

CEDL I S.à r.l.
Annual Accounts and Report of the réviseur d'entreprises agréé
for the year ended June 30, 2021

5, Heienhaff
L-1736 Senningerberg, Luxembourg
R.C.S. Luxembourg: B199671
Share Capital: EUR 12,500

CEDL I S.à r.l.

Share Capital: EUR 12,500

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MANAGEMENT REPORT

JUNE 30, 2021

The Board of Managers presents its report and the annual accounts of CEDL I S.à r.l. (the "Company") for the year ended June 30, 2021.

General

The Company was incorporated on August 18, 2015 and organised under the laws of Luxembourg as a "société à responsabilité limitée" for an unlimited period and is subject to the Law of March 22, 2004 on securitisation as amended (the "Securitisation Law").

On September 18, 2020, the Company changed its registered address from 51, avenue John F. Kennedy, L-1855 Luxembourg to 5, Heienhaff, L-1736 Senningerberg, Luxembourg.

The Company's financial year starts on July 1 and ends on June 30, with the exception of the first year, which began on the date of the incorporation of the Company on August 18, 2015 and ended on June 30, 2016.

The Company is a securitisation company within the meaning of the Law of March 22, 2004 on securitisation and has as its corporate purpose the holding of investments in a portfolio of debt securities.

The Company has 100% of its loan notes listed on The International Stock Exchange of the Channel Islands (TISE) since August 12, 2020.

Summary of activities

The results for the financial year amounted to EUR nil (2020: EUR nil).

The total carrying value of loan notes issued and outstanding by the Company as at June 30, 2021 amounted to EUR 994,614,930 (2020: EUR 1,264,650,176). The interest accrued on the loan notes amounted to EUR 38,666,297 as of June 30, 2021 (2020: EUR 71,491,666).

Risk exposures

During the year, the principal risks faced by the Company relate to the financial instruments held by it and the Company expects the nature of these risks to remain the same for the foreseeable future.

Price risk

The investments purchased by the Company are subject to changes in value due to changes in market prices. Due to the limited recourse nature of the debt securities issued all price risk is ultimately borne by the sole noteholder.

Credit risk

The Company is exposed to the risk of default on the portfolio of debt securities held. Due to the limited recourse nature of the debt securities issued all credit risk is ultimately borne by the sole noteholder. There was no default on the portfolio of debt securities as at June 30, 2021 and June 30, 2020.

Liquidity risk and cash flow risk

The notes issued by the Company are limited recourse. Due to the limited recourse nature of the debt securities issued, all liquidity and cash flow risks are ultimately borne by the sole noteholder.

Interest rate risk

The debt investments made by the Company are subject to changes in value and income from them varies in line with changes in interest rates. Due to the limited recourse nature of the debt securities issued all interest rate risks are ultimately borne by the sole noteholder.

Research and development activities

The Company was neither involved nor participated in any kind of research or development activities in the years ended June 30, 2021 and June 30, 2020.

Branches of the Company

The Company does not have any branches.

MANAGEMENT REPORT

JUNE 30, 2021

Acquisition of own shares

The Company did not purchase any of its own shares in the years ended June 30, 2021 and June 30, 2020.

Events during the year

COVID-19

COVID-19 was declared a pandemic by the World Health Organisation on March 11, 2020. The outbreak and spread has led to a public health crisis and widespread disruption across almost all regions and sectors. Through 2020, the global spread of the virus led to an increased level of uncertainty in financial markets and triggered volatility in interest rates, foreign exchange rates and asset prices.

Multiple rounds of restrictions and lockdowns seen across Europe in response to COVID-19 has led to acute impacts for businesses in directly affected sectors, with trading almost completely suspended, at least initially, for those worst impacted. Many businesses saw a pattern of significant rebound in activity following the easing of government restrictions. In many cases, the impact on trading as a result of the virus is expected to be temporary. Some of the worst affected companies have experienced, and continue to experience, severe difficulties as a result of the disruption to their activities and defaults are likely to increase for these businesses and in some cases, recoveries reduce.

The Portfolio Manager evaluated the fair value of the underlying assets held by the Company at June 30, 2021 and, where required, recommended fair value adjustments on these assets. These adjustments are reflected in the annual accounts via the Company's share of the respective underlying investments. The Portfolio Manager will continue to monitor the impact of COVID-19 on the underlying valuations going forward. The fair values as at June 30, 2021 are unrealised and actual realised proceeds may differ.

Brexit

With the UK formally exiting the European Union at the end of December, 2020, the Portfolio Manager has continued to analyse and assess the impact on portfolio companies and valuations. Overall, the Portfolio Manager did not see a materially disruptive impact of Brexit on its investments either in Europe or the UK, both during the transition period and in the immediate aftermath of Brexit. Consistently firms were duly prepared, we noted a particular focus throughout the proceeding period on supply chain rigor, stability and business continuity. This diligence was rewarded, and as a consequence little measurable impact has been seen to date deriving from Brexit across the portfolio on performance and valuations.

Subsequent events

No other events have occurred subsequent to the year-end which would have a material impact on the annual accounts for the year ended June 30, 2021.



Manager



Manager

Date: September 30, 2021



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To the Shareholder of
CEDL I S.à r.l.
5, Heienhaff
L-1736 Senningerberg
Luxembourg

REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Report on the audit of the annual accounts

Opinion

We have audited the annual accounts of CEDL I S.à r.l. (the "Company"), which comprise the balance sheet as at June 30, 2021, and the profit and loss account for the year then ended, and notes to the annual accounts, including a summary of significant accounting policies.

