

Key Information Document

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

Product

Redeemable share in Blackstone Loan Financing Limited (the "Company")

Identifier: JE00BNCB5T53

PRIIP manufacturer: Blackstone Loan Financing Limited

www.blackstone.com/bglf

For more information, call +44 (0) 1534 709189

The Jersey Financial Services Commission is responsible for supervising the manufacturer in relation to this Key Information Document.

Accurate as of: 1 January 2024

You are about to purchase a product that is not simple and may be difficult to understand.

What Is This Product?

Type

This PRIIP is a class of redeemable shares ("Redeemable shares") of Blackstone Loan Financing Limited (the "Company"). The Company is a registered closed-ended investment company incorporated in Jersey with limited liability on 30 April 2014 under the laws of Jersey, with registered number 115628. The Redeemable shares are traded on the Main Market of the London Stock Exchange. The Company has an unlimited life and there is no maturity date for the Redeemable shares. The return from an investment in the Redeemable shares will be driven by the price at which the Redeemable shares are sold compared to the original purchase price, and by any dividends paid by the Company to the investors in its Redeemable shares during the holding period. The Company may, but is under no obligation to, repurchase Redeemable shares and the Redeemable shares are not redeemable at the investors' request; investors should expect that the primary means of disposing of Redeemable shares will be by sales on the secondary market. The price at which an investor may dispose of Redeemable shares will depend on the prevailing secondary market price, which may, or may not, reflect the prevailing net asset value per Redeemable share. As a packaged investment product, the return of the Company depends on the performance of its underlying assets.

On 15 September 2023, at the Extraordinary General Meeting (the "EGM"), the ordinary resolution facilitating the implementation of the managed wind-down ("Managed Wind-down") of the Company was duly passed by shareholders. Please refer to the EGM circular (the "Circular") in the "Investor Documents" section of the Company's website for more information: www.blackstone.com/bglf.

Objectives

In order for the Company to follow the Managed Wind-down process set out in the Circular, it was necessary to amend the Company's Investment Objective and Policy. The Company's revised investment objective and policy is to realise all existing assets in the Company's portfolio in an orderly manner, by redeeming and/or by disposing for cash the profit participating instruments issued by Blackstone Corporate Funding Designated Activity Company ("BCF") and held by the Company (indirectly through a subsidiary). BCF invests directly and indirectly in a portfolio predominantly made up of senior secured loans and bonds, CLO loan warehouses and CLO securities. The Company will thereafter make timely returns of capital to shareholders principally by redeeming multiple portions of its issued Redeemable shares during the course of the Managed Wind-down (or in such other manner as the Directors consider appropriate). Please refer to the Circular for more information.

This product is not managed in reference to a benchmark.

Redemption and Dealing: The Company is valued on a monthly basis (within 15 business days following the relevant month-end). Redeemable shares may be traded on the secondary market.

Distribution Policy: Income generated by the Company may be distributed on a quarterly basis.

Intended investor

The target market for this product is high net worth investors, private client fund managers and brokers and other retail investors who are capable of evaluating the merits and risks of such an investment and/or who have received advice from their fund manager or broker regarding such an investment. The product is only suitable for investors: (i) who understand the potential risk of capital loss and that there may be limited liquidity in the underlying investments of the Company; (ii) who have sufficient resources to be able to bear losses (which may equal the whole amount invested) that may result from such an investment, (iii) for whom an investment in the Company's shares is part of a diversified investment programme; and (iv) who fully understand and are willing to assume the risks involved in such an investment programme.

Term

This product was incorporated for an undefined period. It is undergoing a Managed Wind-down passed as of 15 September 2023 at the EGM.

Practical information

Depositary: BNP Paribas S.A., Jersey Branch IFC 1, The Esplanade, St Helier Jersey JE1 4BP.

Further information: The prospectus of the Company and periodic reports are prepared for the entire Company. Copies of the prospectus and financial reports and other practical information such as the latest price for the shares may be obtained free of charge, in English, at the registered office of the Company or on the website: www.blackstone.com/bglf.

What Are the Risks and What Could I Get In Return?

Risk Indicator

Lower Risk

Higher Risk



The risk indicator assumes you keep the product for 5 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium-high level, and poor market conditions could impact our capacity to pay you. The product is in this category because it invests in a range of assets with different levels of risk and its simulated and/or realised return has experienced medium-high rises and falls historically. Not all risks affecting the Company are adequately captured by the summary risk indicator. Investments in junior tranches of CLO securities and loan warehouses are highly leveraged. Gains and losses relating to underlying senior secured loans will generally be magnified. This rating does not take into account other risk factors which should be considered before investing, including in particular leverage risk, senior bank loan, bond and CLO risks, third party provider risks, counterpart risk and political, economic, legal and social risks. Be aware of currency risk. You may receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above. This product does not include any protection from future market performance so you could lose some or all your investment.

