



# Share Class C (LU0456967404)

Luxembourg Microfinance and Development Fund

Investor Update as of 31 March 2026

## MARCH 2026 HIGHLIGHTS

The share class recorded a cumulative annualized performance of 1,37% year-on-year and a 1,01% performance compared to last quarter. Volatility remained low at 1,07%, reflecting the Fund's defensive positioning. Performance was primarily driven by developments within the microfinance portfolio and broader market conditions, including heightened volatility linked to the Iran conflict. Despite short-term headwinds, the portfolio continues to demonstrate resilience supported by disciplined portfolio construction and active risk management.

As of March, the Fund's microfinance portfolio increased to EUR 37,7m across 23 countries. The Fund's outreach includes 42 financial institutions across these countries with 61 loans outstanding. The portfolio's average maturity remains stable at 1,1 years.

The investment team continues to selectively identify attractive growth opportunities globally while applying a rigorous and conservative investment approach, aligned with the Fund's strategy. Investment levels remain stable at 83% of total net assets positioning the Fund to capture sustainable growth opportunities while maintaining strong risk oversight.

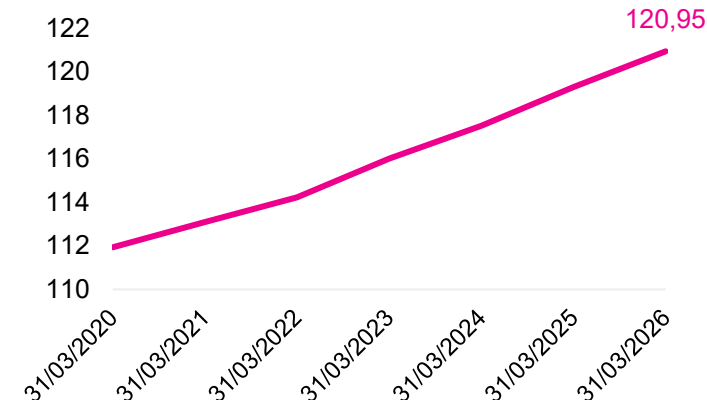
## INVESTMENT OBJECTIVES AND INVESTMENT POLICY

The Fund invests in emerging microfinance institutions (MFIs) based in Africa, Asia and Latin America with the aim to support microentrepreneurs and build an inclusive financial system. The Fund invests mainly in senior unsecured loans issued by the MFIs developing countries targeting the most excluded populations.

The Fund aims to make sustainable investments within the meaning of Article 9 of the Sustainable Finance Disclosure Regulation. It aims to make a measurable contribution to financial inclusion for those who do not have access to traditional financial services with a particular focus on women and the most financially excluded, services in rural areas and inclusion of young people.

## RESILIENT FUND WITH LONG TRACK RECORD

### SHARE VALUE HISTORY (EUR)



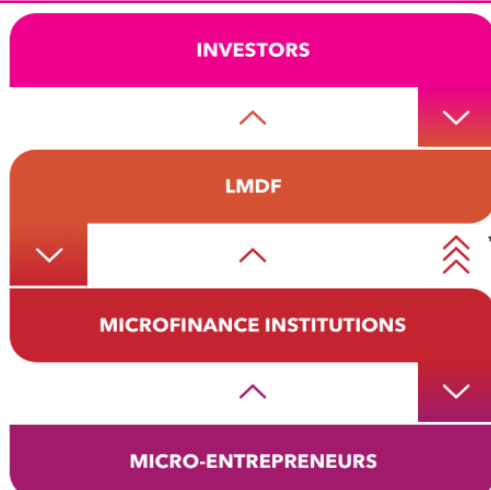
### PERFORMANCE DATA

**Net Asset Value: 46.061.790 EUR**

|                                    |            |
|------------------------------------|------------|
| Microfinance portfolio (in EUR)**  | 37.725.907 |
| Last Quarter Annualized*           | 2,38%      |
| YoY Annualized Return*             | 1,37%      |
| 3 Years Annualized Return*         | 1,37%      |
| 5 Years Annualized Return*         | 1,40%      |
| Annualized Return Since Inception* | 1,34%      |
| Share Value (in EUR)               | 120,95     |
| Yearly Volatility***               | 1,07%      |

### FUND DATA

|                                       |              |
|---------------------------------------|--------------|
| Total Expense Ratio (TER)             | 2,71%        |
| Portfolio average maturity (in years) | 1,1          |
| Disbursements in 2025 FY (in EUR)     | 12.165.477   |
| Currency exposure                     | Fully hedged |
| Number of countries                   | 23           |
| Number of MFIs                        | 42           |
| Number of loans outstanding           | 61           |
| Cash & other net assets (% of NAV)    | 17,48%       |



\*Performance is measured as per development of NAV per share class

\*\*Exchange rate changes may cause the value of investments to fall as well as rise.