In our opinion, the accompanying annual accounts give a true and fair view of the financial position of the Company as at June 30, 2021 and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession ("Law of 23 July 2016") and with International Standards on Auditing ("ISAs") as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" ("CSSF"). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the « Responsibilities of "réviseur d'entreprises agréé" for the audit of the annual accounts » section of our report. We are also independent of the Company in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants ("IESBA Code") as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the annual accounts, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the annual accounts of the current period. These matters were addressed in the context of the audit of the annual accounts as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Valuation of financial assets

<p><i>a. Why the matter was considered to be one of the most significant in our audit of the annual accounts of the current year</i></p>	<p><i>b. How the matter was addressed in our audit</i></p>
<p>The fair value of the financial assets held by the Company represented 95.78% of its total assets as at June 30, 2021.</p> <p>The financial assets consists of investments in loans.</p> <p>These investments are unquoted and illiquid by nature, therefore significant judgement and estimates are required to be applied by Management in its assessment of their fair value. Inappropriate judgements made in relation to the methodology and inputs used or the assumptions taken may have a material impact on the valuation of the investment portfolio.</p> <p>Due to the significance of investments' balance and the management judgement involved, we consider their valuation as a key audit matter.</p>	<p>Our procedures over the valuation of financial assets included, but were not limited to:</p> <ul style="list-style-type: none"> • We inspected the valuation workings and pricing committee minutes received from management and assessed the accuracy of the fair value calculations by: <ul style="list-style-type: none"> ○ agreeing the nominal amount of investment positions to independent confirmations received, ○ agreeing the pricing of the debt instruments to relevant corroborative supporting documents, and ○ reperforming the calculation of the investment valuations. • We considered whether the valuation methodology used is the most appropriate in the circumstances in accordance with the International Private Equity and Venture Capital Valuation (“IPEV”) Guidelines. • We agreed and benchmarked key inputs and estimates to independent information and to our own research.

We refer to the accounting policy in Note 2.2 and Note 4 “Financial assets” of the annual accounts.

Other information

The Board of Managers is responsible for the other information. The other information comprises the information stated in the annual report but does not include the annual accounts and our report of the “réviseur d’entreprises agréé” thereon.

Our opinion on the annual accounts does not cover the other information and we do not express any form of assurance conclusion thereon.



In connection with our audit of the annual accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual accounts or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of the Board of Managers for the annual accounts

The Board of Managers is responsible for the preparation and fair presentation of the annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts, and for such internal control as the Board of Managers determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Board of Managers is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Managers either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the réviseur d'entreprises agréé for the audit of the annual accounts

The objectives of our audit are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the "réviseur d'entreprises agréé" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Managers.



- Conclude on the appropriateness of the Board of Managers' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the "réviseur d'entreprises agréé" to the related disclosures in the annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the "réviseur d'entreprises agréé". However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the annual accounts of the current period and are therefore the key audit matters. We describe these matters in our report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

The management report is consistent with the annual accounts and has been prepared in accordance with the applicable legal requirements.

Luxembourg, September 30, 2021

KPMG Luxembourg
Société coopérative
Cabinet de révision agréé

T. Ramphul
Partner

Annual Accounts Helpdesk :

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RCSL Nr. : B199671

Matricule : 2015 2445 580

eCDF entry date :

BALANCE SHEET

Financial year from 01 01/07/2020 **to** 02 30/06/2021 (in 03 EUR)

CEDL I S.à r.l.
 5, Heienhaff
 L-1736 Senningerberg

ASSETS

	Reference(s)	Current year	Previous year
A. Subscribed capital unpaid	1101 _____	101 _____	102 _____
I. Subscribed capital not called	1103 _____	103 _____	104 _____
II. Subscribed capital called but unpaid	1105 _____	105 _____	106 _____
B. Formation expenses	1107 _____ <u>Note 3</u>	107 _____ <u>0,00</u>	108 _____ <u>199,00</u>
C. Fixed assets	1109 _____	109 _____ <u>1.012.830.602,00</u>	110 _____ <u>1.286.109.120,00</u>
I. Intangible assets	1111 _____	111 _____	112 _____
1. Costs of development	1113 _____	113 _____	114 _____
2. Concessions, patents, licences, trade marks and similar rights and assets, if they were	1115 _____	115 _____	116 _____
a) acquired for valuable consideration and need not be shown under C.I.3	1117 _____	117 _____	118 _____
b) created by the undertaking itself	1119 _____	119 _____	120 _____
3. Goodwill, to the extent that it was acquired for valuable consideration	1121 _____	121 _____	122 _____
4. Payments on account and intangible assets under development	1123 _____	123 _____	124 _____
II. Tangible assets	1125 _____	125 _____	126 _____
1. Land and buildings	1127 _____	127 _____	128 _____
2. Plant and machinery	1129 _____	129 _____	130 _____

RCSL Nr. : B199671

Matricule : 2015 2445 580

	Reference(s)	Current year	Previous year
3. Other fixtures and fittings, tools and equipment	1131	131	132
4. Payments on account and tangible assets in the course of construction	1133	133	134
III. Financial assets	1135 Note 4	135 1.012.830.602,00	136 1.286.109.120,00
1. Shares in affiliated undertakings	1137	137	138
2. Loans to affiliated undertakings	1139	139	140
3. Participating interests	1141	141	142
4. Loans to undertakings with which the undertaking is linked by virtue of participating interests	1143	143	144
5. Investments held as fixed assets	1145 Note 4	145 1.012.830.602,00	146 1.286.109.120,00
6. Other loans	1147	147	148
D. Current assets	1151	151 44.608.615,00	152 50.123.908,00
I. Stocks	1153	153	154
1. Raw materials and consumables	1155	155	156
2. Work in progress	1157	157	158
3. Finished goods and goods for resale	1159	159	160
4. Payments on account	1161	161	162
II. Debtors	1163 Note 5	163 15.706.373,00	164 18.972.924,00
1. Trade debtors	1165	165	166
a) becoming due and payable within one year	1167	167	168
b) becoming due and payable after more than one year	1169	169	170
2. Amounts owed by affiliated undertakings	1171	171 428,00	172 6.622,00
a) becoming due and payable within one year	1173 Note 5.1	173 428,00	174 6.622,00
b) becoming due and payable after more than one year	1175	175	176
3. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests	1177	177	178
a) becoming due and payable within one year	1179	179	180
b) becoming due and payable after more than one year	1181	181	182
4. Other debtors	1183	183 15.705.945,00	184 18.966.302,00
a) becoming due and payable within one year	1185 Note 5.2	185 15.705.945,00	186 18.966.302,00
b) becoming due and payable after more than one year	1187	187	188

