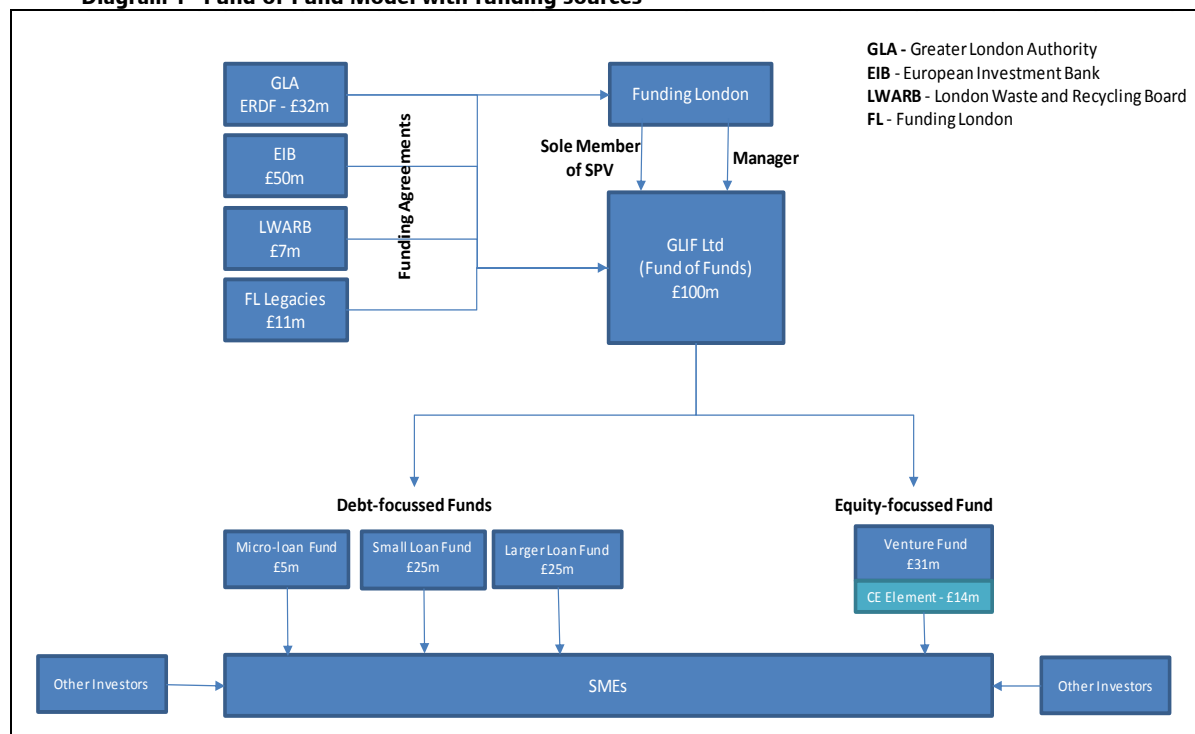


Appendix 1 – GLIF – ‘Fund of Funds’ Model (prior to proposed changes set out in MD)

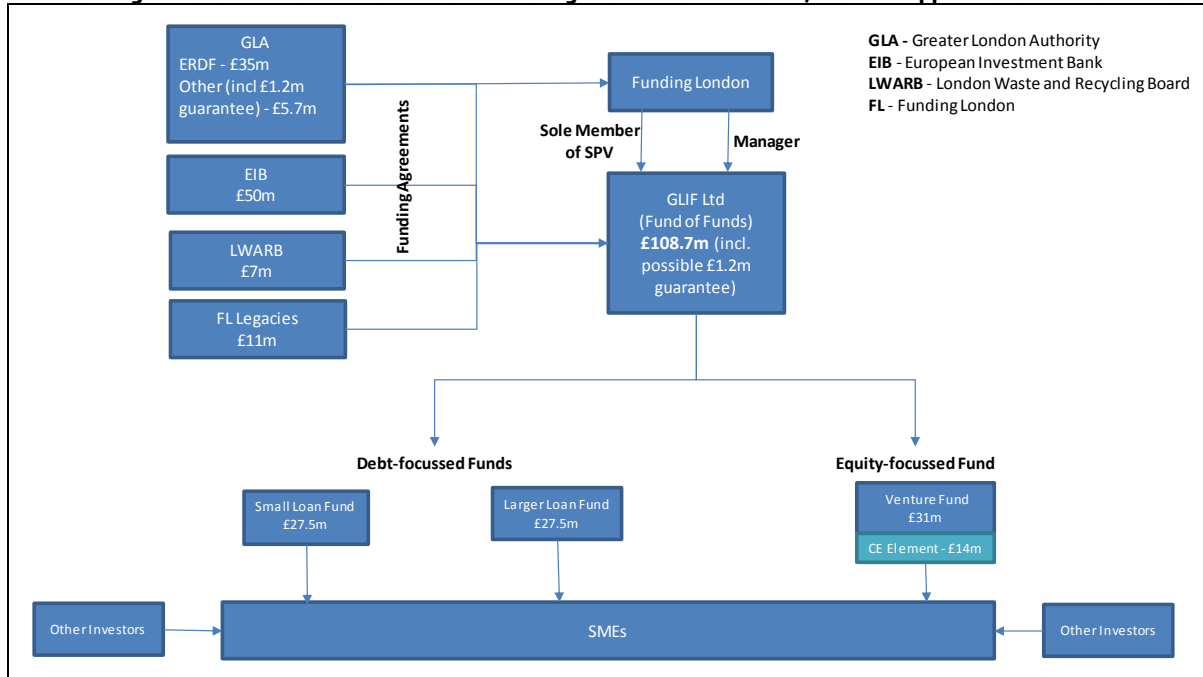
Diagram 1- Fund of Fund Model with funding sources



The table below shows the proposed size, investment range and description of each sub-fund.

Proposed Sub-fund	Size	Investment Range	Brief Description
Venture Fund (including £14m ring-fenced for Circular Economy) (pre-Series A to series A)	£45m	£100K to £2m	This fund will focus on the sectors of strategic importance to the London economy, including early stage SMEs in the circular economy.
Debt/Loan Fund (Small Loans Focus)	£25m	£100K to £500K	This fund will provide loans to enterprises seeking debt facilities to expand their business.
Mezzanine Fund (Larger Loans Focus)	£25m	£500K to £1m	This will provide loans to enterprises seeking debt facilities to expand their business with larger funding requirements.
Microloan Fund	£5m	£10K to £100K	This will focus on microenterprises, providing loans for new, young or established enterprises.

Diagram 2 - Fund of Fund Model with funding sources and amounts, if MD is approved



The table below shows the proposed size, investment range and description of each sub-fund.

Proposed Sub-fund	Size	Investment Range	Brief Description
Venture Fund (including £14m ring-fenced for Circular Economy) (pre-Series A to series A)	£45m	£100K to £2m	This fund will focus on the sectors of strategic importance to the London economy, including early stage SMEs in the circular economy.
Debt/Loan Fund (Small Loans Focus)	£27.5m	£100K to £500K	This fund will provide loans to enterprises seeking debt facilities to expand their business.
Mezzanine Fund (Larger Loans Focus)	£27.5m	£500K to £1m	This will provide loans to enterprises seeking debt facilities to expand their business with larger funding requirements.