

Proventus Capital Partners Alpha AB (publ)
Corp. ID no. 556805-9660

INTERIM REPORT FOR THE PERIOD 1 JAN 2017 - 30 JUN 2017

The Board of Directors and Chief Executive Officer of Proventus Capital Partners Alpha AB (publ) hereby present the interim report for the operations of the Group and parent company for the period 1 January 2017 – 30 June 2017.

| Contents | Page |
|--------------------------------------|------|
| - Directors' Report | 2 |
| - Consolidated income statement | 4 |
| - Consolidated balance sheet | 5 |
| - Consolidated cash flow statement | 8 |
| - Parent company income statement | 9 |
| - Parent company balance sheet | 10 |
| - Parent company cash flow statement | 13 |
| - Additional disclosures | 14 |

Unless otherwise stated, all amounts refer to thousands of Swedish kronor (SEK '000). Figures in parentheses refer to the previous year.

DIRECTORS' REPORT

OPERATIONS

Proventus Capital Partners Alpha AB, which is a subsidiary of Proventus Capital Management AB (corp. ID no. 556930-7027) operates a corporate lending business and engages in securities trading. The company is an alternative investment fund within the meaning of the Swedish Alternative Investment Fund Managers Act (2013:561) and is managed by the parent company, Proventus Capital Management, which holds a licence from the Swedish Financial Supervisory Authority for the management of alternative investment funds under the Alternative Investment Fund Managers Act (2013:561).

The business is focused on direct loans to businesses and the acquisition of listed bonds and other debt securities. The Group's main currency is Swedish kronor (SEK). Any investments made in other currencies are normally hedged to Swedish kronor. The investments are made chiefly through the subsidiary company Proventus Capital Partners Alpha KB.

The operations are funded with capital contributed by the owners and through profit-participating loans from primarily institutional investors. In addition, there exist undertakings to contribute capital to the subsidiary company Proventus Capital Partners Alpha KB. The Group has total funding commitments of SEK 2,110 million. The funding available to the Group can be drawn by the company through individual contributions of ten per cent of the overall commitment. At the end of the reporting period SEK 633 million had been contributed to the Group.

Profit-sharing with holders of profit participating certificates of the company is settled in Swedish kronor.

The interim report is prepared in Swedish kronor.

RESULTS AND FINANCIAL POSITION

The investment activities were initiated in summer 2015. The investment portfolio has been built up gradually and consisted at the end of the reporting period of holdings in six debt instruments issued by four different lenders. The cumulative return on the portfolio since its inception is just over SEK 88.9 (42.7) million and the value of the portfolio was SEK 785.1 (498.8) million.

The net profit for the period was SEK 2.1 (2.5) million for the Group and SEK 0.0 (-1.0) million for the parent company. Consolidated equity was SEK 68.5 (44.2) and equity in parent company was SEK 2.0 (0.6) million.

OUTLOOK

The company's target is to generate a five per cent net annual return for the holders of profit participating certificates. Business conditions are currently good and the portfolio is growing slightly faster than planned. There is currently nothing to suggest that the company will not be able to deliver a return to investors that is in line with expectations.

OTHER INFORMATION

The company's profit participating certificates are listed on Nordic Growth Market NGM AB.

The results of the operations during the period and the financial position at the end of the period are presented in the following income statement, balance sheet and notes.

**CONSOLIDATED
INCOME STATEMENT, SEK '000**

| | Note | 2017-01-01 2017-06-30 | 2016-01-01 2016-06-30 | 2016-01-01 2016-12-31 |
|-------------------------------------|------|--------------------------|--------------------------|--------------------------|
| Administrative expenses | 2,3 | <u>-2 066</u> | <u>-1 942</u> | <u>-2 935</u> |
| Operating loss | | -2 066 | -1 942 | -2 935 |
| Interest income and similar items | 4 | 21 039 | 35 767 | 60 989 |
| Interest expense and similar items | 4 | <u>-16 527</u> | <u>-30 138</u> | <u>-50 793</u> |
| Net financial income | | 4 512 | 5 629 | 10 196 |
| Profit after financial items | | 2 446 | 3 687 | 7 261 |
| Group contribution paid | | <u>-376</u> | <u>-1 203</u> | <u>-1 299</u> |
| Profit before tax | | 2 070 | 2 484 | 5 962 |
| Tax | 5 | <u>-</u> | <u>-</u> | <u>-</u> |
| Profit for the period | | <u>2 070</u> | <u>2 484</u> | <u>5 962</u> |