The notes in the annex form an integral part of the annual accounts

RCSL Nr. : B199671

Matricule : 2015 2445 580

	Reference(s)	Current year	Previous year
III. Investments	1189 <u>Note 6</u>	189 <u>0,00</u>	190 <u>9.341.751,00</u>
1. Shares in affiliated undertakings	1191 _____	191 _____	192 _____
2. Own shares	1209 _____	209 _____	210 _____
3. Other investments	1195 <u>Note 6</u>	195 <u>0,00</u>	196 <u>9.341.751,00</u>
IV. Cash at bank and in hand	1197 _____	197 <u>28.902.242,00</u>	198 <u>21.809.233,00</u>
E. Prepayments	1199 _____	199 _____	200 _____
TOTAL (ASSETS)		201 <u>1.057.439.217,00</u>	202 <u>1.336.233.227,00</u>

RCSL Nr.: B199671

Matricule : 2015 2445 580

CAPITAL, RESERVES AND LIABILITIES
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	Reference(s)		Current year		Previous year
A. Capital and reserves		Note 7	12.500,00		12.500,00
I. Subscribed capital	1301		12.500,00	302	12.500,00
II. Share premium account	1303			304	
III. Revaluation reserve	1305			306	
IV. Reserves	1307			308	
1. Legal reserve	1309			310	
2. Reserve for own shares	1311			312	
3. Reserves provided for by the articles of association	1313			314	
4. Other reserves, including the fair value reserve	1315			316	
a) other available reserves	1429			430	
b) other non available reserves	1431			432	
V. Profit or loss brought forward	1433			434	
VI. Profit or loss for the financial year	1319			320	
VII. Interim dividends	1321			322	
VIII. Capital investment subsidies	1323			324	
	1325			326	
B. Provisions	1331			332	
1. Provisions for pensions and similar obligations	1333			334	
2. Provisions for taxation	1335			336	
3. Other provisions	1337			338	
C. Creditors		Note 8	1.057.426.717,00		1.336.220.727,00
1. Debenture loans	1435			436	
a) Convertible loans	1437			438	
i) becoming due and payable within one year	1439			440	
ii) becoming due and payable after more than one year	1441			442	
b) Non convertible loans	1443			444	
i) becoming due and payable within one year	1445			446	
ii) becoming due and payable after more than one year	1447			448	
2. Amounts owed to credit institutions	1449			450	
a) becoming due and payable within one year	1355			356	
b) becoming due and payable after more than one year	1357			358	
	1359			360	

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B199671

Matricule : 2015 2445 580

	Reference(s)	Current year	Previous year
3. Payments received on account of orders in so far as they are not shown separately as deductions from stocks	1361 _____	361 _____	362 _____
a) becoming due and payable within one year	1363 _____	363 _____	364 _____
b) becoming due and payable after more than one year	1365 _____	365 _____	366 _____
4. Trade creditors	1367 _____	367 _____	368 _____
a) becoming due and payable within one year	1369 _____	369 _____	370 _____
b) becoming due and payable after more than one year	1371 _____	371 _____	372 _____
5. Bills of exchange payable	1373 _____	373 _____	374 _____
a) becoming due and payable within one year	1375 _____	375 _____	376 _____
b) becoming due and payable after more than one year	1377 _____	377 _____	378 _____
6. Amounts owed to affiliated undertakings	1379 _____ Note 8.1	379 _____ 1.033.281.227,00	380 _____ 1.336.141.842,00
a) becoming due and payable within one year	1381 _____	381 _____ 38.666.297,00	382 _____ 71.491.666,00
b) becoming due and payable after more than one year	1383 _____	383 _____ 994.614.930,00	384 _____ 1.264.650.176,00
7. Amounts owed to undertakings with which the undertaking is linked by virtue of participating interests	1385 _____	385 _____	386 _____
a) becoming due and payable within one year	1387 _____	387 _____	388 _____
b) becoming due and payable after more than one year	1389 _____	389 _____	390 _____
8. Other creditors	1451 _____ Note 8.2	451 _____ 24.145.490,00	452 _____ 78.885,00
a) Tax authorities	1393 _____	393 _____	394 _____
b) Social security authorities	1395 _____	395 _____	396 _____
c) Other creditors	1397 _____	397 _____ 24.145.490,00	398 _____ 78.885,00
i) becoming due and payable within one year	1399 _____	399 _____ 24.145.490,00	400 _____ 78.885,00
ii) becoming due and payable after more than one year	1401 _____	401 _____	402 _____
D. Deferred income	1403 _____	403 _____	404 _____
TOTAL (CAPITAL, RESERVES AND LIABILITIES)		405 _____ 1.057.439.217,00	406 _____ 1.336.233.227,00

The notes in the annex form an integral part of the annual accounts

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RCSL Nr. : B199671

Matricule : 2015 2445 580

eCDF entry date :

PROFIT AND LOSS ACCOUNT

Financial year from ₀₁ 01/07/2020 **to** ₀₂ 30/06/2021 (in ₀₃ EUR)

CEDL I S.à r.l.

5, Heienhaff
L-1736 Senningerberg

	Reference(s)	Current year	Previous year
1. Net turnover	1701 _____	701 _____	702 _____
2. Variation in stocks of finished goods and in work in progress	1703 _____	703 _____	704 _____
3. Work performed by the undertaking for its own purposes and capitalised	1705 _____	705 _____	706 _____
4. Other operating income	1713 _____	713 _____	714 _____
5. Raw materials and consumables and other external expenses	1671 _____ <u>Note 9</u>	671 <u>-2.680.446,00</u>	672 <u>-1.088.252,00</u>
a) Raw materials and consumables	1601 _____	601 _____	602 _____
b) Other external expenses	1603 _____ <u>Note 9</u>	603 <u>-2.680.446,00</u>	604 <u>-1.088.252,00</u>
6. Staff costs	1605 _____	605 _____	606 _____
a) Wages and salaries	1607 _____	607 _____	608 _____
b) Social security costs	1609 _____	609 _____	610 _____
i) relating to pensions	1653 _____	653 _____	654 _____
ii) other social security costs	1655 _____	655 _____	656 _____
c) Other staff costs	1613 _____	613 _____	614 _____
7. Value adjustments	1657 _____ <u>Note 3</u>	657 <u>-199,00</u>	658 <u>-2.761.560,00</u>
a) in respect of formation expenses and of tangible and intangible fixed assets	1659 _____ <u>Note 3</u>	659 <u>-199,00</u>	660 <u>-1.176,00</u>
b) in respect of current assets	1661 _____ <u>Note 5.2</u>	661 <u>0,00</u>	662 <u>-2.760.384,00</u>
8. Other operating expenses	1621 _____	621 _____	622 _____

