



ProVen Legacy plc
39 Earlham Street
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19 February 2020

Dear Shareholder,

**Half Year report and accounts for the Period Ended 31 December 2019 (“Half Year Report”)
For ProVen Legacy plc (the “Company”)**

I am pleased to be able to write to you with the Company’s latest Half Year Report and Accounts.

The Company raised gross proceeds of £2,968,760 from the offer for subscription dated 21 August 2018, the offer for subscription dated 7 August 2017 and the offer for subscription dated 3 June 2016. On 17 September 2019 the Company launched a further offer for up to £20 million to continue the growth of the business. Under the 2019 Offer, the Company has raised a further £242,000 to 31 December 2019, taking us to £3,210,760 in total which will open the Company up to a much larger market of advisors.

We have continued to be profitable with a profit before tax of £20,240.

During the six-month period, the Net Asset Value (“NAV”) per Growth Share increased from 101.9p to 102.4p at 31 December 2019.

During the same period, the Net Asset Value (“NAV”) per Income Share decreased from 101.0p to 100.7p at 31 December 2019. This is reflective of the profit in the period attributable to the Income Shares offset by the payment of a 0.4p dividend on 1 November 2019 as well as associated administrative costs.

The total difference in Net Asset Value between the two share classes is primarily a result of the 1.4p per share total dividends paid to Income Shareholders to date. This is in line with the Company’s objective of making distributions to holders of Redeemable Income Shares by way of dividends paid out of the net profits of the Company.

Further to my last letter of 20 September 2019, I can report we have made the following further loans:

- Cogora - £100,000 drawn down in October 2019. This was repaid in full on 31 January 2020 including any interest accrued on the balance to date;
- Premier Employer Solutions - £300,000 was drawn down in November 2019 and is repayable over two years.

We have now advanced total loans of £3,408,650 and, as at 31 December 2019, all repayments have been received in full and on time or early totalling £2,317,092. All facility interest rates have been comfortably above the target of 8.0% we had originally set ourselves and, whilst there is undoubtedly more competition in the market, particularly for larger loan amounts, our lending advisor, Beringea, continues to have a strong pipeline of loan prospects for us, which will be funded from the proceeds of the 2019 Offer and repayments from the current loan portfolio.



I would like to invite you to write to me if you have any questions and I look forward to providing further updates to you as the business continues to develop.

Yours faithfully,

Jamie Perkins
Chairman
ProVen Legacy plc