84% | 1.20% | 2.66% | -1.26% | 3.48% | 3.10% | 2.10% | 1.12% |
| EUR LIBOR 6 months | 4.35% | 4.76% | 1.39% | 1.04% | 1.59% | 0.74% | 0.25% | 0.27% | 0.05% | -0.17% | -0.18% |
| CHF share class | 3.35% | 4.72% | 2.28% | 1.52% | 0.11% | 2.38% | -1.41% | 3.22% | 2.11% | 1.53% | 0.78% |
| CHF LIBOR 6 months | 2.64% | 2.69% | 0.49% | 0.27% | 0.18% | 0.15% | 0.08% | 0.07% | -0.68% | -0.67% | -0.45% |

*YTD as of 31 August 2017

FUND FACTS

| | |
|--|---------------|
| Average exposure per MFI | 7,432,548 |
| Portfolio weighted average life (WAL in month) | 24.28 |
| Portfolio weighted average maturity (WAM in month) | 3.72 |
| Number of countries | 46 |
| Number of MFIs | 126 |
| Number of loans outstanding | 233 |
| Invested portfolio as % of Total Assets | 89% |
| Total disbursements since inception | 2,462,137,555 |
| Number of loans/tranches disbursed since inception | 1,206 |

FUND STATISTICS ^{1) 2)}

| | |
|--|--------|
| Annualized return | 4.08% |
| Average monthly return | 0.33% |
| Best month (Dec 2000) | 1.23% |
| Worst month (Feb 2013)* | -2.70% |
| Standard Deviation | 1.16 |
| Sharpe Ratio (risk-free rate of 2.3%) | 1.53 |
| Correlation with MSCI World | -0.06 |
| Correlation with JPM EMBI Global | 0.07 |
| Correlation with 6-month USD Libor Index | 0.41 |

*Due to provisions on loans to MFIs in Andhra Pradesh

¹⁾ Performance history for Class N Shares (in italics) calculated using realized gross performance of Class P Shares and current management fees for Class N Shares (until 30 June 2014); from 1 Jul 2014 effective net performance of Class N Shares

²⁾ Since fund inception 18 Sept 1998

| | | | | | |
|---------------------------|--|-------------------------|-------------------------|-----------------|--------------|
| Investment Manager | BlueOrchard Finance Ltd | Subscriptions | Monthly, 1 day notice | Currency | ISIN |
| Custodian & TA | Banque de Luxembourg & European Fund Administration S.A., Luxembourg | Redemptions | Monthly, 30 days notice | USD | LU1079060619 |
| Fund Structure | SICAV Luxembourg, part II | Min subscription | USD/EUR/CHF 1'000'000 | EUR | LU1079060882 |
| Income | Reinvested | Management Fee | 1.4% p.a. | CHF | LU1079060700 |

HIGHLIGHT PORTFOLIO

Vision Fund Lanka Holdings (VF Lanka) began operations in 2004 as a project of World Vision Int. in Sri Lanka. It converted to a for-profit company in 2012 and currently serves more than 93,000 borrowers. The vast majority of VF Lanka's clients (96%) are women and most (more than 90%) live in rural areas of the country. As such, nearly half of its portfolio is in agricultural loans. The MFI also offers education and housing loans and works with World Vision Lanka to provide services related to health and nutrition, sanitation and educational issues. It is now applying for Smart certification.

SOCIAL PERFORMANCE INDICATORS*

| | |
|--|------------|
| Total # of microentrepreneurs reached by MFIs in the portfolio | 18,679,443 |
| # of microentrepreneurs reached by funding provided by BOMF | 715,939 |
| # of employees | 149,832 |
| # of loan officers | 58,384 |
| % of rural clients | 47% |
| % of female clients | 55% |
| % of individual lending | 83% |
| % of group lending | 17% |
| Average loan size to microentrepreneurs | |
| Simple average across MFIs in USD | 8,478 |
| Median across MFIs in USD | 1,733 |

*Data based on the latest available data from MFIs in the portfolio. Includes some estimates by BlueOrchard

