

# **LFP OPPORTUNITY LOANS**

**SICAV (open-ended investment company with variable capital)**

R.C.S. Luxembourg B 158.123 (Trade & Companies Registry)

Annual Report, including the Audited Financial Statements as at 31 December 2022

No subscription can be accepted on the basis of this Annual Report, including the audited financial statements. Subscriptions are only valid if they were made on the basis of the latest prospectus in force and the key investor information document (KIID), which will be accompanied by the latest Annual Report, including the audited financial statements and the latest unaudited semi-annual report if it is more recent than the Annual Report including the audited financial statements.

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**Structure of the SICAV****Registered office**

LFP OPPORTUNITY LOANS  
 60, Avenue John Fitzgerald Kennedy  
 L-1855 Luxembourg  
 Grand Duchy of Luxembourg

**The SICAV's Board of Directors**

Denis LOUBIGNAC  
 DELFF Management Limited  
 37 Thurloe Street  
 London SW7 2LQ  
 United Kingdom

Isabelle KINTZ  
 La Française Asset Management  
 128, boulevard Raspail  
 75006 Paris France

Frédéric MAIRE  
 DELFF Management Limited  
 37 Thurloe Street  
 London SW7 2LQ  
 United Kingdom

Sophie MOSNIER  
 Independent board member  
 41, rue du Cimetière,  
 L-3350 - Leudelange  
 Grand Duchy of Luxembourg

Stéphane ROUZE  
 Independent board member  
 Helios Finance Limited  
 C/O FMA Accountants Ltd  
 Chiswick Business Park  
 556, Chiswick High Road  
 London W4 5YA  
 United Kingdom

***Gestionnaire de Fonds d'investissement Alternatifs ("GFIA")***

La Française Asset Management  
 128, boulevard Raspail  
 75006 Paris  
 France

**Management**

DELFF Management Limited  
 37 Thurloe Street  
 London SW7 2LQ  
 United Kingdom

**Structure of the SICAV (continued)****Custodian**

BNP Paribas, Luxembourg Branch, (formerly BNP Paribas  
Securities Services - Luxembourg Branch)  
60, Avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

***Loan administrator***

BNP Paribas, London Branch, (formerly BNP Paribas  
Securities Services - London Branch)  
10, Harewood Ave, Marylebone  
London NW1 6AA  
United Kingdom

**Administration Agent, Registrar and Transfer Agent**

BNP Paribas, Luxembourg Branch, (formerly BNP Paribas  
Securities Services - Luxembourg Branch)  
60, Avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

**Approved audit firm**

Deloitte Audit  
Limited liability company  
20, Boulevard de Kockelscheuer  
L-1821 Luxembourg  
Grand Duchy of Luxembourg

## Shareholder Information

### Incorporation

LFP OPPORTUNITY LOANS (the "SICAV") is an investment company with variable capital under Luxembourg law formed for an unlimited duration in Luxembourg on 20 December 2010 in accordance with the provisions set out in the modified Law of 17 December 2010 (the "Law") relating to undertakings for collective investment, and the modified Law of 10 August 1915 on commercial companies. The SICAV is subject to the provisions set out in Part II of the amended Law of 17 December 2010 relating to undertakings for collective investment. The Articles of Association of the SICAV were published in the Luxembourg Mémorial C and Recueil Électronique des Sociétés et Associations on 21 January 2011, and lodged with the Luxembourg Trade and Companies Register, where copies can be obtained.

The minimum capital of the SICAV is at all times equal to the minimum value set by the legislation in force, namely EUR 1,250,000.

### Shareholder reports and communication

#### 1. Periodic Reports

The Annual Reports including the audited financial statements for the year ending 31 December, the unaudited semi-annual reports finalised on 30 June and the list of changes occurring in the composition of the portfolio are made available to shareholders at no charge, at the counters of the Custodian Bank and at the registered office of the SICAV.

The Annual Reports including the audited financial statements will be available within four months of the close of the financial year.

The reports including the unaudited semi-annual financial statements will be made public within three months of the end of the six-month period in question.

#### 2. Shareholder Information

##### a) Net asset value

The net asset values of the shares in the sub-fund are available at the registered offices of the SICAV.

They may also be obtained from the registered office of the Custodian Bank.

The Net Asset Value is calculated on the last working day of each month provided that this day is a bank working day in Luxembourg.

##### b) Subscription and redemption prices

The subscription and redemption prices for shares in the sub-fund of the SICAV are made public every month at the counters of the Custodian Bank.

##### c) Shareholder notifications

Other information intended for shareholders is published in the Luxembourg Mémorial C, Recueil Electronique des Sociétés et Associations in Luxembourg, if this type of publication is required by law. Moreover, it may be published in a newspaper in Luxembourg.

## Manager's report

### Preliminary note:

The **DELFF Senior Corporate Loans I** subfund (the "**Subfund**") of the **LFP OpportunityLoans** SICAV has been managed against the backdrop of the war in Ukraine on February 24, 2022, with all its geopolitical, energy, inflationary and macroeconomic consequences.

During the 2022 financial year, the Sub-Fund continued to:

- be valued in the context of the permanence of the methods used since its creation;
- receive for the loans in the portfolio the information contractually foreseen;
- receive full interest payments from borrowers, as the Fund has not defaulted.

### 1. Performance data:

With a sharp correction occurring across all financial markets, the value of the portfolio fell, owing to:

- the appearance of sudden high inflation and higher than the average nominal yield on loans, leading to their depreciation;
- the risk of a recession in Europe linked to the energy crisis;
- geostrategic instability (Ukraine/Russia conflict, tensions between China and Taiwan).

Within this situation:

- the performance of the sub-fund stands at -6.68%, compared with a fall of 3.36% for the ELLI index. The fall was particularly striking in June (-4.33%) and September (-3.01%).

**Morningstar European Leveraged Loan Index - 30 December 2022**

*Total returns	ELLI (w/ currency)	ELLI	UK	Euro- denominated	LBO	Euro-denominated LBO	BB	B
For 30/12/22	0.00%	0.01%	-0.00%	0.01%	0.01%	0.00%	0.00%	0.01%
MTD 30/12/22	0.34%	0.48%	0.49%	0.49%	0.48%	0.50%	0.77%	0.46%
YTD 30/12/22	-3.36%	-3.07%	-3.41%	-2.89%	-3.41%	-3.20%	0.62%	-3.30%

Sources: Leveraged Commentary & Data (LCD); Morningstar European Leveraged Loan Index

\*Total returns exclude currency except ELLI (w/ currency)

- This difference of 3.32 points can be explained by:
- The total management fees of around 130 points of net assets over the 2022 financial year.
- The presence of lines valued well below the market average (trading below 80), involving a limited number of borrowers (and with prices showing a solid recovery in early 2023).

### 2. Investment policy over the course of the year:

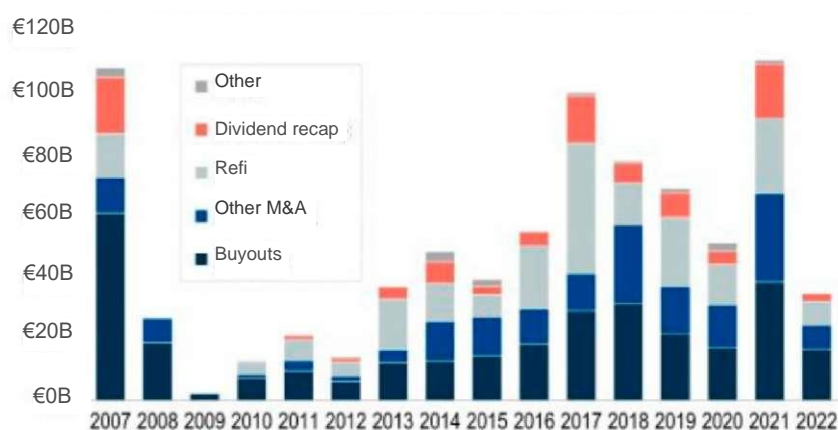
- The first few weeks of 2022 were very active, with 3 of the year's 5 primary investments completed (annual selectivity of 11% vs. 17% in 2021) by mid-February 2022:
  - o Ceramtec (ceramic components for medical applications - Germany)
  - o Grupo BC (Mortgage loan management - Spain)
  - o Altadia (Intermediate products for the ceramics sector - Spain)
- Loans from borrowers with any exposure to Russia were sold on the secondary market without any liquidity problems, and we ensured compliance with the international community's sanctions against Russia.
- The conflict between Russia and Ukraine has led to significant rises in commodity and energy prices. The vast majority of companies quickly managed to pass on these increases in their sales prices to their customers, and we gave priority to those who were able to adapt to rising costs.

