

A clear proposition for closed-end AIFs and PCVs

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Alternative Investment Funds Days

A clear proposition for closed-end AIFs and PCVs after the AIFMD implementation



- ✓ MIV is the regulated market dedicated to investment vehicles
- ✓ Investment vehicles include both **Alternative Investment Funds (AIFs)** and **other investment vehicles non-AIFs**, including SPACs



- ✓ **AIM Italia is the growth market** dedicated to growth companies, with the possibility to list investment vehicles including **SIS** or other vehicles with a preference for a non-regulated market

The AIFM authorizations are required on both MIV and AIM Italia
IPO and Admission To Trading Only
Retail and Reserved
Closed-end funds and Permanent Capital Vehicles

A new trading methodology anchored to NAV available on MIV – Professional Segment

- The NAV is the indicative price ⁽¹⁾
- Predetermined fluctuation ranges (price corridors), anchored to the NAV, have been determined accordingly with potential investment strategies

Investment strategy	Maximum price variation limit of orders with respect to the static price	Maximum variation of the price of the contracts with respect to the static price	Maximum variation of the price of the contracts with respect to the dynamic price
Generalist	+/-30%	+/-10%	+/-5%
Private Debt	+/-30%	+/-7.5%	+/-2.5%
Private Equity	+/-50%	+/-15%	+/-5%
Venture Capital	+/-50%	+/-20%	+/-5%

Empirical evidence ⁽²⁾:

- Correlation share price and NAV: 90%
- Average discount to NAV: -13.9% (PE fund)
- Volatility YTD: 41% vs 48% FTSE Small Caps vs 57% FTSE AIM Italia

(1) The NAV takes into account extraordinary events and adjustments for payments of proceeds or dividends, **without making any changes to the way traditional trading processes works**. Trading methodology not applicable to SPACs

(2) Empirical evidence based on the first stock traded with the new methodology (NB Aurora SICAF RAIF). Performance Jan-Mar 2020: -11.9% vs FTSE Small Caps -29.0%, FTSE AIM Italia: -15.5%

MIV: admission requirements

	Retail Segment	Professional Segment
	Retail AIFs	Reserved AIFs
Certified financial statements	Audited Financial Statements (even for a period of less than 1 year)	
Capitalisation	None, but minimum capital raised €25 mln	None, but minimum capital raised €25 mln
Free float	Adequate to ensure regular market functioning	Adequate to ensure regular market functioning
Sponsor	x	x
Specialist	Mandatory	x
Investment Policy	x	x
Articles of association	The terms and conditions of the fund or the articles of association of the investment company with variable or fixed capital must provide for listing on a regulated market	<ul style="list-style-type: none"> The terms and conditions of the fund or the articles of association of the investment company with variable or fixed capital must provide for listing on a regulated market Open-ended funds: adequate contractual provisions in order to guarantee that early redemptions do not hamper the orderly course of negotiation
Prospectus	Approval of the competent authority in Italy or the EU member state (and then passported into Italy). Approval is not required for open-end funds	
Other	AIFM authorization	AIFM authorization

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