RCSL Nr.: B199671

Matricule : 2015 2445 580

	Reference(s)	Current year	Previous year
9. Income from participating interests	1715 _____	715 _____	716 _____
a) derived from affiliated undertakings	1717 _____	717 _____	718 _____
b) other income from participating interests	1719 _____	719 _____	720 _____
10. Income from other investments and loans forming part of the fixed assets	1721 _____ <u>Note 10</u>	721 _____ <u>91.078.291,00</u>	722 _____ <u>133.084.315,00</u>
a) derived from affiliated undertakings	1723 _____	723 _____	724 _____
b) other income not included under a)	1725 _____ <u>Note 10</u>	725 _____ <u>91.078.291,00</u>	726 _____ <u>133.084.315,00</u>
11. Other interest receivable and similar income	1727 _____ <u>Note 11</u>	727 _____ <u>42.733.924,00</u>	728 _____ <u>81.447.638,00</u>
a) derived from affiliated undertakings	1729 _____ <u>Note 11.1</u>	729 _____ <u>36.571.637,00</u>	730 _____ <u>73.980.786,00</u>
b) other interest and similar income	1731 _____ <u>Note 11.2</u>	731 _____ <u>6.162.287,00</u>	732 _____ <u>7.466.852,00</u>
12. Share of profit or loss of undertakings accounted for under the equity method	1663 _____	663 _____	664 _____
13. Value adjustments in respect of financial assets and of investments held as current assets	1665 _____ <u>Note 12</u>	665 _____ <u>82.316.364,00</u>	666 _____ <u>-59.686.346,00</u>
14. Interest payable and similar expenses	1627 _____ <u>Note 13</u>	627 _____ <u>-213.447.934,00</u>	628 _____ <u>-150.995.795,00</u>
a) concerning affiliated undertakings	1629 _____ <u>Note 13.1</u>	629 _____ <u>-155.598.609,00</u>	630 _____ <u>-139.138.129,00</u>
b) other interest and similar expenses	1631 _____ <u>Note 13.2</u>	631 _____ <u>-57.849.325,00</u>	632 _____ <u>-11.857.666,00</u>
15. Tax on profit or loss	1635 _____ <u>Note 14</u>	635 _____ <u>0,00</u>	636 _____ <u>0,00</u>
16. Profit or loss after taxation	1667 _____	667 _____ <u>0,00</u>	668 _____ <u>0,00</u>
17. Other taxes not shown under items 1 to 16	1637 _____ <u>Note 14</u>	637 _____ <u>0,00</u>	638 _____ <u>0,00</u>
18. Profit or loss for the financial year	1669 _____	669 _____ <u>0,00</u>	670 _____ <u>0,00</u>

NOTES TO THE ANNUAL ACCOUNTS
JUNE 30, 2021

1. ORGANISATION

CEDL I S.à r.l. (hereafter the “Company”) was incorporated on August 18, 2015 for an unlimited period. The Company is organised under the laws of Luxembourg as a private limited liability company (société à responsabilité limitée) and was granted the status of a securitisation company (société de titrisation) within the meaning of the Law of March 22, 2004 on securitisation, as amended from time to time and that is governed by the laws of the Grand Duchy of Luxembourg, including the Luxembourg Law dated August 10, 1915 on commercial companies. The Company is registered under R.C.S. in Luxembourg, number B199671. On September 18, 2020, the Company changed its registered address from 51, avenue John F. Kennedy, L-1855 Luxembourg to 5, Heienhaff, L-1736 Senningerberg, Luxembourg. The principal activity of the Company is to enter into one or more securitisation transactions within the meaning of the Securitisation Law.

The Company’s financial year starts on July 1 and ends on June 30, with the exception of the first year, which began on the date of the incorporation of the Company on August 18, 2015 and ended on June 30, 2016.

The Company is a wholly-owned subsidiary of Alcentra European Direct Lending Fund II (Holding) SCSp, a partnership incorporated under the Luxembourg Law of August 10, 1915 on commercial companies as amended, having its registered office at 5, Heienhaff, L-1736 Senningerberg, Luxembourg .

The Company has 100% of its loan notes listed on The International Stock Exchange of the Channel Islands (TISE) since August 12, 2020.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1. BASIS OF PREPARATION

The annual accounts have been prepared in accordance with Luxembourg legal and regulatory requirements. The annual accounts have been prepared on a going concern basis. In preparing the annual accounts, the principal accounting policies besides the ones laid down by the Law, have been determined and applied by the Board of Managers. The Company keeps its books in Euro (“EUR”) and the balance sheet and the profit and loss account are expressed in the same currency.

The figures in the annual accounts have been rounded to the nearest whole number, unless otherwise stated.

The Company has adopted the fair value approach to value financial fixed assets held and derivatives.

The provisions of the Law of December 18, 2015 on the annual accounts and consolidated accounts and the Grand-Ducal regulation of December 18, 2015 on the layout of balance sheet and profit and loss account, amending the Law of December 19, 2002 have been transposed in these annual accounts.

In preparing the annual accounts, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognised prospectively.

2.2. INVESTMENTS HELD AS FIXED ASSETS

Investments held as fixed assets represent principally debt instruments.

INVESTMENTS IN DEBT INSTRUMENTS

Investments in debt instruments are measured initially at purchase price, including the expenses incidental thereto. Subsequent to initial recognition investments are measured at fair value with changes recognised in profit or loss account. The fair value option has been adopted in line with the way the debt instruments are managed given their performance is evaluated on a fair value basis in accordance with; each Company's documented risk management policies, investment strategy and information that is provided to key management personnel on a periodic basis. Payment in Kind (PIK) income for the period from the income due date until the reporting date shall be a component of investments at fair value through profit or loss. Amounts accrued are treated as part of the debt instruments in line with the terms of the respective agreements.