- The credit analyses of new lines of investment include even more than they always used to:
  - The capital structure, in particular the level of leverage and financial expenses, with models that reflect the impact of the rise in Euribor on the interest cover ratio;
  - The policy of hedging borrowers against the cost of commodities or interest on loans;
  - The borrower's ability to set prices.
- The liquidity of the fund was maintained over the period, with the average size of loan tranches in the portfolio at year-end standing at €758m, compared with €704m at 1 January 2022.
- The fund upheld its ESG objectives, with an average portfolio score of 68.3/100 at 31 December, with 46 out of a total of 47 rated borrowers (compared with 67.1/100 and 51 out of a total of 57 rated borrowers a year earlier).

### 3. Primary market trends in 2022

The annual volume syndicated to institutional investors on the European market was €35.01 billion in 2022, the lowest level since 2007 (see chart below).

Annual European institutional loan volume by deal type



Data up to 31 Dec. 2022

Source: Leveraged Commentary & Data {LCD}

### 4. Prospects for 2023

The economic environment improved slightly at the end of 2022, both from a macroeconomic standpoint (growth prospects revised upwards for the main European economies) and from a microeconomic one (default rate at 0.57% in January 2023 compared with 0.95% a year earlier). This situation can be explained in particular by the fall in energy prices, while inflation fell in the United States in October.

Although the primary market is not expected to reopen until the second quarter, the fund's performance is already benefiting from a number of significant factors:

- The rise in Euribor following the rate hikes ruled on by the ECB, which helped boost the return on the portfolio (2.53% at 17/10/2023).
- The solid recovery of lines valued well below the market average (trading below 80)
- Redemption at par (ASK Chemicals) (85 on 31/12/2022 and redeemed at par in January; Unither redeemed in March 2023)
- Maturity extensions on advantageous terms (Flakt Woods, Brammer, etc.)
- Arbitrages on the secondary market

At the end of February, the monthly performance stood at 4.45%.



To the Shareholders of LFP Opportunity Loans  
Société d'investissements à capital variable 60,  
Avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

## STATUTORY AUDITOR'S REPORT

### Opinion

We have audited the financial statements of LFP Opportunity Loans (the "SICAV") and its sub-fund, which comprise the statement of net assets, the statement of the securities portfolio and derivative financial instruments as at 31 December 2022, and the statement of operations and changes in net assets for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the SICAV and its sub-fund as at 31 December 2022, and of the results of their operations and changes in their net assets for the year then ended, in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of financial statements.

### Basis of the opinion

We conducted our audit in accordance with the Law of 23 July 2016 concerning the audit profession (the Law of 23 July 2016) and the international auditing standards (ISAs) as adopted for Luxembourg by the Commission de Surveillance du Secteur Financier (CSSF, the Luxembourg Financial Services Regulator). Our responsibilities under the Law of 23 July 2016 and the ISAs as adopted for Luxembourg by the CSSF are more fully described in the section "Statutory auditor's responsibilities for the audit of the financial statements" of this report. We are also independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Standards of Independence, issued by the International Ethics Standards Board for Accountants (the IESBA Code) as adopted for Luxembourg by the CSSF, as well as the ethical rules that apply to auditing the financial statements and we have fulfilled the other responsibilities incumbent on us under these rules. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Other information**

Responsibility for other information lies with the Board of Directors of the SICAV. Other information consists of the information set out in the annual report but does not include the financial statements and our Statutory Auditor's report on these financial statements.

Our opinion on the financial statements does not extend to other information and we do not express any form of assurance about such information.

With respect to our audit of the financial statements, our responsibility is to read the other information and, in doing so, assess whether there is a significant inconsistency between it and the financial statements or knowledge that we acquired during the course of the audit, or if the other information otherwise appears to include a significant anomaly. If, in the light of our work, we conclude that there is a significant discrepancy in the other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibilities of the SICAV's Board of Directors for the financial statements**

The SICAV's Board of Directors is responsible for the preparation and faithful presentation of these financial statements in accordance with the legal and regulatory requirements relating to the preparation and presentation of financial statements in force in Luxembourg, as well as any internal controls that it deems necessary to permit the preparation of financial statements that are free from significant anomalies, whether due to fraud or error.

In preparing the financial statements, it is the responsibility of the SICAV's Board of Directors to evaluate the SICAV's ability to continue as a going concern, to report, as the case may be, matters relating to continuity as a going concern and to apply the going concern accounting principle, unless the Board of Directors of the SICAV intends to liquidate the SICAV or cease its activity or if no other realistic solution is available to it.

## **Statutory auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance that the financial statements taken as a whole are free of significant anomalies, whether due to fraud or error, and to issue a Statutory Auditor's report containing our opinion. Reasonable assurance corresponds to a high level of assurance, which does not, however, guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with the ISAs as adopted for Luxembourg by the CSSF will always enable us to detect any significant anomaly that may exist. Anomalies may arise from fraud or error and are considered significant when it can reasonably be expected that they, taken individually or cumulatively, may influence the economic decisions taken by users of the financial statements on the basis of the information that they provide.

As part of an audit conducted in accordance with the Law of 23 July 2016 and with the ISAs as adopted for Luxembourg by the CSSF, we exercise our professional judgement and exercise critical judgement throughout this audit. Furthermore:

- We identify and assess the risks that the financial statements contain significant anomalies, whether due to fraud or error, and we establish and implement audit procedures to tackle these risks and gather sufficient and appropriate evidence to support our opinion. The risk of non-detection of a significant anomaly resulting from fraud is higher than that for a significant anomaly resulting from an error, because fraud may involve collusion, forgery, voluntary omissions, misrepresentation or the bypassing of internal controls;
- We gain an understanding of internal control elements relevant to the audit in order to establish audit procedures appropriate to the circumstances, and not to express an opinion on the effectiveness of the internal control of the SICAV;
- We assess whether or not the accounting methods used are appropriate and whether the accounting estimates made by the SICAV's Board of Directors are reasonable, as well as the overall information relevant to them, provided by the latter;
- We draw a conclusion as to the appropriateness of the use by the Board of Directors of the SICAV of the going concern accounting principle and, depending on the evidence obtained, as to the existence or otherwise of any significant uncertainty associated with events or situations that may cast significant doubt on the SICAV's ability to continue as a going concern. If we conclude that there is any significant uncertainty, we are required to draw the attention of readers of our report to the information provided in the financial statements about this uncertainty or, if this information is not adequate, to express an amended opinion. Our conclusions are based on the evidence obtained up to the date of our report. However, future events or situations could cause the SICAV to cease its operations;
- We evaluate the overall presentation, form and content of the financial statements, including the information provided in the notes, and we assess whether the financial statements represent the underlying transactions and events accurately.

We share with those responsible for corporate governance, among other things, the scope and expected timing of the audit work and our significant findings, including any significant shortcomings in internal controls that we may have identified during our audit.

For Deloitte Audit, Approved audit firm

A handwritten signature in black ink, appearing to read 'Emmanuelle Miette', is written over a faint, circular stamp or watermark.

