

JADE ROAD

Fund Statistics as of the 15th January 2021

Share Price (GBP):

Market Cap (GBP MM): 28.24

NAV per Share (GBP): 0.81

NAV Publication: Quarterly

Investment Manager

Harmony Capital

Harmony Capital Investors Limited is an investment firm with a presence in Singapore, Hong Kong and London. The firm focuses on SMEs in South East Asia, China and Australia.

SME Target Features

Enterprise Value: GBP4.0-400.0MM

Revenue: GBP4.0-400.0MM

Profitability: Positive EBITDA; Manageable CapEx

Limited Financing Sources: Restricted access to public markets

Significant
Opportunities to
Locate HighYielding, WellStructured
Opportunities in
the Underserved
SME Space

SME Structured Protection

Convertible Bonds & Covenants

Loans & Warrants / Royalties

Preferred Equity & Governance

Secured Loans

Overview

Jade Road ("**JADE**" or the "**Company**") is a London quoted company focused on providing shareholders with attractive, uncorrelated, risk adjusted returns from a diversified portfolio of pan-Asian investments.

Strategy

Provide growth capital and financing to emerging and established Small and Medium-size Enterprises ("SMEs") in growth sectors throughout Asia; well diversified by national geographies, instruments and asset classes.

Objective

Provide shareholders with unique access to a diverse portfolio of assets, across a variety of high-growth geographies throughout Asia.

Investment Policy

JADE's exclusive investment manager has the flexibility to invest sector-agnostically, across the capital structure, over long time horizons; assisting in navigating various economic cycles and geopolitical shifts. It targets both capital gains and income generation.

Compelling Investment Case

Harmony Capital, JADE's investment manager, has an established tracked record of generating excess returns, throughout market cycles, across the globe for the past 25+ years; with a focus on Asian special situations for 17+ years.

Robust Risk Management

Track Record

Rigorous due diligence and **disciplined risk management,** with downside protection through selectively investing in assets and proactively managing them.

Established Investment Expertise and Networks The Company's investment manager, Harmony Capital, seeks to capitalise on its team's established investment expertise and broad networks and offices across Asia.

Discount to NAV

Governance

The Company's share price is currently trading at a + 69% discount to NAV.

Company's Board provide strong governance.

The five experienced and independent non-executive directors comprising the

Largest Investment

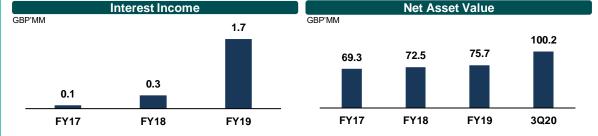
Future Metal Holdings (44.0% of JADE's last reported NAV), a Chinese dolomite quarry, commenced production in December 2019.

Supportive Majority Shareholder

48% major shareholder, supportive long-term holder since 2014.

Key Highlights in 2nd Half 2020

- A substantial increase in JADE's Net Asset Value from GBP76.8MM in 2017, to GBP100.2MM at the end
 of the 3rd quarter of 2020.
- In 2020, JADE's largest asset, Future Metal Holdings Ltd had its 3-year Mining Licence renewed. Additionally, construction of the facility's requisite environmental facilities was completed in June 2020 and later approved for operation by local authorities.
- In December 2020 JADE announced the appointment of PKF Littlejohn LLP as its new auditor following 10 years of service from Crowe LLP. This change continues JADE's strong level of corporate governance and an appropriate degree of independence of its auditor.
- In July 2020 JADE announced an Open Offer and Placing for the value of GBP3.1MM. To date the Company has raised GBP2.0MM and has effectively closed the raise at this level to continue and refocus on other strategic initiatives into 2021.



Significant opportunities for JADE to invest selectively in high growth SMEs in Asia and proactively manage them:

Opportunity

There is a funding gap of c.USD3.0 trillion across Asian SMEs.

Asian SMEs are attractive investments with built in collateral and downside protection.

Market

There are over 270 million Asian SMEs, making up 98% of Asian companies.

Pan-Asian SME's account for **42% of Asia's GDP** and only receive 18.7% of lending via traditional institutions.

Traditional institutions restricted for regulatory and structural reasons; SMEs seek growth capital from alternative finance providers.

Board of Directors

Growth

Returns

Ticker: JADE

Launch Date: 19 February 2014 Management Fee: 1.75% Advisers
Corporate Broker: Hybridan LLP
Legal Advisor: Locke Lord LLP
NOMAD: WHIreland Plc
Auditor: PKF Littlejohn LLP



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Investment Statistics as of the 30th June 2020

Average Investment Size: GBP4.0-8.0MM

Weighted Average Yield: **TBD**

Leverage: None

Base Currency:

Harmony Capital – Established Advantage in Origination with a focus on growth sectors

Harmony Capital has an extensive and deep network of relationships and a robust pipeline in this growing, but fragmented, industry where proprietary relationships are key to gaining access and serve as a powerful filter of opportunities. Harmony Capital's pipeline has been further consolidated by COVID-19, as traditional bank financing is becoming increasingly restricted, creating an opportunity to fulfill the needs of capitalstarved SMEs.

JADE's flexible investment policy enables appraisal of opportunities across a spectrum of complexity:



Investing across the capital structure with a preference for well-structured and downside-protected investments. As Asian SMEs are increasingly starved of capital, we see increasing opportunities to invest in diversified structured investments:

Structured Investments Convertible Bonds Preferred Equity & Secured Loans

Governance

Loan & Warrants / Royalties

Covenants provide ability to influence

& Covenants

Security & downside protection

Income & capital gains

Board / Monitoring rights

Amortisation and early return of capital

A Proven Pipeline of Potential Credit Investments with Substantial Coupon Rates

Investment

Pipeline

Use of Proceeds:

Pan-Asian

Expansion,

Acquisition Financing and

Domestic

Expansion

Investment Types: Convertible

Bonds and

Secured Loans

Interest Rate Ranges: 12-20%

Target IRR's: 20-30% **Exit Strategies:** IPO, Trade Sales and Refinancings

Our Current Portfolio - Period Ending 30th June 2020



Singapore

Portfolio Attribution - DocDoc Fook Lam Moon

• Infinity TNP

investment in a real estate developer of luxury residential properties in one of Asia's premier ski destination Niseko, Japan.

Infinity Capital Group ("ICG") - A senior secured loan

Fook Lam Moon - A convertible bond issued to JADE by a Michelin-starred Hong Kong-based food and beverage business.

Infinity TNP - In November 2019, JADE acquired a 40% holding in Infinity TNP, a wholly owned subsidiary of ICG, containing 7 units in a luxury hotel condominium being built by ICG, Tellus Niseko.

DocDoc - In March 2018, JADE invested in DocDoc, a leading pan-Asian virtual network of physicians, clinics and hospitals assisting patients in finding the highest quality of medical care at the best prices.

Future Metal Holdings - JADE is the majority shareholder of Future Metal Holdings, which wholly owns and operates the largest magnesium dolomite quarry in Shanxi Province, China.

Legacy Investments - JADE's Legacy Investments include our Limited Partnership Interest in the Greater China Credit Fund and our investment in Meize Energy Industrial Holdings.

Corporate Calendar

Major Event	Date
Quarterly NAV and Portfolio Update	Generally, 30 days after Quarter-end
Annual Report and Audited Consolidated Financial Statements	June
Annual General Meeting	August
Interim Results and Unaudited Consolidated Financial Statements	August

JADE & Harmony Capital's Reach



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