STATEMENT OF COMPREHENSIVE INCOME

| | | | |
|--|---------------------|---------------------|---------------------|
| Profit for the period | 2 070 | 2 484 | 5 962 |
| Other comprehensive income | <u>-</u> | <u>-</u> | <u>-</u> |
| Total comprehensive income for the period | <u>2 070</u> | <u>2 484</u> | <u>5 962</u> |
| Attributable to: | | | |
| Equity holders of the parent | <u>-</u> | <u>-</u> | <u>-</u> |
| Minority interest | <u>2 070</u> | <u>2 484</u> | <u>5 962</u> |
| | <u>2 070</u> | <u>2 484</u> | <u>5 962</u> |

**CONSOLIDATED
BALANCE SHEET, SEK '000**

| ASSETS | <u>Note</u> | <u>2017-06-30</u> | <u>2016-06-30</u> | <u>2016-12-31</u> |
|-------------------------------------|-------------|-----------------------|-----------------------|-----------------------|
| Non-current assets | | | | |
| Non-current financial assets | 6 | <u>785 086</u> | <u>498 800</u> | <u>665 797</u> |
| Total non-current assets | | 785 086 | 498 800 | 665 797 |
| Current assets | | | | |
| Current receivables | | | | |
| Receivables from Group companies | | 144 | 3 663 | 614 |
| Other current receivables | | 10 032 | 693 | 7 |
| Prepaid expenses and accrued income | | - | 54 | 9 840 |
| | | <u>10 176</u> | <u>4 410</u> | <u>10 461</u> |
| Cash and cash equivalents | | <u>4 154</u> | <u>4 232</u> | <u>4 447</u> |
| Total current assets | | 14 330 | 8 642 | 14 908 |
| TOTAL ASSETS | | <u>799 416</u> | <u>507 442</u> | <u>680 705</u> |

**CONSOLIDATED
BALANCE SHEET, SEK '000**

| EQUITY AND LIABILITIES | <u>Note</u> | <u>2017-06-30</u> | <u>2016-06-30</u> | <u>2016-12-31</u> |
|---|-------------|-------------------|-------------------|-------------------|
| Equity | | | | |
| Restricted equity | | | | |
| Share capital (5,000 shares with a quotient value of SEK 100) | | 550 | 550 | 550 |
| | | 550 | 550 | 550 |
| Non-restricted equity | | | | |
| Retained earnings | | 65 903 | 41 157 | 61 662 |
| Profit for the period | | 2 070 | 2 484 | 5 962 |
| | | 67 973 | 43 641 | 67 624 |
| Total equity | | 68 523 | 44 191 | 68 174 |
| Non-current liabilities | | | | |
| Liabilities to credit institutions | 8 | 149 699 | 73 122 | 30 946 |
| Other non-current liabilities | 9 | 579 916 | 382 035 | 579 029 |
| Total non-current liabilities | | 729 615 | 455 157 | 609 975 |
| Current liabilities | | | | |
| Trade payables | | - | 353 | - |
| Liabilities to Group companies | | 515 | 1 038 | 146 |
| Other liabilities | | 285 | 6 483 | 1 850 |
| Accrued expenses and deferred income | | 478 | 220 | 560 |
| Total current liabilities | | 1 278 | 8 094 | 2 556 |
| TOTAL EQUITY AND LIABILITIES | | 799 416 | 507 442 | 680 705 |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY, SEK '000

