

## IMPORTANT INFORMATION

This communication (the "Update Note") is being provided to a limited number of selected investors by Arcmont Asset Management Limited ("Arcmont"), as interested parties, on a confidential and limited basis, solely for their use in determining whether to invest in certain funds, investment vehicles or other products managed or advised by Arcmont (each, a "Fund", and collectively, the "Funds").

**Please be advised that the terms of Impact Lending Fund I, ECAP and NAV Financing Fund I and the presentation of information herein are still under discussion and review. Statements contained herein include statements of circumstances which may exist on the date upon which the final form disclosure document is circulated but may not exist at the date of this document. Therefore, the information presented herein should not be relied upon because it is incomplete and may be subject to change. This disclosure document is being provided to prospective investors by way of "pre-marketing" (within the meaning of article 30a of the AIFM directive) with respect to each Fund.**

The distribution of the Update Note is made for informational purposes only and does not constitute an offer to sell or a solicitation of an offer to buy limited partnership interests in the Fund. Any such offer or solicitation will be made only pursuant to the Fund's private placement memorandum (as modified or supplemented from time to time, the "Memorandum") and subscription documents and will be subject to the terms and conditions contained in such documents.

This Update Note is intended only for "professional clients" and "eligible counterparties" (as defined by the FCA) or in the U.S. by "accredited investors" (as defined in the Securities Act of 1933) and "qualified purchasers" (as defined in the Investment Company Act of 1940) as applicable and should not be relied upon by any other category of customer. This Update Note has not been submitted to or approved by the securities regulatory authority of any state or jurisdiction.

Update Note is qualified in its entirety by reference to the Memorandum, the relevant limited partnership agreement(s) of the Fund (as amended from time to time) and the subscription documents related thereto (together, the "Fund Documents"). In the event of any inconsistencies between this Update Note and the Fund Documents, the Fund Documents shall prevail in all respects. Unless expressly indicated otherwise, the information contained in this Update Note is current as at the date set forth on the cover page of this Update Note, and it will not be updated or otherwise revised to reflect information that subsequently becomes available, or circumstances existing or changes occurring after that date.

Prospective investors should read the Memorandum and seek such professional advice as they see fit in making their assessment of whether to subscribe for limited partnership interests in the Fund. Prospective investors must rely on their own examination of the legal, taxation, financial and other consequences of an investment in the Fund, including the merits of investing and the risks involved. Prospective investors must not rely on this Update Note as part of any assessment of whether to subscribe for limited partnership interests in the Fund and should not treat the contents of this Update Note as advice relating to legal, taxation, financial or investment matters.

**In considering any performance information contained herein, prospective investors should consider that both past performance and/or targeted performance may not be indicative of future results, and there can be no assurance that future investments or investment vehicles will achieve comparable results or that target returns, if any, will be met.** Actual events or results may differ materially from those previously achieved, reflected or contemplated. No representation is being made that any investment or any Fund has, will, or is likely to achieve results similar to those discussed herein or that significant losses will be avoided. It should not be assumed that the investment decisions Arcmont makes in the future will be profitable or will equal the investment performance set forth herein with respect to any of the Funds, or any underlying investment made by any of the Funds. Investments in Funds managed or advised by Arcmont may lose value. Investment results will fluctuate. Certain market and economic events having a positive impact on performance may not repeat themselves. Past results may be based on unaudited, preliminary information and are subject to change.

If performance information in this document is denominated in a currency other than that of the jurisdiction where you are resident/domiciled, the investment return of the Fund may increase or decrease as a result of currency fluctuations.

**An investment in a Fund involves significant risk. Investors should consider all of the risk factors set forth in the Memorandum, each of which could have an adverse effect on the Fund and on the value of interests. In particular, you should be aware that:**

- an investment in a Fund will be highly illiquid, and you must be prepared to bear the risks of investment for the full term of such Fund; and
- investment performance may be volatile, and **you could potentially lose all amounts invested.**

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## Footnotes

**1. Gross IRR** is calculated on a cash basis and therefore might appear inflated in the early stages of an investment as it recognises the upfront fee in full. Gross returns are presented before partnership expenses, taxes, management fee, general partner's share and carried interest which, in aggregate, are anticipated to be substantial.

**2. Net IRR** generally reflects all investment-level expenses, fund level expenses (including management fees, carried interest, and other fund-level expenses), taxes or any other expenses borne by investors in the relevant fund. Full-fund Net IRRs are calculated using: (i) actual investor called and distributed amounts, after applying any hold backs for expenses; (ii) adjusted quarter-end Net Asset Value; and (iii) actual management fees paid, combined with estimated carried interest as of the valuation date utilised.