Emmanuelle Miette, Approved statutory auditor

*Partner*

5 May 2023

# LFP OPPORTUNITY LOANS

## Statistics

31 December 2022    31 December 2021    31 December 2020

### LFP OPPORTUNITY LOANS - DELFF Senior Corporate Loans I

<b>Net assets</b>	EUR	146,800,040.86	198,652,331.39	220,871,982.28
<b>Net asset value per share</b>				
Class A1 Capitalisation	EUR	1,121.30	1,214.20	1,173.81
Class B EUR Capitalisation	EUR	1,256.74	1,346.73	1,290.53
Class B EUR Distribution	EUR	932.83	1,037.79	994.49
Class B CHF Capitalisation	EUR	-	1,016.41	936.27
<b>Number of shares</b>				
Class A1 Capitalisation		1,029.98	1,125.97	1,411.03
Class B EUR Capitalisation		100,238.95	130,359.65	146,065.88
Class B EUR Distribution		21,086.40	20,640.29	30,600.96
Class B CHF Capitalisation		-	300.00	300.00

The notes appearing in the annex form an integral part of the financial statements.

## LFP OPPORTUNITY LOANS - DELFF Senior Corporate Loans I (in EUR)

### Statement of net assets as at 31 December 2022

	Notes	EUR
<b>Assets</b>		
Portfolio at cost of acquisition		158,754,478.77
Unrealised losses on the Portfolio		(15,831,648.16)
Portfolio at market value	3.3	142,922,830.610
Net interest receivable on the Portfolio	4	10,222.22
Cash at bank		3,063,763.93
Net interest provision on the Portfolio	3.4	1,448,454.80
<b>Total assets</b>		<b>147,445,271.56</b>
<b>Liabilities</b>		
Bank overdraft		754.26
Fees payable		548,024.46
Payable on redemption		96,451.98
<b>Total liabilities</b>		<b>645,230.70</b>
<b>Net assets at the end of the financial year</b>		<b>146,800,040.86</b>

### Statement of Operations and Changes in Net Assets for the year ending 31 December 2022

	Notes	EUR
<b>Income</b>		
Net interest on loans	3.4	7,013,289.29
Other income	3.4	24,757.76
<b>Total income</b>		<b>7,038,047.05</b>
<b>Charges</b>		
Management fee and performance fees	5	1,900,559.59
Custodian and transfer agent fee	8, 9	13,231.88
Administration fee	8, 10	131,243.25
Business expenses	12	128,130.19
Transaction fees	13	3,225.21
Subscription tax	6	13,972.92
Bank fees		54,138.19
Other fees	11	101,729.07
<b>Total fees</b>		<b>2,346,230.30</b>
<b>Net profit/(loss) on investments</b>		<b>4,691,816.75</b>
Profit/(loss) made on:		
Portfolio	3.2, 14	(1,799,490.62)
Forward foreign exchange contracts		18,558.57
Difference arising from conversion on the transaction		(6,207.36)
<b>Net profit/(loss) realised in the year</b>		<b>2,904,677.34</b>
Change of the unrealised net gain or (loss) on:		
Portfolio	3.3, 14	(15,958,952.03)
Forward exchange contracts		(1,412.55)
<b>Increase/(reduction) of the net assets originating from operations</b>		<b>(13,055,687.24)</b>
Subscriptions		23,413,630.31
Redemptions		(61,430,237.04)
Distribution of dividends	15	(779,996.56)
Net assets at the beginning of financial year		198,652,331.39
<b>Net assets at the end of the financial year</b>		<b>146,800,040.86</b>

### Statement of changes in the number of shares

	Number of shares in circulation at beginning of financial year	Number of shares subscribed	Number of shares redeemed	Number of shares in circulation at the end of financial year
Class A1 Capitalisation	1,125.97	99.95	195.94	1,029.98
Class B EUR Capitalisation	130,359.65	13,996.39	44,117.09	100,238.95
Class B EUR Distribution	20,640.29	5,197.50	4751.39	21,086.40
Class B CHF Capitalisation	300.00	-	300	-

The notes appearing in the annex form an integral part of the financial statements.

# LFP OPPORTUNITY LOANS

## LFP OPPORTUNITY LOANS - DELFF Senior Corporate Loans I (in EUR)

Portfolio at 31 December 2022

Quantity or nominal	Name	Currency	Market value (in EUR)	NAV %
<b>Securities admitted to an official stock exchange listing</b>				
<b>Undertakings for collective investment</b>				
5,904.26	LFP OPP - DELFF CONVERTIBLE BONDS ICA*	EUR	5,493,616.86	3.74
			5,493,616.86	3.74
<b>Other transferable securities</b>				
<b>Loans to companies</b>				
3,571,428.57	ACR II BV T/L NEW 06/12/2024	EUR	3,071,428.56	2.09
5,000,000.00	AI PLEX ACQUICO T/L 31/07/2026	EUR	4,083,350.00	2.78
4,500,000.00	AL ROBIN FINCO LIMITED T/L 12/09/2024	EUR	4,151,250.00	2.83
2,000,000.00	AMEDES HOLDING T/L 20/11/2028	EUR	1,873,000.00	1.28
3,000,000.00	AMMERAAL BELLECH HOLDING BV T/L 3.75% 30/07/2025	EUR	2,796,660.00	1.91
5,000,000.00	APLEONA GMBH T/L 28/04/2028	EUR	4,756,250.00	3.24
2,066,666.67	ARCHROMA FINANCE SARL T/L B1 12/08/2024	EUR	2,015,000.00	1.37
4,000,000.00	ARMACEL BIDCO LUX S.A.R.L T/L 26/02/2027	EUR	3,124,000.00	2.13
5,000,000.00	ASK CHEMICALS HLDG GMBH T/L B 12/05/2023	EUR	4,250,000.00	2.90
4,000,000.00	ASSYSTEM SA T/L B 27/09/2024	EUR	3,020,000.00	2.06
2,000,000.00	BIOGROUP B T/L 09/02/2028	EUR	1,795,000.00	1.22
2,000,000.00	BROOM HOLD BIDCO LIMITED T/L 24/08/2028	EUR	1,880,000.00	1.28
4,243,243.24	CASTILLON T/L 09/12/2027	EUR	4,084,121.62	2.78
5,000,000.00	CEGID GROUP T/L 10/07/2028	EUR	4,816,650.00	3.28
1,500,000.00	CERAMTEC T/L 16/03/2029	EUR	1,407,660.00	0.96
1,267,714.29	CEREBRO BIDCO GMBH T/L B1 15/12/2027	EUR	1,213,836.43	0.83
732,285.71	CEREBRO BIDCO GMBH T/L B2 15/12/2027	EUR	701,163.57	0.48
2,000,000.00	CEZANNE PARTICIPATIONS VI T/L 19/11/2026	EUR	1,886,820.00	1.29
3,000,000.00	CORDOBES HOLDCO SL T/L 02/02/2029	EUR	2,790,000.00	1.90
2,000,000.00	ELSAN SAS T/L 16/06/2028	EUR	1,876,000.00	1.28
3,000,000.00	FIBRA NL MIDCO BV SOLIDUS T/L 04/09/2026	EUR	2,700,000.00	1.84
3,972,537.21	FLAKT WOODS GROUP AG T/L B 12/10/2023	EUR	2,975,430.37	2.03
1,000,000.00	FRESHWORLD HOLDING IV GMBH T/L 02/10/2026	EUR	932,500.00	0.64
3,000,000.00	GALILEO GLOBAL EDUCATION FINANCE T/L 17/07/2028	EUR	2,857,500.00	1.95
4,250,000.00	GE DISTRIBUTED POWER T/L 31/10/2025	EUR	3,926,702.50	2.67
1,000,000.00	HOLDING SOCOTEC 3.75% 02/06/2028	EUR	939,500.00	0.64
4,000,000.00	IGNITION TOPCO BV T/L 03/07/2025	EUR	2,780,000.00	1.89
5,000,000.00	LGC SCIENCE GRP HOLDINGS T/L 21/04/2027	EUR	4,586,100.00	3.12
5,488,550.70	ORBITER GROUP SARL T/L 25/10/2028	EUR	5,291,895.93	3.60
2,000,000.00	PEGASUS BIDCO LIMITED T/L 12/07/2029	EUR	1,922,280.00	1.31
2,000,000.00	PHM SF DUTCH BIDCO BV T/L 08/03/2028	EUR	1,732,500.00	1.18
2,500,000.00	PRECISE BIDCO BV T/L 13/05/2026	EUR	2,440,175.00	1.66
3,000,000.00	ROAR BIDCO AB T/L 17/02/2028	EUR	2,690,010.00	1.83
5,000,000.00	SCUR-ALPHA 1318 4.5% 21-31/08/2028	EUR	4,725,000.00	3.22
2,000,000.00	SGG HOLDINGS S.A. T/L 18/07/2025	EUR	1,915,000.00	1.30
5,000,000.00	SIACIACA BIDCO SB T/L 16/11/2028	EUR	4,757,800.00	3.24
4,000,000.00	SIGMA HOLDCO BV (FLORA) T/L 02/07/2025	EUR	3,451,520.00	2.35
3,000,000.00	SOLINA CORPORATE T/L 28/07/2028	EUR	2,882,490.00	1.96
2,634,978.71	STARFRUIT FINCO B.V T/L 01/10/2025	EUR	2,503,229.77	1.71
4,000,000.00	STELLAGROUP SASU T/L 30/01/2026	EUR	3,730,000.00	2.54
2,000,000.00	TEAM BLUE FINCO B1 T/L 30/03/2028	EUR	1,877,500.00	1.28
6,000,000.00	TIMBER SERVICIOS EMPRESAR T/L 30/03/2029	EUR	4,511,280.00	3.07
5,000,000.00	TRIGO T/L 20/06/2023	EUR	4,512,500.00	3.07
3,000,000.00	UNIT 4 T/L 29/06/2028	EUR	2,460,000.00	1.68