| | Share capital | Retained earnings | Minority interest | Total capital |
|--|---------------|-------------------|-------------------|---------------|
| Opening balance, 1 January 2016 | 550 | 488 | 21 833 | 22 871 |
| Comprehensive income | | | | |
| Profit for the period | | | 2 484 | 2 484 |
| Other comprehensive income | | | | |
| Total other comprehensive income | - | - | 2 484 | 2 484 |
| Transactions with holders of profit participating loans | | | | |
| Contributions | | | 21 500 | 21 500 |
| Dividends paid | | | -3 164 | -3 164 |
| Total transactions with holders of profit particip | - | - | 18 336 | 18 336 |
| Transactions with shareholders | | | | |
| Shareholder contributions received | | 500 | | 500 |
| Total transactions with shareholders | - | 500 | - | 500 |
| Closing balance, 30 June 2016 | 550 | 988 | 42 653 | 44 191 |
| Opening balance, 1 January 2017 | 550 | 488 | 67 136 | 68 174 |
| Comprehensive income | | | | |
| Profit for the period | | | 2 070 | 2 070 |
| Other comprehensive income | | | | |
| Total other comprehensive income | - | - | 2 070 | 2 070 |
| Transactions with holders of profit participating loans | | | | |
| Contributions | | | - | - |
| Dividends paid | | | -1 721 | -1 721 |
| Total transactions with holders of profit particip | - | - | -1 721 | -1 721 |
| Transactions with shareholders | | | | |
| Shareholder contributions received | | - | | - |
| Total transactions with shareholders | - | - | - | - |
| Closing balance, 30 June 2017 | 550 | 488 | 67 485 | 68 523 |

**CONSOLIDATED
CASH FLOW STATEMENT, SEK '000**

| | 2017-01-01 <u>2017-06-30</u> | 2016-01-01 <u>2016-06-30</u> | 2016-01-01 <u>2016-12-31</u> |
|---|---------------------------------|---------------------------------|---------------------------------|
| | <u>Note</u> | | |
| | 10 | | |
| Cash flow from operating activities | | | |
| Cash flow from operations | 21 986 | 28 714 | 28 302 |
| Interest paid | <u>-14 765</u> | <u>-27 806</u> | <u>-40 026</u> |
| Cash flow from operating activities | 7 221 | 908 | -11 724 |
| Investing activities | | | |
| Increase in non-current financial assets | <u>-124 417</u> | <u>-320 069</u> | <u>-474 403</u> |
| | -124 417 | -320 069 | -474 403 |
| Financing activities | | | |
| Deposit, owners | - | 21 500 | 43 000 |
| Increase/Decrease in liabilities to credit institutions | 118 753 | 73 122 | 30 946 |
| Group contributions paid | -131 | -599 | -747 |
| Shareholder contributions received | - | 500 | 1 000 |
| Dividends paid | -1 719 | -3 164 | -4 659 |
| Increase in non-current liabilities | <u>-</u> | <u>189 000</u> | <u>378 000</u> |
| | 116 903 | 280 359 | 447 540 |
| Cash flow for the period | -293 | -38 802 | -38 587 |
| Cash and cash equivalents at beginning of period | 4 447 | 43 034 | 43 034 |
| Cash and cash equivalents at end of period | 4 154 | 4 232 | 4 447 |

**PARENT COMPANY
INCOME STATEMENT, SEK '000**

| | Note | 2017-01-01 <u>2017-06-30</u> | 2016-01-01 <u>2016-06-30</u> | 2016-01-01 <u>2016-12-31</u> |
|---------------------------------------|------|---------------------------------|---------------------------------|---------------------------------|
| Administrative expenses | 2,3 | <u>-2 171</u> | <u>-1 603</u> | <u>-2 374</u> |
| Operating profit | | -2 171 | -1 603 | -2 374 |
| Profit from shares in Group companies | | 17 871 | 31 120 | 53 188 |
| Interest expense and similar items | 4 | <u>-15 653</u> | <u>-29 300</u> | <u>-49 515</u> |
| Net financial income | | 2 218 | 1 820 | 3 673 |
| Profit after financial items | | 47 | 217 | 1 299 |
| Group contribution received | | - | - | - |
| Group contribution paid | | <u>-47</u> | <u>-1 203</u> | <u>-1 299</u> |
| Profit/loss before tax | | 0 | -986 | 0 |
| Tax | 5 | <u>-</u> | <u>-</u> | <u>-</u> |
| Profit/loss for the period | | <u>0</u> | <u>-986</u> | <u>0</u> |

