Credit Portfolio Advisory The UK Recovery Loan Scheme



MARCH 2021

In the March 2021 Budget, the UK Government announced the Recovery Loan Scheme (RLS). On 6 April 2021, RLS will succeed the current CBILS¹ and BBLS² programmes, which have seen total lending of more than £73 billion to date. The availability of such government-guaranteed financing has been widely recognised as providing critical cashflow support to UK businesses during the COVID-19 pandemic, with bank and non-bank lenders playing a crucial role in ensuring the efficient delivery of this funding to SMEs.

In 2020, we saw gross lending to UK SMEs surge to over £100 billion (82% higher than in 2019),³ with CBILS and BBLS accounting for a significant percentage of this. For many non-bank lenders, the provision of financing via these schemes offered an important route for continued market participation, with accreditation necessary by the British Business Bank (BBB).

Alantra Credit Portfolio Advisory (CPA) has successfully sourced and structured CBILS funding facilities for accredited non-bank lenders and anticipates continued strong appetite from private capital and institutional investors to support such lenders in the rollout of RLS financing.

We outline below the key features of the program and how CPA can help you.

UP TO £10 MILLION PER BUSINESS 6 APR TO 31 DEC 2021 PERIOD OF AVAILABILITY, SUBJECT TO REVIEW UP TO 6 YEARS MAXIMUM TERM, VARIES BY PRODUCT 80% GUARANTEED BY THE UK GOVERNMENT

Alantra's reach in the corporate & SME lending market

Origination channels			Funding channels					
			Institutional capital and banks			Private Capital		
Banks	Direct lending funds	Non-bank lending platforms	Insurance and Pension Funds	Asset managers	Banks	Private Equity	Credit Funds	Hedge Funds
TRACK RECORD ADVISING NON-BANK LENDERS IN DEBT & EQUITY Alantra CPA has access to a wide array of institutional investors and to private capital to source the appropriate funding solutions for your requirements			OUR DIRECT EXPERIENCE STRUCTURING CBILS AND BBLS LENDING FACILITIES Alantra CPA understand how to structure, price and execute credit portfolio transactions with associated complexities designed to optimise our client's interests			OUR INVESTOR REACH AND ACCESS Alantra CPA are actively helping banks and non-bank lenders in structuring forward funding commitments and capital raisings		

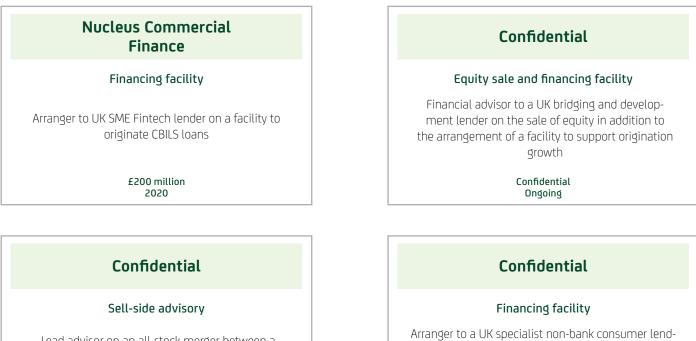
CBILS — Coronavirus Business Interruption Loan Scheme BBLS — Bounce Back Loan Scheme

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Source: British Business Bank Small Business Finance Markets Report 2020/21

Alantra CPA

Alantra's current transactions in the space



Lead advisor on an all-stock merger between a European specialist lender and a Fintech Bank

Confidential Ongoing

Confidential Ongoing

er to establish a forward flow for their second-charge

mortgage and unsecured lending businesses

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