

CVC EMERGING COMPANIES FUND

IPO of CleanSpace Holdings and Second Distribution

Walsh & Company Investments Limited (ACN 152 367 649) as Trustee of CVC Emerging Companies Fund (**Fund**), is pleased to announce a distribution of \$0.24 per unit in the Fund as a result of the pending listing of one of its portfolio companies, CleanSpace Holdings Limited (**CleanSpace or CSX.ASX**).

Background:

The Fund is pleased to announce the pending listing of one of its portfolio companies, CleanSpace, on the ASX on 23 October 2020. The CleanSpace IPO raised \$131.4m in primary and secondary capital, at a price of \$4.41 per share and with a market capitalisation of \$339.7m. The listing of CleanSpace marks the second liquidity event for the Fund, following the successful listing of Access Innovation Holdings Limited in September 2020.

CleanSpace makes high quality personal respirators for use in industrial, mining and increasingly, health care applications. When acquired as a seed investment in May 2019, CleanSpace had just over a 9% weighting in the portfolio, with the Fund holding 15.8% of CleanSpace's equity. The Fund's cost price was \$4.1m, with the carrying value since written up to \$18.4m as at 30 June 2020 reflecting strong business performance.

At the IPO price, the value of our total holding would be \$50.4m, a gross uplift of \$46.3m or 11.3x our initial investment. We sold down 12.5% of our holding into the IPO, realising net proceeds of \$6.0m after transaction costs. The majority of the balance of our holding is escrowed for various periods, the last of which ends upon the release of CleanSpace's full year result in August 2021.

We have been extremely pleased with the performance of CleanSpace. At the IPO price, net of accrued performance fees, the uplift in the value of our holding will lead to an increase of over \$0.75 in the Fund's \$2.25 NTA per unit as at the end of September. This is in addition to the \$0.24 per unit distribution announced today.

CVC ECF CleanSpace investment		Shares (m)	Price (\$ps)	Gross Value (\$m)
Sell down at IPO	12.5%	1.43	\$4.41	\$6.3
Remaining shares	87.5%	10.01	\$4.41	\$44.1
Total CVCECF pre-IPO holding	100.0%	11.44	\$4.41	\$50.4
CVC ECF pre-IPO holding at cost		11.44	\$0.36	\$4.1
Profit on holding			\$4.05	\$46.3
Gross return				1129%
x money				11.3x

The logo for CVC, consisting of the letters 'CVC' in a bold, blue, sans-serif font.The logo for Emerging Companies Fund, with 'Emerging' and 'Companies' in green and 'Fund' in blue, all in a sans-serif font.

Summary:

Distribution:	\$0.24 per unit
Announcement Date:	22 October 2020
Record Date:	23 October 2020
Expected Payment of Distribution:	4 November 2020

For more information on the Fund, please contact any member of the Investment Team:

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Important Information

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