STATEMENT OF COMPREHENSIVE INCOME

| | | | |
|--|-----------------|--------------------|-----------------|
| Profit/loss for the period | 0 | -986 | 0 |
| Other comprehensive income | <u>-</u> | <u>-</u> | <u>-</u> |
| Other comprehensive income for the period, net after tax | <u>-</u> | <u>-</u> | <u>-</u> |
| Total comprehensive income for the period | <u>0</u> | <u>-986</u> | <u>0</u> |

**PARENT COMPANY
BALANCE SHEET, SEK '000**

| ASSETS | <u>Note</u> | <u>2017-06-30</u> | <u>2016-06-30</u> | <u>2016-12-31</u> |
|-------------------------------------|-------------|-------------------|-------------------|-------------------|
| Non-current assets | | | | |
| Interests in Group companies | 7 | <u>568 500</u> | <u>379 000</u> | <u>568 500</u> |
| Total non-current assets | | 568 500 | 379 000 | 568 500 |
| Current assets | | | | |
| Current receivables | | | | |
| Receivables from Group companies | | 77 546 | 38 727 | 60 145 |
| Other current receivables | | 7 | 7 | 7 |
| Prepaid expenses and accrued income | | - | 54 | - |
| | | <u>77 553</u> | <u>38 788</u> | <u>60 152</u> |
| Cash and cash equivalents | | <u>4 154</u> | <u>4 232</u> | <u>4 447</u> |
| Total current assets | | 81 707 | 43 020 | 64 599 |
| TOTAL ASSETS | | 650 207 | 422 020 | 633 099 |

**PARENT COMPANY
BALANCE SHEET, SEK '000**

| EQUITY AND LIABILITIES | <u>Note</u> | <u>2017-06-30</u> | <u>2016-06-30</u> | <u>2016-12-31</u> |
|---|-------------|-------------------|-------------------|-------------------|
| Equity | | | | |
| Restricted equity | | | | |
| Share capital (5,000 shares with a quotient value of SEK 100) | | 550 | 550 | 550 |
| | | 550 | 550 | 550 |
| Non-restricted equity | | | | |
| Retained earnings | | 1 488 | 988 | 1 488 |
| Profit/loss for the period | | 0 | -986 | 0 |
| | | 1 488 | 2 | 1 488 |
| Total equity | | 2 038 | 552 | 2 038 |
| Non-current liabilities | | | | |
| Other non-current liabilities | 9 | 579 916 | 382 035 | 579 029 |
| Total non-current liabilities | | 579 916 | 382 035 | 579 029 |
| Current liabilities | | | | |
| Trade payables | | - | 34 | - |
| Liabilities to Group companies | | 67 907 | 39 264 | 51 687 |
| Other liabilities | | 28 | 52 | 27 |
| Accrued expenses and deferred income | | 318 | 83 | 318 |
| Total current liabilities | | 68 253 | 39 433 | 52 032 |
| TOTAL EQUITY AND LIABILITIES | | 650 207 | 422 020 | 633 099 |

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY, SEK '000

| | Share capital | Retained earnings | Total capital |
|---|------------------|----------------------|------------------|
| Opening balance, 1 January 2016 | 550 | 488 | 1 038 |
| Comprehensive income | | | |
| Profit/loss for the period | | -986 | -986 |
| Other comprehensive income | | | |
| Total other comprehensive income | | -986 | -986 |
| Transactions with shareholders | | | |
| Shareholder contributions received | | 500 | 500 |
| Total transactions with shareholders | | 500 | 500 |
| Closing balance, 30 June 2016 | 550 | 2 | 552 |
| Opening balance, 1 January 2017 | 550 | 1 488 | 2 038 |
| Comprehensive income | | | |
| Profit/loss for the period | | 0 | 0 |
| Other comprehensive income | | | |
| Total other comprehensive income | | 0 | 0 |
| Transactions with shareholders | | | |
| Shareholder contributions received | | - | - |
| Total transactions with shareholders | | - | - |
| Closing balance, 30 June 2017 | 550 | 1 488 | 2 038 |