\*See Note 16.

The notes appearing in the annex form an integral part of the financial statements.

## LFP OPPORTUNITY LOANS - DELFF Senior Corporate Loans I (in EUR)

## Portfolio at 31 December 2022 (cntd)

Quantity or nominal	Name	Currency	Market value (in EUR)	NAV %
Other transferable securities				
Loans to companies				
2,000,000.00	UNITED PHARMACEUTICAL T/L 24/10/2025	EUR	1,940,000.00	1.32
3,000,000.00	VILLA DUTCH BIDCO BV T/L 05/11/2029	EUR	2,757,510.00	1.88
2,000,000.00	WINTERFELL FINANCING SARL T/L 04/05/2028	EUR	1,770,000.00	1.21
3,800,000.00	WITTUR HOLDINGS GMBH EUR T/L 02/10/2026	EUR	2,268,600.00	1.55
			<b>137,429,213.76</b>	<b>93.62</b>
<b>Total Portfolio</b>			<b>142,922,830.61</b>	<b>97.36</b> %
<b>Summary of net assets</b>				<b>NAV</b>
<b>Total Portfolio</b>			<b>142,922,830.61</b>	<b>97.36</b>
<b>Cash at bank</b>			<b>3,063,009.67</b>	<b>2.09</b>
<b>Other assets and liabilities</b>			<b>814,200.58</b>	<b>0.55</b>
<b>Total net assets</b>			<b>146,800,040.86</b>	<b>100.00</b>

The notes appearing in the annex form an integral part of the financial statements.



## LFP OPPORTUNITY LOANS - DELFF Senior Corporate Loans I (in EUR)

## Sectoral and Geographical Breakdown of the Portfolio

Breakdown of securities by type	% of portfolio	% of net assets
Loans to companies	96.16	93.62
Undertakings for collective investment	3.84	3.74
	<b>100.00</b>	<b>97.36</b>

Distribution by country	% of portfolio	% of net assets
France	25.36	24.69
Germany	21.27	20.71
Netherlands	18.09	17.61
Luxembourg	7.18	6.99
Spain	6.45	6.28
England	6.11	5.95
Switzerland	5.11	4.98
Belgium	3.24	3.16
Austria	2.75	2.67
Sweden	1.88	1.83
Ireland	1.32	1.28
Denmark	1.24	1.21
	<b>100.00</b>	<b>97.36</b>

## Ten main positions

Ten main positions	Sector	Market value	% of net assets
ORBITER GROUP SARL T/L 25/10/2028	Luxury watchmaker	5,291,895.93	3.60%
CEGID GROUP T/L 10/07/2028	Management software	4,816,650.00	3.28%
SIACI AKA BIDCO SB T/L 16/11/2028	Insurance brokerage	4,757,800.00	3.24%
APLEONA GMBH T/L 28/04/2028	Maintenance services for industrial sites	4,756,250.00	3.24%
SCUR-ALPHA 1318 4.5% 21-31/08/2028	Add-on software for Microsoft Office - Life	4,725,000.00	3.22%
LGC SCIENCE GRP HOLDINGS T/L 21/04/2027	sciences	4,586,100.00	3.12%
TRIGO T/L 20/06/2023	Services for the automotive industry	4,512,500.00	3.07%
TIMBER SERVICIOS EMPRESAR T/L 30/03/2029	Manufacturer of intermediate products for ceramic tiles	4,511,280.00	3.07%
ASK CHEMICALS HLDG GMBH T/L B 12/05/2023	Chemical products for foundries	4,250,000.00	2.90%
AL ROBIN FINCO LIMITED T/L 12/09/2024	Professional distribution for industry	4,151,250.00	2.83%

The notes appearing in the annex form an integral part of the financial statements.

## Notes to the financial statements as at 31 December 2022

### Note 1. General

LFP OPPORTUNITY LOANS (The "SICAV") is an investment company with variable capital under Luxembourg law formed for an unlimited duration in Luxembourg on 20 December 2010 in accordance with the provisions set out in the modified Law of 17 December 2010 relating to undertakings for collective investment, and the modified Law of 10 August 1915 on commercial companies. The SICAV is subject to the provisions of Part II of the amended Law of 17 December 2010, as well as the Law of 12 July 2013 relating to Alternative Investment Fund Managers (the "AIFM" Law) as amended.

As at 31 December 2022, a single sub-fund is open:

LFP OPPORTUNITY LOANS - DELFF Senior Corporate Loans I (the "sub-fund") created on 12 January 2011.

The SICAV's general objective is to offer on behalf of its shareholders opportunities to invest in the primary credit markets through a range of distinct portfolios.

### Note 2. SICAV shares

As at 31 December 2022, the SICAV has issued shares in the following categories:

- - Class A1 Capitalisation shares (reserved for individuals with a minimum initial subscription of EUR 100,000),
- - Class A2 Capitalisation shares (reserved for institutional investors with a minimum initial subscription of EUR 100,000),
- Class B EUR Capitalisation shares (open to subscription to all investors who have the experience, knowledge and capability to make their own investment decisions and to properly assess the risks involved ("Professional Investor"), with a minimum initial subscription of EUR 2 million),
- - Class B EUR Distribution shares (open to subscription to all Professional Investors with a minimum initial subscription of EUR 2 million),

### Note 3. Principal Accounting Methods

The financial statements of the SICAV are prepared in accordance with the accounting principles generally admitted and in compliance with the regulations currently applicable in Luxembourg relating to Undertakings for Collective Investment.

#### 3.1 Combination of the different sub-funds

The financial statements of LFP OPPORTUNITY LOANS are denominated in euro (EUR). As of 31 December 2022, a single sub-fund is open for subscription and, therefore, these financial statements do not include consolidated financial statements.

#### 3.2 Currency conversion

The sub-fund accounts are maintained in the currency in which its net asset value is expressed, and the financial statements are drawn up in this currency. The currency of the sub-fund LFP OPPORTUNITY LOANS – DELFF Senior Corporate Loans I is the euro (EUR).

The acquisition cost of securities in a currency other than that of the sub-fund is converted into the sub-fund currency based on the exchange rate in force on the purchase date of the securities.

