

# 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 31<sup>st</sup> March 2023

Bond Name:	PKF PCC Cell 1- 5% Bond
Currency:	USD\$
Market Value:	\$ 1,505,800
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%	1.26%	1.26%
2023	1.23%			

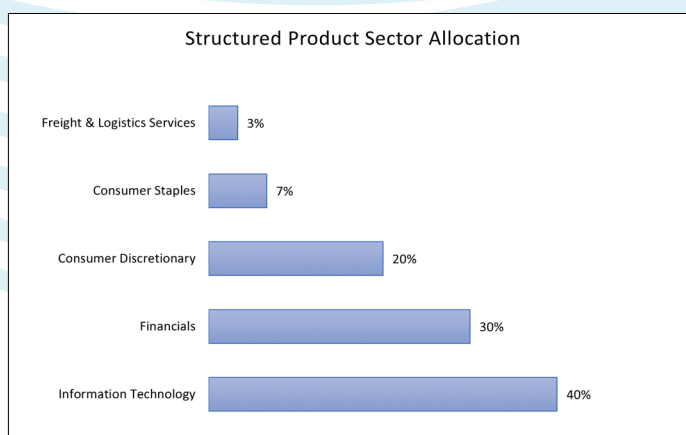
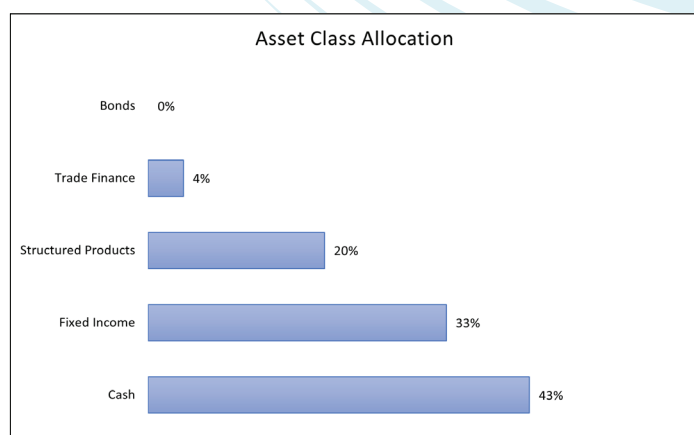
## Bond Commentary on 31<sup>st</sup> March 2023

The first quarter of 2023 has been a positive start for global equity markets overall. The S&P500 index reached a quarter high towards the end of February, returning approximately 9%. However, due to some volatility in global markets in March, it closed the quarter with a return of approximately 7.5%. The FTSE100 also saw highs in February with a peak return of 6.09% but closed the quarter with a return of 1.03%. The EuroNext had a good start to the year, returning a peak of 10.6% in February, but ultimately closed with a loss of -0.07%. The Dollar Currency Index weakened by approximately 1.92%, while both the Euro Currency Index and the British Pound Currency Index increased by 3.7% and 3.1%, respectively. US inflation continued to decline from 6.5% in December 2022 to 5.8% in February 2023, while UK inflation fell from 11.5% in December to 9.4% in February.

Much of the closing comments to 2022 were seen in the start of 2023, with interest rates continuing to rise in an attempt to counter high inflation rates, albeit at a slower rate than in 2022. Overall, January and February showed signs of recovery compared to the end of last year. However, the market highs in February were abruptly reversed when global banking saw a series of collapses in the United States and Europe, including US-based Silicon Valley Bank (SVB) and Signature Bank, as well as Swiss bank Credit Suisse, which sent shockwaves through the global financial system.

The first quarter has shown that monetary tightening is close to, or at an end, but markets are still looking for an overall increase to confirm a viable rally. Additionally, investors have been shifting their focus to high-quality assets amid heightened market uncertainty.

The major change in asset allocation during the quarter was an increase in cash as various structured product notes either reached maturity or were sold to take advantage of better pricing due to increased volatility and nominal yields. Similarly, the change in structured product sector allocation was mainly due to liquidating notes in the consumer discretionary sector, thereby increasing the weighting of the others. The Bond has increased fixed income allocation, with interest rates high and increasing, opportunities for low volatility and stable returns are available in this sector. 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