PARENT COMPANY

CASH FLOW STATEMENT, SEK '000

| | 2017-01-01 | 2016-01-01 | 2016-01-01 |
|---|-------------------|-------------------|-------------------|
| | <u>2017-06-30</u> | <u>2016-06-30</u> | <u>2016-12-31</u> |
| | <u>Note</u> | | |
| | 10 | | |
| Cash flow from operating activities | | | |
| Cash flow from operations | 14 603 | 31 152 | 43 809 |
| Interest paid | -14 765 | -27 806 | -40 026 |
| Interest paid | - | 74 | - |
| | <u>-162</u> | <u>3 420</u> | <u>3 783</u> |
| Cash flow from operating activities | | | |
| Investing activities | | | |
| Increase, shares in Group companies | - | -189 500 | -379 000 |
| | <u>-</u> | <u>-189 500</u> | <u>-379 000</u> |
| Financing activities | | | |
| Group contributions paid | -131 | -599 | -747 |
| Shareholder contributions received | - | 500 | 1 000 |
| Increase in non-current liabilities | - | 189 000 | 378 000 |
| | <u>-131</u> | <u>188 901</u> | <u>378 253</u> |
| Cash flow for the period | -293 | 2 821 | 3 036 |
| Cash and cash equivalents at beginning of period | 4 447 | 1 411 | 1 411 |
| Cash and cash equivalents at end of period | 4 154 | 4 232 | 4 447 |

NOTES TO THE ACCOUNTS AND ACCOUNTING PRINCIPLES

Note 1 Accounting principles

This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting in respect of the Group and in accordance with the Swedish Annual Accounts Act and the provisions of Recommendation RFR 2 Financial Reporting for Legal Entities of the Swedish Financial Reporting Board in respect of the parent company. In other respects, the accounting principles and bases of assessment used are the same as in the last annual report.

Receivables and liabilities in foreign currency

Receivables and liabilities in foreign currency have been valued at closing rates. Currency futures that are used to hedge short-term investments are stated at fair value and changes in value are recognised through profit or loss as interest income and similar items. The following exchange rates have been used in translating assets and liabilities:

EUR 9.6734 (9.4164); USD 8.469 (8.4813); NOK 100 = 100.994 (100.8135) GBP 11.0144 (11.3917)

Note 2 Administrative expenses

Intercompany purchases and sales:

Group contributions of SEK 0.4 (1.3) million were paid by Proventus Capital Partners Alpha AB to the parent company Proventus Capital Management AB.

Note 3 Employees and staff costs

Parent company

| | 2017-01-01 <u>2017-06-30</u> | 2016-01-01 <u>2016-06-30</u> |
|--|---------------------------------|---------------------------------|
| Remuneration (AIF funds) | | |
| Remuneration paid to all employees: | | |
| Fixed remuneration | 493 | 818 |
| Number of people | 1 | 1 |
| Remuneration paid to senior management and employees whose activities have a material impact on the risk profile of the alternative investment fund: | | |
| Fixed remuneration | 493 | 818 |
| Number of people | 1 | 1 |

The subsidiary company Proventus Capital Partners Alpha KB had no employees during the reporting period. No variable remuneration was paid in the first half of the year.