If we are not able to pay you what is owed, you could lose your entire investment.

Beside the risks included in the risk indicator, other risks may affect the Company's performance. Please refer to the Company's prospectus, available free of charge at www.blackstone.com/bg1f.

Performance Scenarios

The figures shown include all the costs of the product itself and includes the costs of your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. Markets could develop very differently in the future.

The stress scenario shows what you might get back in extreme market circumstances.

Unfavourable: this type of scenario occurred for an investment between 03/2015 and 03/2020.

Moderate: this type of scenario occurred for an investment between 03/2017 and 03/2022.

Favourable: this type of scenario occurred for an investment between 04/2016 and 04/2021.

Recommended holding period: 5 Years (illustrative recommended holding period)			
Example Investment: €10,000			
		If you exit after 1 year	If you exit after 5 years
Scenario			
Minimum: There is no guaranteed minimum return. You could lose some or all of your investment			
Stress	What you might get back after costs	€751.6	€464.7
	Average return each year	-92.48%	-45.87%
Unfavourable	What you might get back after costs	€6,500.2	€7,945.9
	Average return each year	-35.00%	-4.49%
Moderate	What you might get back after costs	€10,363.8	€12,629.9
	Average return each year	3.64%	4.78%
Favourable	What you might get back after costs	€16,704.8	€14,860.7
	Average return each year	67.05%	8.25%

What Happens if Blackstone Loan Financing Limited Is Unable to Pay Out?

The investor may face a financial loss (equal to some or all of the investor's investments) due to the default of the product or the Company. Such a potential loss is not covered by any investor compensation or guarantee scheme.

What Are the Costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed (i) in the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario and (ii) €10,000 is invested.

Example investment: €10,000	Scenario if you exit after:	
	1 year	5 years (Recommended Holding Period)
Total costs	€186.0	€1,204.6
Annual cost impact ⁽¹⁾	1.86%	1.92 % each year

Composition of Costs

One-off costs upon entry or exit		Annual cost impact if you exit after 1 year
Entry costs	None, we do not charge an entry fee, but the person selling you the product may do so.	€0
Exit costs	None, we do not charge an exit fee for this product, but the person selling you the product may do so.	€0
Ongoing costs taken each year		
Management fees and other administrative or operating costs	1.86% of the value of your investment per year. This is an estimate based on actual costs over the last year.	€186
Transaction costs	0.00% of the value of your investment per year. This is an estimate of the costs, calculated on an annualised basis, based on an average of the transaction costs incurred by the product over the last three years. The actual amount will vary depending on how much we buy and sell.	€0
Incidental costs taken under specific conditions		
Performance fees	None. There is no performance fee.	€0

How Long Should I Hold It and Can I Take Money Out Early?

Recommended Holding Period ("RHP"): 5 years

The RHP has been defined by taking into account the above investment policy and risk and reward profile. You should be prepared to stay invested for at least five years. However, you can redeem your investment without penalty prior to the end of the RHP or hold the investment longer. Redeemable shares may be traded in the secondary market; however, there can be no guarantee that the Redeemable shares will trade at prices close to their underlying net asset value. Accordingly, shareholders may be unable to realise their investment or at all. Any cashing-in before the end of the recommended holding period may have a negative consequence on your investment.

How Can I Complain?

If you have any complaints about the product or the conduct of the manufacturer or person advising on, or selling the product, you may lodge a complaint in one of three ways:

You can call on +44 (0) 1534 709189 to log your complaint;

You can e-mail us at jersey_bp2s_fund_compliance@bnpparibas.com; or

Alternatively, you can write to us at:

Blackstone Loan Financing Limited, IFC1,
The Esplanade, St Helier, Jersey JE1 4BP.

Other Relevant Information

Performance scenarios: You can find previous performance scenarios updated on a monthly basis at <https://blackstone-loan-financing-limited.priips-scenarios.com/JE00BNCB5T53/en/KID/>

Past performance: You can download the past performance since inception of the Company from our website at <https://blackstone-loan-financing-limited.priips-performance-chart.com/JE00BNCB5T53/en/KID/>

(1) This illustrates how costs reduce your return each year over the holding period. For example, it shows that if you exit at the recommended holding period, your average return per year is projected to be 6.78% before costs and 5.13% after costs.