\*\*\*Standard deviation of yearly returns since inception.



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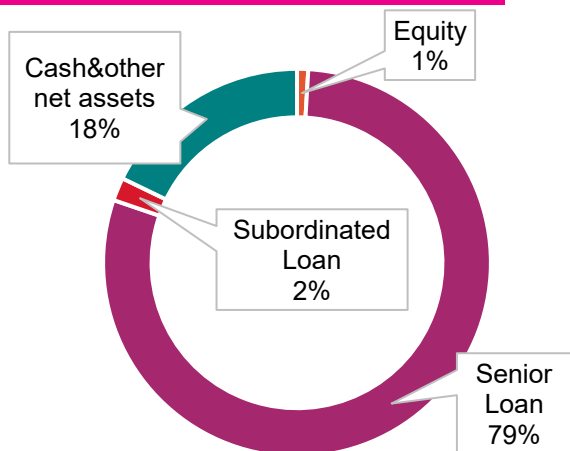
Luxembourg Microfinance and Development Fund

## HISTORICAL PERFORMANCE\* FOR 1 YEAR HOLDING PERIOD

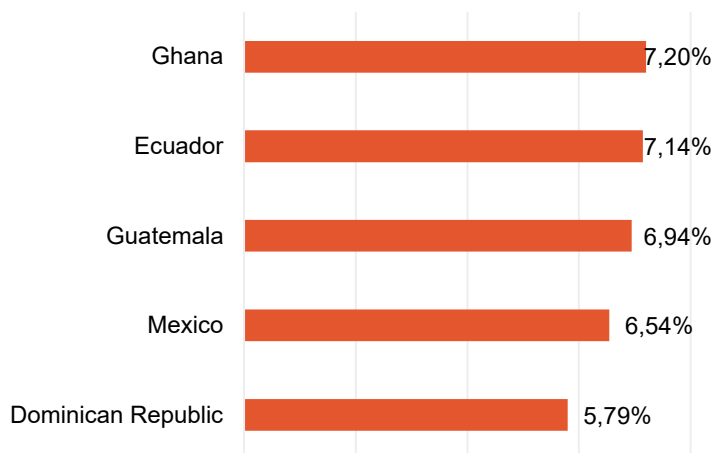
| in %          | 2012  | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 | 2025 | 2026 |
|---------------|-------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|
| Share Class B | -0,36 | 2,16 | 1,11 | 4,12 | 2,81 | 0,87 | 2,18 | 2,04 | 0,98 | 2,34 | 2,02 | 2,57 | 2,07 | 1,27 | 2,18 |
| Share Class C | 0,17  | 1,14 | 0,40 | 3,04 | 1,67 | 0,50 | 1,37 | 1,04 | 0,83 | 1,03 | 1,00 | 1,56 | 1,31 | 1,51 | 1,37 |

\*Performance is measured as per development of NAV per share class from opening and closing of financial year

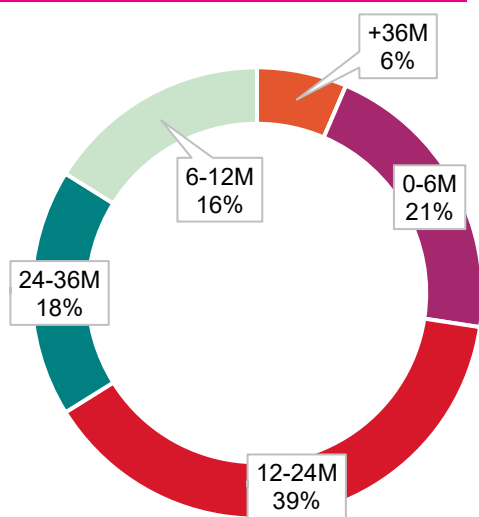
## EXPOSURE BY INSTRUMENT\* (% of NAV)