Note 4 Interest income, interest expense and similar items

| | Group | |
|--|---------------------------------|---------------------------------|
| | 2017-01-01 <u>2017-06-30</u> | 2016-01-01 <u>2016-06-30</u> |
| Interest income and similar items | | |
| Interest income and change in value of loans and bonds | 21 039 | 35 746 |
| Foreign exchange gain/loss | - | 21 |
| Total | <u>21 039</u> | <u>35 767</u> |

| | Group | |
|------------------------------------|-------------------|-------------------|
| | 2017-01-01 | 2016-01-01 |
| | <u>2017-06-30</u> | <u>2016-06-30</u> |
| Interest expense and similar items | | |
| Interest expense | -16103 | -30 106 |
| Foreign exchange gain/loss | -4 | -32 |
| Other financial expenses | -420 | - |
| Total | <u>-16 527</u> | <u>-30 138</u> |

| | Parent company | |
|------------------------------------|-------------------|-------------------|
| | 2017-01-01 | 2016-01-01 |
| | <u>2017-06-30</u> | <u>2016-06-30</u> |
| Interest expense and similar items | | |
| Interest expense | -15 653 | -29 300 |
| Total | <u>-15 653</u> | <u>-29 300</u> |

Note 5 Tax

| | Group | |
|--|-------------------|-------------------|
| | 2017-01-01 | 2016-01-01 |
| | <u>2017-06-30</u> | <u>2016-06-30</u> |
| Reported profit before tax | 2 070 | 2 484 |
| Tax calculated at applicable rate, 22% | -455 | -2 484 |
| Tax attributable to minority's interest in limited partnership | 455 | 2 484 |
| Reported tax expense | <u>0</u> | <u>0</u> |

| | Parent company | |
|--|-------------------|-------------------|
| | 2017-01-01 | 2016-01-01 |
| | <u>2017-06-30</u> | <u>2016-06-30</u> |
| Reported profit before tax | 0 | -986 |
| Tax calculated at applicable rate, 22% | 0 | 0 |
| Reported tax expense | <u>0</u> | <u>0</u> |

The tax profit is adjusted in the parent company through Group contributions at year-end. No tax has therefore been calculated on the profit, as the size of the Group contribution is determined at year-end.

Note 6 Non-current financial assets

| | Group | |
|---|-------------------|-------------------|
| | <u>2017-06-30</u> | <u>2016-06-30</u> |
| Other securities held as non-current assets | 784 461 | 498 112 |
| Accrued interest | 625 | 688 |
| Total | <u>785 086</u> | <u>498 800</u> |

Other securities held as non-current assets refer to direct loans to businesses. At the end of the period the portfolio comprised six commitments. The portfolio will be expanded with additional loans in the second half of 2017. The loan maturities will vary and are estimated at three to five years or more.

Note 7 Interests in Group companies

| | | | Parent company | |
|-------------------------------------|--------------------|---------------------|------------------------|------------------------|
| | | | <u>2017-06-30</u> | <u>2016-06-30</u> |
| | Regd office | Corp. ID no. | Carrying amount | Carrying amount |
| Proventus Capital Partners Alpha KB | Stockholm | 969771-7131 | 568 500 | 379 000 |
| | | | <u>2017-06-30</u> | <u>2016-06-30</u> |
| Cost at beginning of year | | | 568 500 | 189 500 |
| Capital contributions | | | - | 189 500 |
| Cost at end of period | | | <u>568 500</u> | <u>379 000</u> |

Note 8 Liabilities to credit institutions

| | Group | |
|-----------------------------------|-------------------|-------------------|
| | <u>2017-06-30</u> | <u>2016-06-30</u> |
| Drawn overdraft facility with SEB | 149 699 | 73 122 |
| | <u>149 699</u> | <u>73 122</u> |

The subsidiary had an overdraft facility of SEK 210 million. The credit is used for short-term funding of new deals before new capital is raised from the holders of profit participating certificates.

Note 9 Other non-current liabilities

Profit participating certificates The holders of profit participating certificates have undertaken to provide funding of up to SEK 1,890 million. The owners' contributions under the same agreement is SEK 220 million. The capital can be accessed on ten days' notice in portions of ten per cent of the total undertaking.