Income and charges denominated in a currency other than that of the sub-fund are converted into the sub-fund currency based on the exchange rate in force on the date of the transaction.

At the closing date, the valuations of securities (determined using the method set out below), receivables, bank deposits and debts denominated in a currency other than the currency of the sub-fund are converted into the currency of the sub-fund based on the exchange rate in force on that date. Exchange differences arising from the conversion of receivables, bank deposits and debts are included in the net exchange result for the financial year in the Statement of Operations and Changes in Net Assets.

#### 3.3 Valuation of the Portfolio

The valuation of the transferable securities listed on an official exchange or traded on a regulated market which operates regularly, is recognised and open to the public, is based on the last known closing rate, and if this transferable security is dealt on more than one market, based on the last known closing rate on the main market for said security. If the last known rate is not representative, the evaluation will be based on the probable realisation value estimated prudently and in good faith by the SICAV's Board Of Directors.

The transferable securities that are not listed or traded on a stock market or regulated market which operates regularly, recognised and open to the public, are evaluated based on the probable realisable value carefully estimated in good faith by the SICAV's Board of Directors.

#### Changes to illiquid securities

The prices used to value illiquid securities are estimated and reviewed with prudence and good faith by the Board of Directors of the SICAV.

## Notes to the financial statements as at 31 December 2022 (cntd)

### Note 3. Principal accounting methods (continued)

#### 3.3 Valuation of the Portfolio (cntd)

Evaluation of loans to companies:

The prices used to evaluate loans to companies are the "BID" prices from Markit which is considered by the SICAV's Board of Directors to be a reliable and independent source of evaluation.

#### 3.4 Revenues

The profit is comprised of the interest on loans to companies or the interest on bonds.

This interest is provided for each net asset value calculation.

Other revenue from fees received as part of a modification to the terms and conditions of a loan contract and intercalary interest between the theoretical delivery date and the actual delivery date (positive in the case of a purchase and negative in the case of a sale).

Accrued interest not yet due is listed under the section "net interest receivable on the Portfolio" in the Statement of Net Assets, as well as under the item "net interest on loans" in the Statement of Operations and Changes in Net Assets.

Provisions for accrued interest not yet due are shown in "Net interest provision on the Portfolio" in the Statement of Net Assets and in "Net interest on loans" in the Statement of Operations and Changes in Net Assets.

#### 3.5 Changes to forward exchange contracts

Open-ended forward exchange contracts are valued by reference to the forward exchange rate corresponding to the remaining life of the contract. Realised gains or losses and the resulting change in unrealised gains or losses are included in the Statement of Operations and Changes in Net Assets.

### Note 4. Net interest receivable on the Portfolio

At the end of the financial year, on 31 December 2022, the LFP Opportunity Loans - DELFF Senior Corporate Loans I sub-fund has EUR 10,222.22 of net interest receivable on the Portfolio.

### Note 5. Management fee and performance fee

La Française Asset Management La Française Asset Management, a simplified joint-stock company, is the AIFM (Alternative Investment Fund Manager) of the SICAV.

For the daily implementation of the investment policy of the sub-fund, the AIFM has delegated the management of the sub-fund's assets, with the SICAV's consent, to DELFF Management Limited (the "Manager") in accordance with the management agreement drawn up indefinitely on 30 December 2010 between the management company and DELFF Management Limited. DELFF Management Limited may, at its own expense, make use of the services of consultants for assistance in performing the asset-management activities of the SICAV's sub-fund.

As payment for services relating to the SICAV, the Manager receives a fee calculated monthly, based on the average net assets of the sub-fund over the course of the month. This remuneration is payable quarterly by the SICAV based on the sub-fund's assets.

Class A1 shares are subject to a management fee of 1.95% per year, to a maximum calculated in relation to the net assets of the sub-fund. Class A2 and B shares are subject to a management fee of 0.95% per year, to a maximum calculated in relation to the net assets of the sub-fund. This management fee is payable quarterly based on the average net assets of the sub-fund during the quarter in question.

A performance fee is paid to the Manager corresponding to 15% including taxes of the outperformance beyond the 3-month Euribor rate + 250 bps over the financial year for all the classes.

For the year ending 31 December 2022, there were no performance fees on Classes A and B.

The AIFM is entitled to a fee of 0.15% of the net asset value per year on Classes A1, A2 and B.

### Note 6. Subscription tax

The SICAV is governed by Luxembourgian tax laws. By virtue of the law and the regulations in force, the SICAV is subject to subscription tax at annual rates of 0.01% per year for Class B and 0.05% per year for Classes A1 and A2, calculated and payable quarterly, based on the average net assets of the SICAV at the end of the quarter in question.

Pursuant to Article 175 of the Law, the net assets invested in other undertakings for collective investment already subject to subscription tax are exempt from this tax.

## Notes to the financial statements as at 31 December 2022 (cntd)

### Note 7. Exchange rate as at 31 December 2022

The exchange rates used to convert the Fund's assets and liabilities not denominated in EUR are as follows:

1 EUR = 1.06725 USD

1 EUR = 0.88725 GBP

1 EUR = 0.98745 CHF

### Note 8. Administration, registrar and transfer fee

The AIFM has appointed BNP Paribas, Luxembourg Branch (formerly known as BNP Paribas Securities Service - Luxembourg Branch) to assume the role and duties of administrative agent and registrar and transfer agent (the "Administrative Agent").

The Administrative Agent has been appointed indefinitely by the AIFM under the terms of a delegation agreement concluded on 1 July 2014.

The fees and charges of the administrative agent, registrar and transfer agent are paid by the SICAV. The payment for the administrative agent, registrar and transfer agent is to be paid monthly.

The administrative agent's fees amount to:

0.03% per year of the net assets up to EUR 75 million

0.02% per year of the net assets between EUR 75 million and EUR 150 million

0.01% per year of the net assets above EUR 150 million

The administrative agent's fee is based on the average net assets of the sub-fund, with a minimum amount of EUR 25,000 per year.

### Note 9. Custodian bank fees

BNP Paribas, Luxembourg Branch (formerly BNP Paribas Securities Services - Luxembourg Branch) (the "Custodian Bank") has been appointed as the custodian of the SICAV's assets under the terms of an agreement signed on 1 July 2014.

The fees and charges of the Custodian Bank are paid by the SICAV. The payment to the Custodian Bank is made monthly and is established based on the total average net assets of the SICAV at the end of the month.

The Custodian's fee paid as remuneration for its services amounts to 0.01% per year of the average assets of the SICAV over the completed financial year with a minimum of EUR 1,000 per month and per sub-fund.

### Note 10. Loan administration fee

In payment for its services to the SICAV, BNP Paribas, London Branch, (formerly BNP Paribas Securities Services - London Branch) in its capacity as Loan Administrator, received a payment of EUR 61,681.46 for the period running from 1 January 2022 to 31 December 2022. These fees are listed under the item "Administration fee" in the Statement of Operations and Changes in Net Assets.

### Note 11. Other fees

The other expenses account for the year ending 31 December 2022 is made up of the following items:

	Amount (EUR)
VAT	31,945.76
Insurance costs	27,017.64
Loan arrangement fees	11,500.00
Participation fees	10,500.00
CSSF	8,800.00
VAT costs	6,608.20
FATCA	2,881.84
ALFI	675.00
Translation costs	628.83

## Notes to financial statements as at 31 December 2022 (cntd)

### Note 12. Business expenses

This item is comprised of auditing fees, legal fees and payments to administrators.

### Note 13. Transaction fees

The SICAV is exposed to transaction costs such as brokerage fees, certain custodian taxes and fees for purchases and sales of investments. These fees include the Statement of Operations and Changes in Net Assets.