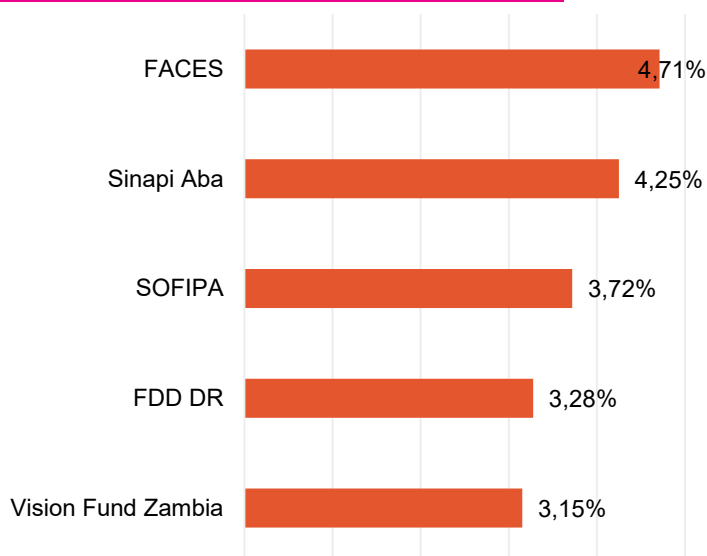
## TOP 5 COUNTRIES\* (as % of NAV)



## EXPOSURE BY LOAN MATURITY\* (in months)



## TOP 5 HOLDINGS\* (as % of NAV)



\*Allocations are subject to change in the future

**Umbrella Fund:** Investing for Development SICAV

**Custodian & TA:** Banque et Caisse d'Épargne de l'État & UI efa S.A (EFA)

**Fund Structure:** SICAV Luxembourg Part II

**AIFM:** BIL Manage Invest S.A.

**ISIN:** Class B: LU0456966935 Class C: LU0456967404

**Inception date:** 2009

**Next Subscriptions deadline:** 23/06/2026

**Next Redemption deadline:** 18/05/2026

**Distribution policy:** Accumulation

**Fund currency:** EUR

## IMPACT OBJECTIVES AND IMPACT MEASUREMENT

L MDF aims to expand access to financial services across the developing world, communities and value chains that are historically denied such access to detriment of economic mobility and prosperity for a large proportion of the world's population. L MDF provides debt capital to institutions that focus on serving economically and environmentally vulnerable communities in more than 23 developing markets around the world with a strong and consistent focus on ensuring that small and medium enterprise lending is conducted in an equitable, transparent and ultimately beneficial manner. Each investment in the Fund is selected based on L MDF's rigorous risk-, ESG-, and impact-management framework known as the L MDF Impact Framework: a proprietary framework ensuring that ESG risks and impact objectives are incorporated in each investment decision on an independent basis by a team of specialized professionals.

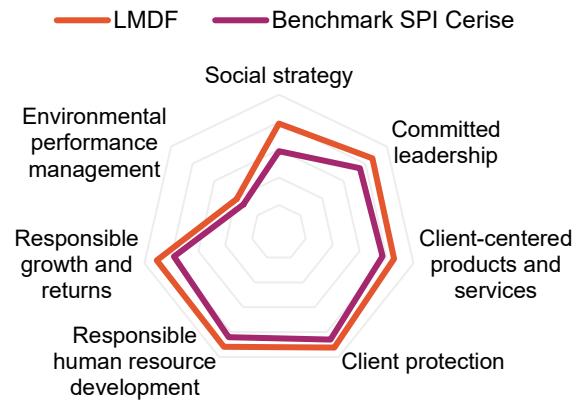
### IMPACT PERFORMANCE INDICATORS\*

|   |           |
|---|-----------|
| # of microentrepreneurs reached:                | 2,190,345 |
| # of MFI* financed:                             | 42        |
| % of rural clients:                             | 67%       |
| % of female clients:                            | 77%       |
| Share of investment in low HDI countries:       | 15%       |
| Average loan sizes to microentrepreneurs (EUR): | 1,816     |

\*Microfinance institution

\*Impact performance is measured as of 31/12/2025

### SOCIAL & ENVIRONMENTAL BENCHMARKING



### RISK CONSIDERATIONS

With regards to the relevant risk associated with an investment are shown below and should be carefully considered before making any investment. Past performance is not a guide to future performance and may not be repeated. The value of investment and income from them may go down as well as up and investors may not get back the amounts originally invested. Given its strategy, the Fund doesn't have a designated comparable financial index.

**Microfinance (Credit) risk:** Microfinance involves the provision of credit to microentrepreneurs and microenterprises in developing countries, many of whom have incomes below the applicable poverty level and little or no previous credit history with commercial or other lenders. These micro-loans typically are not secured by any collateral or other type of traditional guarantee. There is no assurance that the micro-clients will be able to repay the micro-loans to the microfinance institution, and consequently, the Fund may be adversely affected.

**Counterparty risk:** The fund may have contractual agreements with counterparties. If a counterparty is unable to fulfil their obligations, the sum that they owe to the fund may be lost in part or in whole.

**Credit risk:** A decline in the financial health of an issuer could cause the value of its bonds, loans or other debt instruments to fall or become worthless.