The lenders bear the same risk as the shareholders in the company and the return is dependent on the outcome of the company's portfolio management activities. The loans have no guaranteed return or guaranteed right to repayment. The return is contingent on the realisation of profits and is settled quarterly if the conditions for payment under the terms of the loans have been met, see also the information under "Accounting principles".

Return profit participating loans

| SEK | Maturity | 2017-06-30 | | 2016-06-30 | |
|---------------------------------------|-----------|---------------|---------------|---------------|---------------|
| | | Nominal value | Market value | Nominal value | Market value |
| Profit participating certificates | 2014-2024 | 567 000 | 579 916 | 378 000 | 382 035 |
| Unrealised gain | | | 12 916 | | 4 035 |
| Realised gain | | | 55 806 | | 28 821 |
| Total gain profit participating loans | | | <u>68 722</u> | | <u>32 856</u> |

The profit participating loans are listed on NGM Nordic Growth Market.

Note 10 Cash flow from operating activities

| | Group | | Parent company | |
|--|---------------|---------------|----------------|---------------|
| | 2017-06-30 | 2016-06-30 | 2017-06-30 | 2016-06-30 |
| Profit before tax | 2 070 | 2 484 | 0 | -986 |
| <i>Adjustments for non-cash items, etc.</i> | | | | |
| Unrealised gain/loss on currency futures | -1 751 | 9 410 | - | - |
| Unrealised gain/loss on non-current financial assets | 5 031 | -8 132 | - | - |
| Group contributions paid/received | 423 | 1 203 | 422 | 1 203 |
| Interest expense recognised in period | 15 653 | 29 299 | 15 653 | 29 299 |
| Interest income recognised in period | 97 | -162 | - | - |
| Decrease/Increase in receivables, Group companies | 0 | -37 549 | -17 871 | -31 120 |
| Decrease/Increase in liabilities to Group companies | 544 | 31 715 | 16 399 | 32 689 |
| Decrease/Increase in current liabilities | -81 | 446 | 0 | 67 |
| Cash flow from operations | <u>21 986</u> | <u>28 714</u> | <u>14 603</u> | <u>31 152</u> |

Note 11 Contingent liabilities

| | Group | |
|--|----------------|----------------|
| | 2017-06-30 | 2016-06-30 |
| Funding commitments made to existing borrowers. | 401 000 | 259 000 |
| Contingent liability in the capacity of general partner of Proventus Capital Partners Alpha KB | <u>150 118</u> | <u>6 887</u> |
| | <u>551 118</u> | <u>265 887</u> |

| | Parent company | |
|--|----------------|--------------|
| | 2017-06-30 | 2016-06-30 |
| Contingent liability in the capacity of general partner of Proventus Capital Partners Alpha KB | <u>150 118</u> | <u>6 887</u> |
| | <u>150 118</u> | <u>6 887</u> |

Note 12 Related-party transactions

Proventus Capital Partners Alpha AB (publ) is 100 per cent owned by Proventus Capital Management AB (corp. ID no. 556930-7027), which is the parent company of the Group.

Group contributions of SEK 0.4 (1.2) million were paid by Proventus Capital Partners Alpha AB to the parent company.

Stockholm, 28 August 2017

Anders Thelin
Chairman

Daniel Sachs
CEO

Gabriella Sahlman

Åsa Hansdotter

Lars Åberg

This interim report has been reviewed by the company's auditor.



Auditor's report

Proventus Capital Partners Alpha AB (publ), 556805-9660

Introduction

We have reviewed the condensed interim financial information (interim report) of Proventus Capital Partners Alpha AB (publ) as of 30 June 2017 and the six-month period then ended. The board of directors and the CEO are responsible for the preparation and presentation of the interim financial information in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410, *Review of Interim Report Performed by the Independent Auditor of the Entity*. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing, ISA, and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act, regarding the Group, and with the Swedish Annual Accounts Act, regarding the Parent Company.

Stockholm, 29 August 2017

Öhrlings PricewaterhouseCoopers

Peter Clemedtson
Authorized Public Accountant