FIVE LARGEST OUTSTANDING POSITIONS (AS % OF TOTAL ASSETS)

| | | |
|-----------------|------------|-------|
| BANCO IMPROSA | Costa Rica | 3.32% |
| KHAN BANK | Mongolia | 3.12% |
| BANCO PICHINCHA | Ecuador | 2.94% |
| TBC BANK | Georgia | 2.68% |
| PRASAC | Cambodia | 2.41% |

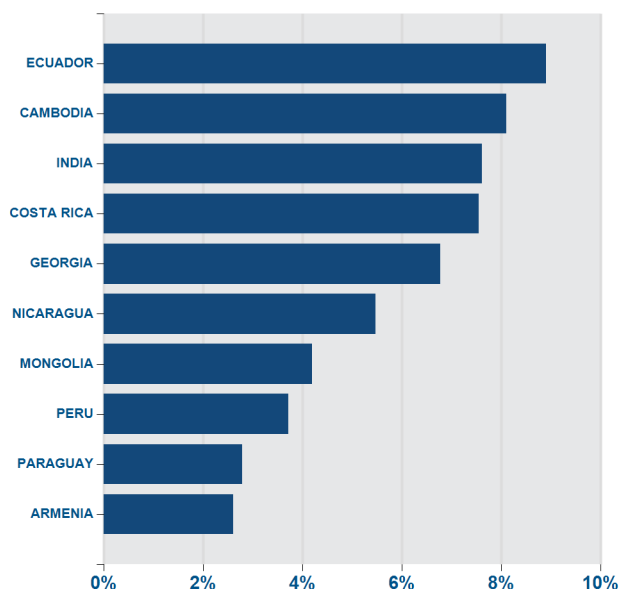
MFI FINANCIAL INDICATORS*

| | |
|---|--------|
| Asset growth (last 12 months) | 23.55% |
| Portfolio growth (last 12 months) | 18.22% |
| Return on assets (ROA) (last 12 months) | 2.02% |
| Return on equity (ROE) (last 12 months) | 11.30% |
| Portfolio at risk 30 days (PAR 30) | 3.26% |
| Write-offs (last 12 months) | 1.14% |
| Debt/equity ratio | 4.90x |

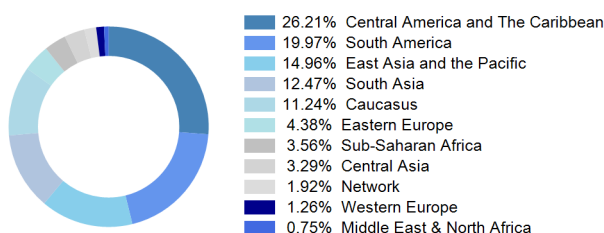
*Data presented are medians across MFIs in the portfolio for period ending the 31 May 2017 from unaudited management reports as provided by MFIs. Data based on the latest available data in local currency from MFIs.

EXPOSURE

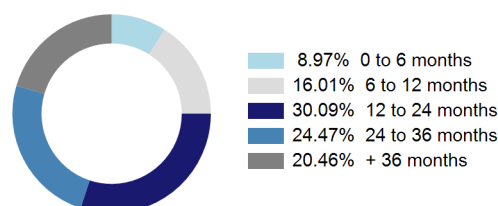
BY COUNTRY (TOP 10 AS % OF TOTAL ASSETS)



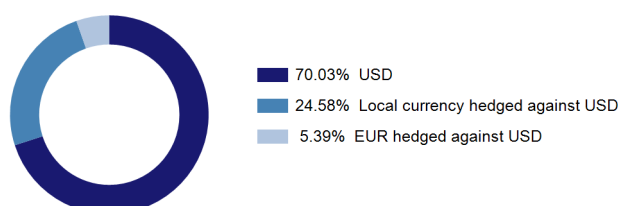
BY REGION (AS % OF MFI PORTFOLIO)



BY MATURITY (AS % OF MFI PORTFOLIO)



BY CURRENCY (AS % OF MFI PORTFOLIO)



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