In order to arrive at a net IRR at an investment level or subset of investments, Arcmont has taken the fund level spread (or in case of funds with multiple currency sleeves, the average spread across unlevered vehicles and therefore for the levered sleeves will show the impact before leverage) from gross to the net return and deducted this amount from each investment level or subset-level gross return to arrive at an estimated net return. The spread between the investment-level or subset-level gross return and investment-level or subset-level net return is not reflective of the actual amount of fees, expenses and carried interest attributable to the relevant investment, which cannot be determined with precision. There is no single generally accepted method for calculating net return for individual investments or subsets of investments, and alternative methods may have produced materially different results, which may have been lower.

The Net IRR for a Fund may differ materially from that of an individual investor in that Fund because certain investors may bear lower management fees and carried interest rates or may not participate in one or more portfolio investments. The Net IRR calculations included herein do not reflect an investor paying management fees and carried interest at the highest rates, and if they were presented based on such rates, the net IRR presented herein would be lower. Certain assumptions and estimates have been made in calculating the return information and preparing the other information set forth herein and while the assumptions and estimates are made in good faith, there can be no assurance that such assumptions and estimates will prove correct or will be applicable to the Fund's return and the returns of investments made in the Fund.

**3. Capital Solutions Fund I Performance:** There is no guarantee that the Fund will continue to perform in such a manner. Past performance is not indicative of future results. Actual results may differ significantly.

**4. Fundraising Activity:** Fundraising amounts include SMAs, available leverage and strategy co-investment commitments. There is no guarantee that any currently expected amounts will actually be raised or will be raised in the time frames currently anticipated. Actual amounts raised may differ significantly.

**5. Pricing fees and yields:** Past performance is not indicative of future results. Actual performance achieved by investors in any Arcmont fund would be lower than the investment yield or pricing and fees presented herein due to a variety of factors, including but not limited to that the information presented on the slide does not account for transaction expenses, fund expenses, management fees, performance fees, taxes, and other applicable fees, which, in aggregate, are anticipated to be substantial.

**6. Impact:** The Impact Lending Fund I's (ILF I) focus on impact investments subjects it to a variety of risks, not all of which can be foreseen or quantified. When evaluating all investment decisions, our goal is to maximize the financial return to our fund participants. The ILF I may engage with portfolio investments on impact practices and initiatives with the goal of bolstering returns to investors, and potential enhancements thereto. Whilst our objective is to maximize financial returns, there is no guarantee that such engagements will result in improving the financial or impact performance of the investment. Successful engagement efforts on the part of the ILF I will depend on ILF I's skill in properly identifying and analyzing material impact metrics and other factors and their value, and there can be no assurance that the strategy or techniques employed will be successful. In addition, ILF I's impact programs and policies may change over time. Additionally, ILF I may not independently verify certain of the impact information reported by its portfolio investments or third parties and provided by the Fund to its stakeholders, some of which is based on professional or business judgment. Finally, in evaluating a company, ILF I often depends upon information and data provided by the company or obtained via third-party reporting or advisors, which may be incomplete or inaccurate and could cause the ILF I to incorrectly assess the company's impact practices and/or related risks and opportunities. Further, impact integration and responsible investing practices as a whole are evolving rapidly and there are different frameworks and methodologies being developed and implemented by other asset managers, industry coalitions, not-for-profit organizations or regulators. ILF I's approach may not align with the approach adopted by its key stakeholders, which could negatively impact the Fund. Finally, there is no guarantee that, after the ILF I exits an investment, any positive impact will persist.

At the same time, anti-ESG sentiment has also gained momentum across the U.S., with several states and Congress having proposed or enacted "anti-ESG" policies, legislation or initiatives or issued related legal opinions. Additionally, asset managers have been subject to recent scrutiny related to ESG-focused industry working groups, initiatives, and associations, including organizations advancing action to address climate change or climate-related risk. Such anti-ESG policies, legislation, initiatives and scrutiny could expose Arcmont to the risk of litigation, antitrust investigations or challenges and enforcement by state or federal authorities, result in injunctions, penalties and reputational harm and require certain investors to divest or discourage certain investors from investing in Arcmont's funds. Arcmont could become subject to additional regulation, regulatory scrutiny, penalties

and enforcement in the future, and Arcmont cannot guarantee that its current approach or ILF I 's investments will meet future regulatory requirements, reporting frameworks or best practices, increasing the risk of related enforcement. The consideration of ESG and/or impact factors (including but not limited to greenhouse gas emissions avoided) is undertaken solely for the purposes of maximising the financial return to our fund participants.