NOTES TO THE ANNUAL ACCOUNTS**JUNE 30, 2021****2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)****2.2. INVESTMENTS HELD AS FIXED ASSETS (CONTINUED)****INVESTMENTS IN EQUITY INSTRUMENTS AND WARRANTS**

Investments in equity instruments include investments in non-convertible preference and non-puttable ordinary or preference shares. Investments in warrants entitle the Company to subscribe for unquoted ordinary equity shares in investee companies. Both types of investment are recognised initially at fair value which is normally the cost of the instrument excluding transaction costs. Subsequent to initial recognition, these investments are measured at fair value through profit or loss. Where fair value cannot be measured reliably, the investment shall be measured at the cost of the investment excluding transaction costs less impairment until a reliable measure of fair value becomes available. Stapled investments (e.g., debt and equity issued by the same issuer) that are “inseparable” by the terms of the investment are valued by taking consideration from both instruments.

FAIR VALUE MEASUREMENT

‘Fair value’ is the amount for which an asset could be exchanged, a liability settled, or an equity instrument granted could be exchanged, between knowledgeable, willing parties in an arm’s length transaction. The following hierarchy is used to estimate fair values:

i) The best evidence of fair value is a quoted price for an identical asset in an active market. Quoted in an active market in this context means quoted prices are readily and regularly available and those prices represent actual and regularly occurring market transactions on an arm’s length basis. The quoted price is usually the current bid price.

(ii) When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the Company can demonstrate that the last transaction price is not a good estimate of fair value (e.g. because it reflects the amount that an entity would receive or pay in a forced transaction, involuntary liquidation or distressed sale), that price is adjusted.

(iii) If the market for the asset is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, an entity estimates the fair value by using a valuation technique. The objective of using a valuation technique is to estimate what the transaction price would have been on the measurement date in an arm’s length exchange motivated by normal business considerations.

Fair value based on a valuation technique using observable market data will generally include evaluated pricing techniques using inputs such as quoted prices for similar instruments. Fair value based on a valuation technique that relies significantly on non-observable market data will include values not primarily derived from observable market data. Valuation techniques include comparison with similar instruments for which observable market prices exist and other valuation models. Some or all of the significant inputs into these models may not be observable in the market, and are derived from market prices or rates or are estimated based on recent transactions that have been completed or market information obtained from deals that are under negotiation.

The investments are held as part of a trading portfolio. Accordingly, they are fair valued in accordance of Art.64bis (4)a) of the commercial law.

For debt investments the Company applies primary and secondary valuation models in line with the International Private Equity and Venture Capital Valuation (“IPEV”) guidelines. Valuation models include the EV/EBITDA multiples methodology, discounted cash-flows and income yield approach. For assets which experience marked increases in leverage since entry a required yield adjustment to the valuation has been considered. Due to the nature of the asset class, inputs into the debt instruments’ valuation model take into consideration the costs incurred when the assets were acquired (purchase price) adjusted by a market overlay, which reflects any changes in the environment, performance of the asset relative to similar instruments, market appetite as well as other factors (e.g., level of interest rates) at the end of the financial reporting period. Fair values reflect the credit risk of the instrument and include adjustments which take into account the credit risk of the platform and the counterparty where appropriate.

For equity investments the Company utilises valuation models based on ratios for comparable listed companies adjusted for effects of size and liquidity and other points of difference where relevant. Warrants are valued using internal models that take into account the enterprise value of the investee, their performance and other factors such as the likelihood of the warranty being exercised given the forecast market conditions.

NOTES TO THE ANNUAL ACCOUNTS
JUNE 30, 2021

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3. DEBTORS

Debtors are recorded at their nominal value. They are subject to value adjustments when their recoverability is either uncertain or compromised at the balance sheet date.

2.4. AMOUNTS OWED TO AFFILIATED UNDERTAKINGS

This caption consists mainly of loan notes in issue. Loan notes in issue are initially recorded at their nominal amount. Subsequent to initial recognition, these loan notes in issue represent the value of the net assets (assets less liabilities excluding the loan notes in issue) of the Company as at the balance sheet date. Movements in the carrying amount of the loan notes in issue may vary as a result of the performance of the underlying portfolio and the resulting value adjustments. In order to reflect the value adjustments to the loan notes in issue, a net gain or loss allocated to the sole noteholder is recorded in the profit and loss account. The amount of net loss allocated to the sole noteholder will be recorded in other interest receivable and similar income and the amount of net gain allocated to the sole noteholder will be recorded in other interest and similar expenses.

The loan notes and interest accrued constitute direct, unsecured and limited recourse obligations of the Company. The Company's ability to satisfy its payment obligations under the loan notes and its operating and administrative expenses are wholly dependent upon receipt by it in full of payments of amounts receivable under the corresponding underlying investments.

2.5. OTHER CREDITORS

Other creditors represent fees accrued during the year and are recorded at their repayment value.

2.6. FOREIGN CURRENCIES TRANSLATION

Transactions expressed in currencies other than EUR are translated at the exchange rate effective at the time of the transaction.

Formation expenses, subscribed capital and other non-monetary assets and liabilities expressed in currencies other than EUR are translated into EUR at the exchange rates effective at the time of the transaction. At the balance sheet date, these items remain translated at historic exchange rates. Cash at bank is translated at the exchange rate effective at the balance sheet date. Realised exchange gains and losses and unrealised losses are reflected in the profit and loss account.

Other assets and liabilities are translated separately at the closing rates.

2.7. DERIVATIVES

Derivatives are valued at their fair value. Unrealised gains on derivatives as at the balance sheet date are recorded under 'Other investments'. Unrealised losses on derivatives as at the balance sheet date are recorded under 'Other payables becoming due and payable within one year'. Movements in the unrealised gains and losses are recorded under value adjustments in respect of financial assets and of investments held as current assets and interest payable and similar expenses respectively in the profit and loss account. Net realised gain or loss on derivatives is recorded in the profit and loss account.

2.8. VALUE ADJUSTMENTS

Value adjustments are adjusted directly on related assets.