### Note 14. Presentation of the realised profits and the unrealised net Variations on the Portfolio

Net loss realised on the Portfolio as at 31 December 2022 in EUR	Profit realised on the Portfolio as at 31 December 2022 in EUR	Loss realised on the Portfolio as at 31 December 2022 in EUR
(1,799,490.62)	182,100.00	(1,981,590.62)

	31 December 2022 in EUR	31 December 2021 in EUR
Change in net unrealised capital gain	84,063.86	4,799,133.64
Change in net unrealised capital (loss)	(16,043,015.89)	(1,040,843.83)
Change in net unrealised capital gain/(loss) on the Portfolio	(15,958,952.03)	3,758,288.81

### Note 15. Distribution of dividends

For the year 2022, the Board of Directors of the SICAV decided to pay a dividend to the shareholders in the SICAV as follows:

Class	Amount per share	Value date
Class B EUR Distribution	EUR 37.79	25 January 2022

### Note 16. Relations with related parties

At the date of closure of the financial year, 31 December 2022, the LFP Opportunity Loans - DELFF Senior Corporate Loans I sub-fund has invested part of its assets in a UCI also managed by the AIFM and the same manager. No subscription or redemption fee has been charged to the SICAV, but this UCI has paid a management fee.

### Note 17. Geopolitical situation

The value of the portfolio fell significantly over the year as a result of a hostile market environment, featuring geopolitical tensions (Ukraine/Russia conflict, China/Taiwan tensions) and macroeconomic downturn (significant interest rate hikes by the FED and the ECB, fears of a recession).

### Note 18. Events following the closure of the financial year

Although 2022 felt the impact of a number of shocks, the market environment seems to be improving in early 2023, both from a macroeconomic standpoint (growth prospects revised upwards for the main European economies) and from a microeconomic one (default rate at 0.57% in January 2023 versus 0.95% a year earlier). This situation can be explained by the drop in energy prices and the mild weather we have been experiencing.

The inflation rate for the eurozone came in at 8.5%, down on January (8.6%) but above the forecast of 8.2%. Against this backdrop, the ECB raised its key rate by 50 basis points on 16 March, which benefited the portfolio. The portfolio also benefited from redemptions at par in the 1st quarter (ASK Chemicals, Unither).

## Additional unaudited information

### Correspondence between the names of loans to companies in the Portfolio of the financial statements and their borrowers

This table links borrower groups and the vehicles of the main group.

Name in the "Portfolio" financial statements section as of 31 December 2022	Name on the market	Borrower
ACR II BV T/L NEW 07/12/2024	ACR	ACR II B.V.
ADCO EUR TERM LOAN (HYPO) T/L 31/10/2026	ADCO	BLITZ 19-183 GMBH
AI PLEX ACQUICO T/L 04/06/2026	MADRID (ROHM)	ROHM HOLDING GMBH
AI ROBIN FINCO LIMITED T/L 12/09/2024	BRAMMER	AI ROBIN FINCO LIMITED
ALPHA AB BIDCO 3.75% 18-11/09/2025	AMMEGA (AMMERAAL BELTECH)	ALPHA AB BIDCO
AMEDES HOLDING T/L 12/10/2028	AMEDES	ARAGON BIDCO GMBH
ARCHROMA FINANCE SARL T/L B1 01/09/2023	ARCHROMA	ARCHROMA FINANCE SARL
ARMACEL BIDCO LUX S.A.R.L T/L 03/02/2027	ARMACELL	NEPTUNE BIDCO S. À RL
ASK CHEMICALS HLDG GMBH T/L B 03/05/2023	ASK CHEMICALS	ASK CHEMICALS HOLDING GMBH
ASSYSTEM SA T/L B 12/07/2024	ASSYSTEM	ASSYSTEM TECHNOLOGIES SA
BIOGROUP B T/L 09/02/2028	BIOGROUP	CAB
BROOM HOLD BIDCO LIMITED T/L 21/07/2028	BEAUPARC	BROOM HOLDINGS BIDCO LIMITED
CASTILLON T/L 09/12/2027	DEVOTEAM	CASTILLON SAS
CEGID GROUP T/L 02/07/2028	CEGID	CLAUDIUS FINANCE PARENT S.À R.L.
CERAMTEC T/L 16/03/2029	CERAMTEC	CTEC III GMBH
CEZANNE PARTICIPATIONS VI T/L 19/11/2026	WEBHELP	MARNIX FRENCH TOPCO SAS
CORDOBES HOLDCO SL T/L 02/02/2029	GRUPO BC	CORDOBESHOLDCOSL
ELSAN SAS T/L 08/02/2028	ELSAN	ELSAN SAS
FIBRA NL MIDCO BV SOLIDUS T/L 22/10/2026	SOLIDUS	FIBRA NL MIDCO BV SOLIDUS
FLAKT WOODS GROUP AG T/L B 12/10/2023	FLAKT WOODS (DENCOHAPPEL)	FUSILLI ACQUICO S.À R.L.
GALILEO GLOBAL EDUCATION FINANCE T/L 09/	GALILEO	GGE BCo1 SAS
GE DISTRIBUTED POWER T/L 03/10/2025	DISTRIBUTED POWER (INNIO)	AI ALPINE AT BIDCO GMBH
HOLDING SOCOTEC 3.75% 21-07/05/2028	SOCOTEC	HOLDING SOCOTEC
IGNITION TOPCO BV T/L 02/07/2025	IGM RESINS	IGNITION TOPCO BV
LGC SCIENCE GRP HOLDINGS T/L 24/01/2027	LGC	LOIRE UK MIDCO 3 LIMITED
NEURAXPHARM HOLDCO SARL T/L 29/10/2027	NEURAXPHARM	CEREBRO BIDCO GMBH
PEGASUS BIDCO LIMITED T/L 12/07/2029	REFRESCO	PEGASUS BIDCO B.V.
PHM SF DUTCH BIDCO BV T/L 19/01/2028	SIGNATURE FOODS	PHM SF DUTCH BIDCO BV
PRECISE BIDCO BV T/L 13/10/2026	EXACT SOFTWARE	PRECISE MIDCO B.V.
RECIPHARM TLB E+350 T/L 30/03/2028	RECIPHARM	ROAR BIDCO AB
SCUR-ALPHA 1318 4.5% 21-30/07/2028	THINK-CELL	SCUR-ALPHA 1318 GMBH
SGG HOLDINGS S.A. T/L 08/03/2025	SGG (IQ-EQ)	SAPHILUX S.À R.L.
SIACI AKA BIDCO SB T/L 22/07/2028	SIACI	BIDCO SB
SIGMA HOLDCO BV (FLORA) T/L 02/07/2025	UPFIELD	SIGMA HOLDCO BV
SOLINA CORPORATE T/L 17/06/2028	SOLINA	POWDER BIDCO
STARFRUIT FINCO B.V T/L 19/09/2025	NOURYON	STARFRUIT FINCO BV
STELLA GROUP SASU T/L B 08/02/2026	STELLA	STELLAGROUP
TEAM BLUE FINCO B1 T/L 31/03/2028	TEAM.BLUE	TEAM.BLUE FINCO SARL
TIMBER SERVICIOS EMPRESAR T/L 30/03/2029	ALTADIA	TIMBER SERVICIOS EMPRESARIALES
TRIANGLE FM SERVICES TOP T/L 01/09/2023	APLEONA	TRIANGLE FM SERVICES HOLDING GMBH
TRIGO T/L 20/06/2023	TRIGO	TRIGO HOLDING
UNIT 4 T/L 30/04/2028	UNIT4	BOCK CAPITAL BIDCO B.V.
UNITED PHARMACEUTICAL T/L 04/10/2018	UNITHER	UNIFIN
VERISURE HOLDING AB T/L 15/01/2028	VERISURE	VERISURE HOLDING AB
VILLA DUTCH BIDCO BV T/L 28/09/2029	HOUSE OFHR	VILLA DUTCH BIDCO BV
WINTERFELL FINANCING SARL T/L 19/02/2028	STARK	WINTERFELL FINANCING S.À R.L.
WITTUR HOLDINGS GMBH EUR T/L 23/09/2026	WITTUR	WITTUR HOLDINGS GMBH

## Additional unaudited information (continued)

### Risk profile of the SICAV

#### (a) Market risk:

- Interest rate sensitivity: between 0 and 1. All loans to companies have a variable interest rate.
- Exchange rate risk: All investments are made in euros, the currency of the SICAV.