**Currency risk:** The fund may lose value because of movements in foreign exchange rates, otherwise known as currency rates.

**Country risk:** Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty, operational and liquidity risk than developed markets.

**Interest rate risk:** The fund may lose value as a direct result of interest rate changes.

**Liquidity risk:** The fund invests in illiquid instruments, which are harder to sell. Illiquidity increases the risks that the fund will be unable to sell its holdings in a timely manner to meet its financial obligations at a given point in time. It may also mean that there could be delays in investing committed capital into the asset class.

**Market risk:** The value of investments can go up and down and an investor may not get back the amount initially invested.

**Operational risk:** Operational processes, including those related to the safekeeping of assets, may fail, the Fund may be adversely affected.

**Valuation risk:** The valuation of private asset investments is performed on a less frequent basis than listed securities. In addition, it may be difficult to find appropriate pricing references for private asset investments. This difficulty may have an impact on the valuation of the portfolio of investments. Certain investments are valued on the basis of estimated prices and therefore subject to potentially greater pricing uncertainties than listed securities.

### SHAPING THE WORLD FOR THE BETTER WITH YOUR INVESTMENT



Sustainable Development Goals of the United Nations

## INVESTMENT CASE

Tajikistan is a landlocked and highly mountainous country, whose geographic constraints limits market integration and increases logistics costs. Dependence on external sources of income (migrant workers, foreign aid and informal cross-border trade) exposes households to external shocks - economic fluctuations, exchange rate movements, or migration restrictions - which directly translate into income instability. In this context, a large share of micro and small enterprises operate informally - small shops, local markets, transport services, and family farms - with limited margins and low risk absorption capacity. Access to credit remains constrained, particularly in rural areas where financial infrastructure is underdeveloped and formal collateral is scarce. This combination limits productive investment and slows the growth of local activities.

Oxus Tajikistan was established to address this structural gap. As a leading microfinance institution, it pursues a clear social objective: providing responsible financial services to populations excluded from the traditional banking system. It has gradually built a strong local presence, with an extensive network and teams capable of accurately assessing risk profiles and region-specific economic dynamics. LMDF provides stable funding along with a rigorous monitoring framework, strengthening the institution's balance sheet, governance practices, and risk management systems. This partnership supports disciplined, client-focused growth while enabling continuous investment in systems, operational quality, and borrower protection. It also promotes more efficient capital allocation aligned with on-the-ground needs.

Oxus Tajikistan's credit products are closely tailored to the country's economic structure. A significant portion of the portfolio is dedicated to rural and agricultural financing: seasonal loans for seeds, fertilizers, or livestock, as well as working capital for production cycles. The institution also supports small traders through working capital loans and finances activities linked to cross-border trade and remittance flows. Individual and group lending approaches are combined with regular monitoring and financial education initiatives, strengthening repayment capacity and clients' economic resilience.

In practical terms, this investment translates into tangible improvements in local economic capacity: a farmer secures inputs ahead of planting season, a trader optimizes inventory management based on market cycles, a household stabilizes consumption between remittance periods, and a micro-entrepreneur gradually expands operations despite liquidity constraints. By supporting Oxus Tajikistan, LMDF channels financial resources to underserved rural and peri-urban areas, strengthening local value chains, facilitating economic exchanges, and fostering more stable and predictable income generation.





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## DISCLAIMER

### Important Information

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This document is of general interest and should not be considered as an offer or solicitation to buy the fund. This information is not a recommendation to buy or sell any financial instrument or to adopt any investment strategy

An investment in LMDF may only be made third-party the current prospectus and the latest available annual and semi-annual reports. Such documents are available free of charge in English at the registered office of LMDF (39, rue Glesener, L-1631 Luxembourg) or on the website [www.lmdf.lu](http://www.lmdf.lu).

The Fund may not be suitable for all investors. Investors should be aware that the fund seeks dual objectives of social impact and financial returns. Investors must be aware that this might result in a lower return than is available from a purely return-orientated investment.

Investors should be aware that their time horizon is medium to long-term (over 2 years) and of the liquidity constraints as detailed in the prospectus.

LMDF has been authorized to distribute its shares publicly in the Grand Duchy of Luxembourg.

Every potential shares applicant living in territory other than the Grand Duchy of Luxembourg cannot consider these documents as an invitation to buy or apply for these shares.

None of the shares may be offered or sold, directly or indirectly, in the USA or in any territories or possessions, or to any US Person. Past Performance is not a guide to future performance. The value of investments can fluctuate and investors may not get back the amount they originally invested. This document is accurate as at 31/03/2026.

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