2.9. PROVISIONS FOR LIABILITIES AND CHARGES

Provisions for liabilities and charges are intended to cover losses or debts, the nature of which is clearly defined and which, at the Balance Sheet date are either likely to be incurred or certain to be incurred as to their amount or as to the date on which they will arise.

2.10. INTEREST AND ARRANGEMENT FEE INCOME

Interest and arrangement fee income is recognised in the profit and loss account on an accrual basis at the contractual rate of interest of the related financial asset.

2.11. EXPENSES

Expenses are recognised in the profit and loss account in the year to which they relate.

CEDL I S.à r.l.

Share Capital: EUR 12,500

NOTES TO THE ANNUAL ACCOUNTS
JUNE 30, 2021

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.12. CASH AT BANK AND IN HAND

Cash at bank and in hand is valued at its nominal value.

2.13. FORMATION EXPENSES

The formation expenses are initially capitalised and amortised on a straight line basis over a period of 5 years.

3. FORMATION EXPENSES

The following table provides a breakdown as to the formation costs capitalised during the year:

	June 30, 2021	June 30, 2020
	EUR	EUR
Gross book value - opening and closing balance	5,866	5,866
Accumulated value adjustment - opening balance	(5,667)	(4,491)
Allocations for the year	(199)	(1,176)
Accumulated value adjustment - closing balance	(5,866)	(5,667)
Net book value - opening balance	199	1,375
Net book value - closing balance	-	199

4. FINANCIAL ASSETS

Investments held as fixed assets

The movements for the year are as follows:

	June 30, 2021	June 30, 2020
	EUR	EUR
Acquisition cost - opening	1,407,368,125	1,813,687,510
Additions for the year	19,279,750	58,856,866
Disposals for the year	(408,277,272)	(465,176,251)
Acquisition cost - closing balance	1,018,370,603	1,407,368,125
Accumulated fair value adjustments - opening balance	(121,259,005)	(62,136,166)
Fair value adjustment for the year	115,719,004	(59,122,839)
Accumulated fair value adjustments - closing balance	(5,540,001)	(121,259,005)
Fair value - opening balance	1,286,109,120	1,751,551,344
Fair value - closing balance	1,012,830,602	1,286,109,120

5. DEBTORS

5.1. AMOUNTS OWED BY AFFILIATED UNDERTAKINGS

Amounts owed by affiliated undertakings consisted of the following:

	June 30, 2021	June 30, 2020
	EUR	EUR
<i>a) becoming due and payable within one year</i>		
Amounts due from related parties	428	6,622
Total	428	6,622

CEDL I S.à r.l.

Share Capital: EUR 12,500

NOTES TO THE ANNUAL ACCOUNTS
JUNE 30, 2021

5. DEBTORS (CONTINUED)

5.2. OTHER DEBTORS

Other debtors consisted of the following:

	June 30, 2021	June 30, 2020
	EUR	EUR
<i>a) becoming due and payable within one year</i>		
Accrued interest	14,038,445	16,849,400
Other debtors	1,667,500	2,116,902
Total	15,705,945	18,966,302

Accrued interest is computed after considering impairment of EUR nil (2020: EUR 2,760,384) on non-performing investments. A corresponding amount was booked in the "value adjustments in respect of current assets" caption in the profit and loss account for the previous financial year.

6. INVESTMENTS

Other investments

As at June 30, 2021, the Company had open forward currency contracts disclosed in "Other creditors" (refer to note 8.2).

As at June 30, 2020, the Company had open forward currency contracts as below:

Contract type	Maturity date	Amount bought	Amount sold	Unrealised EUR
FX Forward CHF/EUR	September 20, 2020	EUR 9,183,817	CHF 9,806,682	(32,185)
FX Forward GBP/EUR	September 20, 2020	EUR 606,503,957	GBP 545,814,138	6,403,690
FX Forward GBP/EUR	September 20, 2020	EUR 5,939,579	GBP 5,373,122	32,052
FX Forward USD/EUR	September 20, 2020	EUR 143,732,828	USD 158,608,601	2,938,194
				9,341,751

Unrealised exchange gains on open forward currency contracts as at June 30, 2020 amounted to EUR 9,341,751.

At balance sheet date, the net unrealised gains are recognised on the balance sheet as "Other investments" and in profit and loss account as "Value adjustments in respect of financial assets and of investments held as current assets".

7. CAPITAL AND RESERVES

The Company's share capital was set at the date of incorporation at EUR 12,500, represented by 12,500 shares with a par value of EUR 1 each. Under the terms and conditions provided by law, the Company's share capital may be increased or reduced by a resolution of the general meeting of shareholders, adopted in the manner required for an amendment of the articles of the Company. Under Luxembourg Law, an amount equal to at least 5% of the profit for the financial year must be allocated to a legal reserve until such reserve equals 10% of the subscribed capital. This reserve is not available for dividend distribution.

All shares are held by Alcentra European Direct Lending Fund II (Holding) SCSp.

No transfer to legal reserve is required or has been made for the year ended June 30, 2021 in light of the EUR nil accumulated profit at year end (2020: EUR nil). The Company did not repurchase any of its own shares during the year from incorporation to June 30, 2021 (2020: EUR nil).

CEDL I S.à r.l.

Share Capital: EUR 12,500

NOTES TO THE ANNUAL ACCOUNTS
JUNE 30, 2021

8. CREDITORS

8.1. AMOUNTS OWED TO AFFILIATED UNDERTAKINGS (CONTINUED)

	June 30, 2021	June 30, 2020
	EUR	EUR
<i>a) becoming due and payable within one year</i>		
Interest on loan notes	38,666,297	71,491,666
Total	38,666,297	71,491,666
<i>b) becoming due and payable after more than one year</i>		
Loan notes issued to Alcentra European Direct Lending Fund II (Holding) SCSp	1,052,747,804	1,406,408,930
Net loss allocated to sole noteholder	(58,132,874)	(141,758,754)
Total	994,614,930	1,264,650,176

As at June 30, 2021, the Company issued EUR 1,052,747,804 (2020: EUR 1,406,408,930) notes with the Loan Notes Issuance Programme (for the maximum amount up to EUR 2,500,000,000) which has been subscribed solely by Alcentra European Direct Lending Fund II (Holding) SCSp. Loan notes subscribed during the year amounted to EUR 1,332,319 (2020: EUR 90,200,015). Redemptions during the year amounted to EUR 354,993,445 (2020: EUR 493,710,099).