#### (b) Credit risk:

- Concentration per borrower: Maximum accepted 10%, maximum loan in portfolio 3.60%, average 1.95%
- Seniority of Loans in portfolio: 100% Senior Corporate Loans

#### (c) Liquidity risk:

- Percentage of loans held in portfolio that can be liquidated within the following deadlines at market price: Markit (\*), Liquidity Score - Loan Markit Rating expressed as a % of Loan Nominal

Markit Liquidity	Loans in EURO	Loans in %
0	0	0.00%
1	10,000,000	6.47%
2	34,923,529	22.60%
3	56,056,918	36.28%
4	19,732,286	12.77%
5	33,814,672	21.88%
<b>TOTAL</b>	<b>154,527,405</b>	<b>100%</b>

Source: Markit (\*) on 31 December 2022 (which is a typical representation of portfolio liquidity).

(0) unknown liquidity (often new products) - the ranking from (1) to (5) is interpreted as follows: (1) very liquid to (5) not very liquid.

- The available cash on 31 December 2022 amounted to EUR 3,063,009.67, i.e. 2.08% of the total net assets. Investments in undertakings for collective

investment on 31 December 2022 amounted to 3.74% of total net assets and represent an additional source of liquidity.

(\*) Markit is a company providing independent data for loans.

d) Leverage: not applicable

### Risk management systems

Risk monitoring is carried out in accordance with the risk management process by the AIFM's Risk Management team, which works independently of the manager. Risk Monitoring covers the Risk Management Process for the detection, evaluation and inspection of market, credit and liquidity risks and the possible counterparty risk and Leverage supervision.

The method used to calculate overall risk is the commitment method.

## Additional unaudited information (continued)

### Remuneration policy of the Management Company

The remuneration policy of the management companies of the La Française Group aims to apply the principles relating to the remuneration of all management company employees that are authorised by the Autorité des Marchés Financiers (Financial Markets Authority).

The Group ensures compliance with a remuneration policy that is a source of value and motivation for its teams, and it makes sure that said remuneration is allocated fairly for equivalent positions and responsibilities.

The Remuneration Policy is reviewed and validated by the Group's Supervisory Board with support from the Group Remuneration Committee and the Group Entity Remuneration Committee.

The Policy is established in order to avoid conflicts of interest. It promotes sound and efficient risk management and does not encourage risk-taking that would be incompatible with the risk profiles, regulations and constitutive documents of the AIFs or UCITS that are managed by the Management Companies, or incompatible with the interests of the clients of the Management Companies.

For 2022, remuneration was broken down as follows:

	<b>La Française Asset Management</b>
Assets under management:	€10,109,271,759
Employees:	95 people
Total remuneration	€8,688,312.37
Fixed remuneration	€5,859,334.71
Variable remuneration	€2,828,977.66
Senior managers	€717,018.57
Risk takers	€3,467,203.20

Further information on governance and the guiding principles of the Remuneration Policy is available on the La Française website: [www.la-francaise.com](http://www.la-francaise.com).

For 2022, the manager's remuneration was broken down as follows:

	<b>DELFF Management Ltd</b>
Assets under management:	€146.9MM
Employees:	11 people
Total remuneration	€247,000
Fixed remuneration	€210,000
Variable remuneration	€37,000
Senior managers	€105,000
Risk takers	€136,000

### SFTR Regulation

During the financial year ending 31 December 2022, the SICAV did not carry out any transactions covered by EU Regulation 2015/2365 on transparency of securities financing and transactions and of reuse. Accordingly, no aggregate, concentration or transaction data or information on the reuse or retention of the encumbered assets should be declared.



**Model periodic disclosures for the financial products referred to in Article 8(1) , (2) and (2)a of Regulation (EU) 2019/2088 and in the first paragraph of Article 6 of Regulation (EU) 2020/852**

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that it does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

**Product name:** LFP OPPORTUNITY LOANS/ DELFF SENIOR CORPORATE LOANS I  
**Legal entity identifier:** 549300H6YB3N0MD1I915

## Environmental and/or social characteristics

### Does this financial product have a sustainable investment



**Yes**



It made **sustainable investments with an environmental objective:\_%**



in economic activities that qualify as environmentally sustainable under the EU Taxonomy



in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy



It made **sustainable investments with an social objective:\_%**



**No**



It promoted **environmental and social (E/S) characteristics** and although it did not have a sustainable investment objective, it had a proportion of \_% of sustainable investments



with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy



with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy



with a social objective



It promoted E/S characteristics, but did **not make sustainable investments**

**The EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/8 52, establishing a **list of environmentally sustainable economic activities**.

This Regulation does not detail a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### To what extent were the environmental and/or social characteristics promoted by this financial product met?



The Manager combined a traditional financial analysis with an analysis of extra-financial criteria. It applied the exclusion policy set out in the prospectus, which effectively excluded investments that did not meet the following extra-financial criteria: a/ Certain sectors of activity, such as arms, tobacco or coal, b/ borrowers located in countries on the black or red lists drawn up by the Management Company. Among other things, it analysed environmental, social and governance risk factors in its investment analysis and allocations

- 1- Environmental factors: environmental strategy, atmospheric emissions management, energy consumption, water consumption, waste management, supply chain analysis.
- 2- Social factors: human rights, labour rights, employee health and safety, employee diversity, philanthropy, working conditions, cybersecurity, customer satisfaction.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the product are met.

- 3- Governance factors: anti-corruption policy, independence of the Board of Directors, diversity of the Board of Directors and senior management, executive remuneration, auditors, compliance team, financial control team, covenants and loan disclosures.

Using these risk factors based on the information collected from the Companies, the Manager was able to assign an ESG rating (out of 100) to each Company using its internal model.

### ● ***How did the sustainability indicators perform?***

The objectives relating to the performance of the sustainability indicators were achieved. The exclusion policy set out in the prospectus was respected and the components of the investment universe were regularly rated based on their ESG performance based on the factors set out above. The ESG rating of the portfolio, calculated by the Manager, was 68.3 at 31 December 2022, above the target of 68.1 set by the Board of Directors.

### ● ***... ..and compared to previous periods?***

At 31 December 2021, the sub-fund's ESG rating was 66.9. The sub-fund's ESG rating therefore improved in 2022, in line with the objectives set by the Board of Directors.

### ● ***What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?***

Although this sub-fund promotes environmental and social characteristics, it does not, however, undertake to invest in investments qualified as sustainable within the meaning of Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on the publication of sustainability information in the financial services sector.

### ● ***How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?***

The sub-fund has not made any long-term investments.

*How were the indicators for adverse impacts on sustainability factors taken into account?*

The sub-fund has not measured the adverse impact.

*Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:*

The sub-fund has not made any long-term investments.

*The EU Taxonomy sets out a “do no significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.



## How did this financial product consider principal adverse impacts on sustainability factors?

The portfolio manager has not considered the principal adverse impacts on sustainability factors.



