

# PKF PCC Cell 1 - 5% Bond Fact Sheet

5% Limited Recourse Bond Due 2025



## Overview of PKF

PKF PCC is a wholly owned subsidiary of PKF Capital Markets (Seychelles) Limited (“PKF”), a licensed Securities Dealer (SD001) and a licensed Seychelles Fund Administrator (FA007) with the Financial Services Authority of Seychelles and a member of MERJ Securities Exchange.

As a diversified financial services business, PKF provides a comprehensive range of financial products and services including corporate finance, sponsor advisory, private wealth management and securities broking services to institutions and private clients.

## The Issuer

PKF PCC was incorporated on 10<sup>th</sup> August 2017. The Company is an International Business Company (“IBC”) and a Protected Cell Company (“PCC”) registered in terms of the IBC Act of the Seychelles.

The nature of business and principal activities of the Company is issuing of Bonds and similar securities and investing the proceeds in a portfolio of financial instruments and structured products in accordance with its investment policy.

## The Bond

The PKF PCC Cell 1 - 5% Bond is a debt instrument that offers investors a fixed return over a 5-year term.

The Bond provides fixed income by investing funds in alternative investment strategies with high barriers to entry, usually excluding them from individual investors.

The investment is diversified across fixed income Hedge Funds, secured and asset backed Private Debt, Structured Products, and Real Assets. These are split across the globe and held only in hard currency.

## Key Parties

Investment Manager:	PKF Capital Markets (Seychelles) Limited
Issuer:	PKF PCC
Listing:	MERJ Exchange
Clearing and settlement:	MERJ Clear
Global Distributor:	PKF Capital Markets (Seychelles) Limited
Issuer Legal Counsel:	Chetty and Chetty Chambers

## Bond Information on 30<sup>th</sup> June 2022

Bond Name:	PKF PCC Cell 1- 5% Bond
Currency:	USD\$
Market Value:	\$ 1,760,000
Face Value:	\$ 100 / Bond
Holding Company:	PKF Capital Markets (Seychelles) Limited
Term:	60 Months
Withdrawals:	90 Days Notice
Inception:	01 <sup>st</sup> July 2020
Maturity Date:	30 <sup>th</sup> June 2025
Coupon:	5% Per Annum
Coupon Payment:	Quarterly
Coupon Payment Date:	On or before the 14 <sup>th</sup> day after the quarter
Minimum Investment:	\$ 1,000
Target Raise:	\$ 200,000,000
Initial Charge:	0%
Investor Criteria:	Primary issuances exclusively for clients of PKF
Regulation and Liquidity:	Listed on MERJ Exchange
Symbol:	PKFPCC1
ISIN Number:	SC9716GJFF31
Dealing:	10am-6am
Investor Protection:	Each class of Bond is issued from a PCC cell and the Bondholders have recourse to the assets of that cell only

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## Performance

Year	Q1	Q2	Q3	Q4
2020	-	-	1.26%	1.26%
2021	1.23%	1.25%	1.26%	1.26%
2022	1.23%	1.25%	-	-

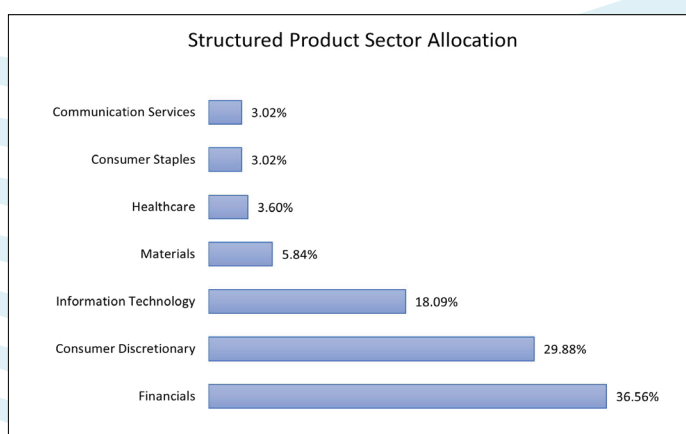
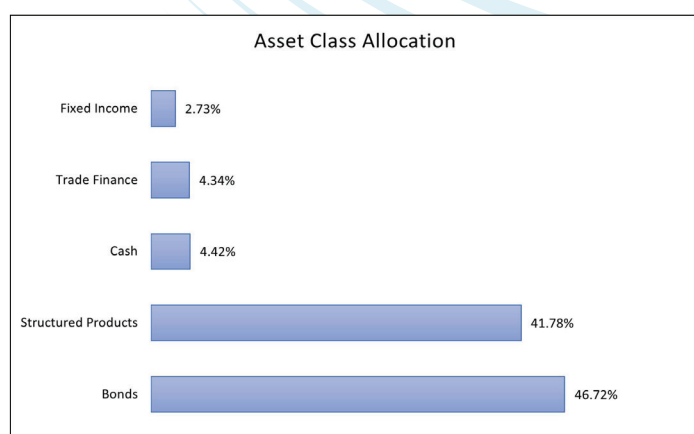
## Bond Commentary on 30<sup>th</sup> June 2022

“May you live in interesting times.” Much debate surrounds the origin of this expression and ambiguity remains whether it’s said as a blessing or a curse. The expression does, however, summarize the second quarter of 2022 quite succinctly. Since 31<sup>st</sup> March 2022 the following has occurred; the S&P 500, FTSE 100 and EuroNext 100 have all depreciated approximately -17.80%, -6.20% and -9.10% respectively. This has culminated in the MSCI World Index falling -17.40% over the quarter.

In response to persistent US inflation at an average of 8.47% over the last quarter, the Federal Reserve hiked its rate twice from 0.33% to 1.58% in the space of three months, a level last seen four years ago. A similar story is shared by most central banks globally. The CBOE Volatility Index (VIX), a measure of market stress, started the quarter at 20, reached a high of 36, and hasn’t fallen below 24 since. With the previous in mind, these are indeed interesting times.

The major change in the asset allocation of the Bond during the quarter was allocating away from fixed income to structured products. This was done to take advantage of increased volatility and rates, both beneficial for structured products, and depressed equity prices. The consumer discretionary and financial sectors provided the most attractive opportunities for this strategy.

We are confident that the Bond’s strategy and diversification will enable it to continue achieving its mandate.



PKF PCC is a wholly owned subsidiary of PKF Capital Markets (Seychelles) Limited, a member firm of the PKF International Limited family of legally independent firms and PKF International Limited does not accept any responsibility or liability for the actions or inactions of any individual member or correspondent firm or firms.

right people  
right size  
right solutions