The proceeds from this issuance are used to finance acquisition of debt securities. The loan notes have limited recourse obligations of the Company and are payable solely out of amounts received by or on behalf of the Company in respect of the investment portfolio. The proceeds of the realisation of the security over the portfolio may be insufficient to pay all amounts due to the Noteholder. In the event of a shortfall of such proceeds, the Company will not be obliged to pay any such shortfall and all claims in respect of which shall be extinguished. Such shortfall shall be borne by the sole noteholder.

The loan notes are issued in EUR and bear a variable interest rate. Interest paid during the year ended June 30, 2021 amounted to EUR nil (2020: EUR 9,444,861). Interest payable at June 30, 2021 amounted to EUR 38,666,297 (2020: EUR 71,491,666). As at June 30, 2021, the amount of uncalled commitment on loan notes is EUR 1,447,252,196 (2020: EUR 1,093,591,070).

8.2. OTHER CREDITORS

Other creditors becoming due and payable within one year consisted of the following:

	June 30, 2021	June 30, 2020
	EUR	EUR
Audit fees	62,432	69,860
Administration fees	22,169	9,025
Total	84,601	78,885

DERIVATIVES

As at June 30, 2021 the Company had open forward currency contracts as below:

Contract type	Maturity date	Amount bought	Amount sold	Unrealised gain/(loss)
				EUR
FX Forward EUR/GBP	July 20, 2021	GBP 5,723,012	EUR 6,618,142	45,894
FX Forward USD/EUR	July 20, 2021	EUR 41,780,179	USD 49,759,943	(201,712)
FX Forward CHF/EUR	July 20, 2021	EUR 9,276,295	CHF 9,989,994	164,471
FX Forward USD/EUR	July 20, 2021	EUR 134,045,795	USD 163,554,234	(3,943,031)
FX Forward GBP/EUR	July 20, 2021	EUR 540,269,490	GBP 481,841,505	(20,801,215)
FX Forward EUR/CHF	July 20, 2021	CHF 13,3781	EUR 124,183	(2,164)
FX Forward EUR/CHF	July 20, 2021	CHF 24,594,957	EUR 28,139,170	499,989
FX Forward EUR/GBP	July 20, 2021	GBP 17,770,000	EUR 20,572,844	119,037
FX Forward EUR/USD	July 20, 2021	USD 1,183,173	EUR 971,587	26,642
FX Forward EUR/GBP	July 20, 2021	GBP 18,103,999	EUR 21,049,571	31,200
				(24,060,889)

CEDL I S.à r.l.

Share Capital: EUR 12,500

NOTES TO THE ANNUAL ACCOUNTS
JUNE 30, 2021

8. CREDITORS (CONTINUED)

8.2. OTHER CREDITORS (CONTINUED)

DERIVATIVES (CONTINUED)

Unrealised exchange losses on open forward currency contracts as at June 30, 2021 amounted to EUR 24,060,889.

At balance sheet date, the net unrealised losses are recognised on the balance sheet as "Derivatives" and in profit and loss account as "Value adjustments in respect of financial assets and of investments held as current assets".

9. OTHER EXTERNAL EXPENSES

Other external expenses consisted of the following:

	Year ended June 30, 2021	Year ended June 30, 2020
	EUR	EUR
Professional fees	2,449,427	91,454
Sundry expenses	100,560	138,959
Administration fees	68,371	92,975
Audit fees	62,088	55,755
Loss on bad debts	-	709,109
Total	2,680,446	1,088,252

10. INCOME FROM OTHER INVESTMENTS AND LOANS FORMING PART OF THE FIXED ASSETS

Income from other investments and loans forming part of the fixed assets consisted of the following:

	Year ended June 30, 2021	Year ended June 30, 2020
	EUR	EUR
Interest income on investments held as fixed assets	90,912,988	129,974,041
Arrangement fee income	127,593	1,176,800
Commitment fee income	37,710	703,474
Gain on disposal of investment	-	1,230,000
Total	91,078,291	133,084,315

Arrangement fees are one-off fees that are receivable by the Company in relation to the loan initiation process. Interest income is earned on the principal balance based on contractually agreed rates and interest periods.

11. OTHER INTEREST RECEIVABLE AND SIMILAR INCOME

11.1. OTHER INTEREST RECEIVABLE AND SIMILAR INCOME DERIVED FROM AFFILIATED UNDERTAKINGS

Other interest receivable and similar income derived from affiliated undertakings consisted of the following:

	Year ended June 30, 2021	Year ended June 30, 2020
	EUR	EUR
Net loss allocated to sole noteholder	-	73,980,786
Realised loss on redemption of Loan Notes	36,571,637	-
Total	36,571,637	73,980,786

CEDL I S.à r.l.

Share Capital: EUR 12,500

NOTES TO THE ANNUAL ACCOUNTS

JUNE 30, 2021

11. OTHER INTEREST RECEIVABLE AND SIMILAR INCOME (CONTINUED)

11.2. OTHER INTEREST AND SIMILAR INCOME

Other interest and similar income consisted of the following:

	Year ended June 30, 2021	Year ended June 30, 2020
	EUR	EUR
Realised gain on forward currency contracts	6,162,287	-
Foreign exchange gains	-	184,322
Interest on bank accounts	-	9,735
Other income	-	352,819
Facility processing fee	-	6,919,976
Total	6,162,287	7,466,852

Facility processing fee is a one-off fee that was received in respect of prepayment fees on a loan facility in prior year.

12. VALUE ADJUSTMENTS IN RESPECT OF FINANCIAL ASSETS AND INVESTMENTS HELD AS CURRENT ASSETS

Value adjustments in respect of financial assets and investments held as current assets consisted of the following:

	Year ended June 30, 2021	Year ended June 30, 2020
	EUR	EUR
Value adjustments on debt investments*	(115,719,004)	59,122,839
Value adjustments on forward currency contracts - unrealised	33,402,640	563,507
Total	(82,316,364)	59,686,346

*Refer to note 4 for the movement in financial assets.