## What were the top investments of this financial product?

### Most significant investments

### Sector

### % of assets

### Country

**Asset allocation**  
describes the share of  
investments in specific  
assets.

LFP OPP - DELFF CONVERTIBLE BONDS ICA	UCITS FUND	3.74%	Luxembourg
ORBITER GROUP SARL T/L 18/10/2028	Retailers (ex food & drug)	3.60%	Switzerland
CEGID GROUP T/L 02/07/2028	IT Services	3.28%	France
SIACI AKA BIDCO SB T/L 16/11/2028	Insurance	3.24%	France
APLEONA GMBH T/L 28/04/2028	Business & Equipment Services	3.24%	Germany
SCUR-ALPHA 1318 4.5% 21-31/08/2028	Business & Equipment Services	3.22%	Germany
LGC SCIENCE GRP HOLDINGS T/L 21/04/2027	Business & Equipment Services	3.12%	France
TRIGO T/L 20/06/2023	Business & Equipment Services	3.07%	France
TIMBER SERVICIOS EMPRESAR T/L 30/03/2029	Building Materials	3.07%	Spain
ASK CHEMICALS HLDG GMBH T/L B 03/05/2023	Chemicals & Plastics	2.90%	France
AL ROBIN FINCO LIMITED T/L 12/09/2024	Industrial Distribution	2.83%	UK
CASTILLON T/L 30/11/2028	IT Services	2.78%	France
AI PLEX ACQUICO T/L 31/07/2026	Chemicals & Plastics	2.78%	Germany
GE DISTRIBUTED POWER T/L 31/10/2025	Industrial Equipments	2.67%	Austria
STELLAGROUP SASU T/L 30/01/2026	Industrial Equipments	2.54%	France
SIGMA HOLDCO BV (FLORA) T/L 02/07/2025	Food Products	2.35%	Netherlands

The list includes the  
investments  
constituting **the  
greatest proportion of  
investments** of the  
financial product during  
the reference period,  
which is: 31 December  
2022

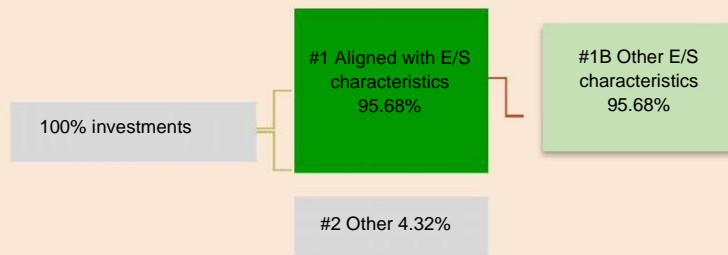
## What was the proportion of sustainability-related investments?

The Manager has not made any sustainable investments.



### What was the asset allocation?

At 31 December 2023, 95.68% of assets were allocated to investments aligned with environmental, social and governance characteristics that are not considered sustainable investments.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments in the financial product which are neither aligned with environmental or social characteristics nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

### **In which economic sectors were the investments made?**

Investments were made in the following sectors: Building & Development (2.03%), Building Materials (3.07%), Business Equipment & Services (23.70%), Chemicals & Plastics (14.87%), Drugs (1.32%), Ecological Services & Equipment (1.28%), Food Products (6.80%), Healthcare (7.87%), HR services (1.88%), Industrial Distribution (2.83%), Industrial Equipments (11.71%), Insurance (3.24%), IT Services (9.40%), Retailers -ex food & drug- (3.60%), UCITS fund (3.74%).

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies;
- **capital expenditure (CapEx)** showing the green investments made by investee companies, e.g. for a transition to a green economy;
- **operational expenditures (OpEx)** reflecting green operational activities of investee companies.

### **To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?**

Although this sub-fund promotes environmental and social characteristics, it does not, however, currently have a specific environmental objective and is not committed to investing in sustainable investments that are aligned with the criteria of the Taxonomy Regulation and Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to promote sustainable investments and amending Regulation (EU) 2019/2088 ("**Taxonomy Regulation**").

### **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

☐ Yes:

☐ In fossil gas

☐ In nuclear energy

☒ No



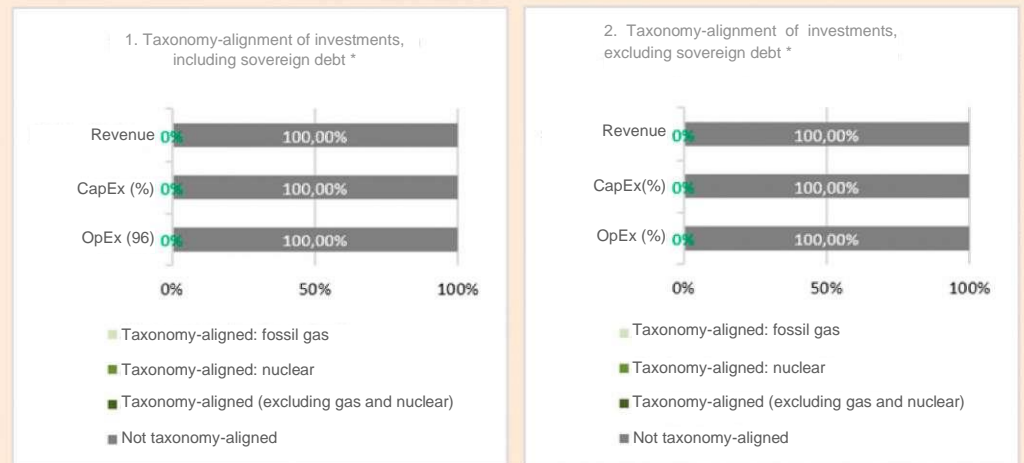
<sup>1</sup> Fossil gas and/or nuclear activities will only comply with the EU taxonomy if they contribute to limiting climate change ("climate change mitigation") and do not significantly harm an EU taxonomy objective - see explanatory note in the left margin.

The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The charts below show in green the percentage of investments that were aligned with the EU taxonomy. As there is no appropriate methodology for determining the alignment of sovereign bonds\* with the taxonomy, the first chart shows the alignment of the taxonomy with respect to all investments in the financial product, including sovereign bonds, while the second chart shows the alignment of the taxonomy only with respect to investments in the financial product other than sovereign bonds.

**Enabling activities** directly enable other activities to make a substantial contribution to an objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.



This chart represents 100% of total investments.

\* For the purpose of these charts, "sovereign bonds" include all sovereign exposures.

### What was the share of investments made in transitional and enabling activities?

0%. The sub-fund does not aim to invest in transitional and enabling activities.

### How did the percentage of investments aligned with the EU Taxonomy compare with previous reference periods?

0%. The sub-fund does not aim to invest in activities aligned with the EU taxonomy.

The symbol represents sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Regulation 2020/852.



### What was the share of sustainable investments with an environmental objective that were not aligned with the EU Taxonomy?

0% . The sub-fund does not aim to invest in sustainable investments.



### What was the share of socially sustainable investments?

0%. The sub-fund does not aim to invest in socially sustainable investments.



## What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?

The investments included in category “#2 Other” are mainly cash and a loan which could not be rated ESG for lack of information.

At 31 December 2022, the breakdown of category “#2 Other” (4.32% of total net assets) was as follows:

- 1- Cash: 2.07% of total net assets, held in account with the custodian (BP2S). The purpose of this asset was to maintain the sub-fund's liquidity.
- 2- The UNIT 4 T/L 25/06/2028 loan, 1.68% of total net assets, not rated ESG for lack of information, despite numerous reminders from the Manager.

These assets do not offer minimum environmental or social guarantees.



## What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The portfolio manager has developed an internal ESG rating model for companies that examines environmental, social and governance factors. This model was used to give each issuer a score out of 100. This score is the sum of the scores assigned to each of the three pillars: environmental (“E”), social (“S”) and governance (“G”) . The relative weighting of these pillars may vary depending on the sector of activity.

The data used to attribute these scores is collected directly from the companies. This data is updated regularly. It should be noted that the analyses and ratings performed by the Manager depend on the quality of the information collected and the transparency of companies.

Some borrowers may have been excluded from the investment universe to comply with the general exclusion policy. The manager has actively managed the portfolio to achieve the extra-financial objectives set by the Board of Directors.

Finally, the Manager followed their ESG commitment policy.



## How did this financial product perform compared to the sustainable reference benchmark?

This financial product has no sustainable reference benchmark.

- ***How does the reference benchmark differ from a broad market index?***
- ***How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable characteristics promoted?***
- ***How did this financial product perform compared with the reference benchmark?***
- ***How did this financial product perform compared with the broad market index?***

**Reference benchmarks** are indexes to measure whether the financial product attains the sustainable investment objective.