13. INTEREST PAYABLE AND SIMILAR EXPENSES

13.1. INTEREST PAYABLE AND SIMILAR EXPENSES CONCERNING AFFILIATED UNDERTAKINGS

Interest payable and similar expenses concerning affiliated undertakings consisted of the following:

	Year ended June 30, 2021	Year ended June 30, 2020
	EUR	EUR
Net gain allocated to sole noteholder	83,625,880	-
Interest allocated to sole noteholder	71,972,729	139,138,129
Total	155,598,609	139,138,129

13.2. OTHER INTEREST AND SIMILAR EXPENSES

Other interest and similar expenses consisted of the following:

	Year ended June 30, 2021	Year ended June 30, 2020
	EUR	EUR
Realised loss on disposal of investment	47,454,952	-
Foreign exchange Loss	10,243,619	-
Bank charges	142,669	90,332
Interest on bridge facility	8,085	48,956
Realised loss on forward currency contracts	-	11,718,378
Total	57,849,325	11,857,666

NOTES TO THE ANNUAL ACCOUNTS
JUNE 30, 2021

13. INTEREST PAYABLE AND SIMILAR EXPENSES (CONTINUED)**13.2. OTHER INTEREST AND SIMILAR EXPENSES (CONTINUED)**

On derecognition of a debt instrument, a loss is recognised based on the difference between the consideration received and the original acquisition cost.

On October 16, 2015, the Partnership entered into a Uncommitted Revolving Credit Facility of EUR 80,000,000 with Lloyds Bank International Limited. On May 21, 2021, the existing facility of EUR 40,000,000 was extended to May 22, 2022 through a request made by the Partnership. The amended facility interest rate is a Margin of 1.65% plus EURIBOR. The amount drawn on the bridge facility is EUR nil as at June 30, 2021 and the interest on the facility for the financial year is EUR 8,085 (2020: EUR 48,956).

14. TAXATION

The Company is subject to all taxes applicable to commercial companies in Luxembourg. Pursuant to the provisions of the Law of March 22, 2004, on securitisation, as amended, the commitments to remunerate investors and other creditors are fully deductible.

15. STAFF

The Company did not employ any staff during the year (2020: none).

16. RELATED PARTY TRANSACTIONS

Jens Hoellermann and Simon Barnes are also the Partners of Intabulis SCSp, which provides professional services to the Company. San-Marie Greeff resigned as manager of the Company on February 17, 2021 and was replaced by Jörg Oster on February 17, 2021. San-Marie Greeff and Jörg Oster who was / is a manager of the Company, was / is also a director at Sanne Group (Luxembourg) S.A., which provides administration services to the Company. Total administration fees in respect of the year ended June 30, 2021 amounted to EUR 68,371 (2020: EUR 92,975). EUR 22,169 (2020: EUR 9,025) was payable at the end of the year. Service fees of EUR 5,873 were charged during the year (2020: EUR 6,839).

Amounts owed by affiliated undertakings as at June 30, 2021 consisted of the following:

Entity	Nature	Amount EUR
Alcentra European Direct Lending Carry SCSp	Administration expenses	428
Total		428

Amounts owed by affiliated undertakings as at June 30, 2020 consisted of the following:

Entity	Nature	Amount EUR
Alcentra European Direct Lending Fund II (Holding) SCSp	Legal expenses	54
Alcentra European Direct Lending Fund II (GBP) SCSp	Receivable	6,568
Total		6,622

As at the year end, the outstanding loan notes issued to Alcentra European Direct Lending Fund II (Holding) SCSp amounted to EUR 994,614,930 (2020: EUR 1,264,650,176). The interest accrued on the loan notes amounted to EUR 38,666,297 as at June 30, 2021 (2020: EUR 71,491,666).

17. OFF BALANCE SHEET COMMITMENTS

As at June 30, 2021, the amount of uncalled commitment from the investment held as fixed assets is EUR 2,546,615 (2020: EUR 42,946,783).

NOTES TO THE ANNUAL ACCOUNTS

JUNE 30, 2021

18. EVENTS DURING THE YEAR

COVID-19

COVID-19 was declared a pandemic by the World Health Organisation on March 11, 2020. The outbreak and spread has led to a public health crisis and widespread disruption across almost all regions and sectors. Through 2020, the global spread of the virus led to an increased level of uncertainty in financial markets and triggered volatility in interest rates, foreign exchange rates and asset prices.

Multiple rounds of restrictions and lockdowns seen across Europe in response to COVID-19 has led to acute impacts for businesses in directly affected sectors, with trading almost completely suspended, at least initially, for those worst impacted. Many businesses saw a pattern of significant rebound in activity following the easing of government restrictions. In many cases, the impact on trading as a result of the virus is expected to be temporary. Some of the worst affected companies have experienced, and continue to experience, severe difficulties as a result of the disruption to their activities and defaults are likely to increase for these businesses and in some cases, recoveries reduce.

The Portfolio Manager evaluated the fair value of the underlying assets held by the Company at June 30, 2021 and, where required, recommended fair value adjustments on these assets. These adjustments are reflected in the annual accounts via the Company's share of the respective underlying investments. The Portfolio Manager will continue to monitor the impact of COVID-19 on the underlying valuations going forward. The fair values as at June 30, 2021 are unrealised and actual realised proceeds may differ.

Brexit

With the UK formally exiting the European Union at the end of December, 2020, the Portfolio Manager has continued to analyse and assess the impact on portfolio companies and valuations. Overall, the Portfolio Manager did not see a materially disruptive impact of Brexit on its investments either in Europe or the UK, both during the transition period and in the immediate aftermath of Brexit. Consistently firms were duly prepared, we noted a particular focus throughout the proceeding period on supply chain rigor, stability and business continuity. This diligence was rewarded, and as a consequence little measurable impact has been seen to date deriving from Brexit across the portfolio on performance and valuations.

19. SUBSEQUENT EVENTS

No events have occurred subsequent to the year-end which would have material impact on the annual accounts for the year ended June 30, 2021.