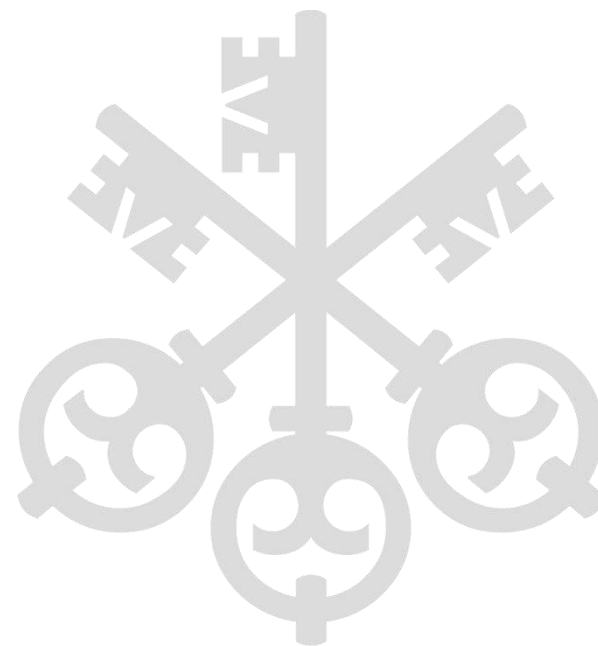


Bridges - UBS Optimus Foundation

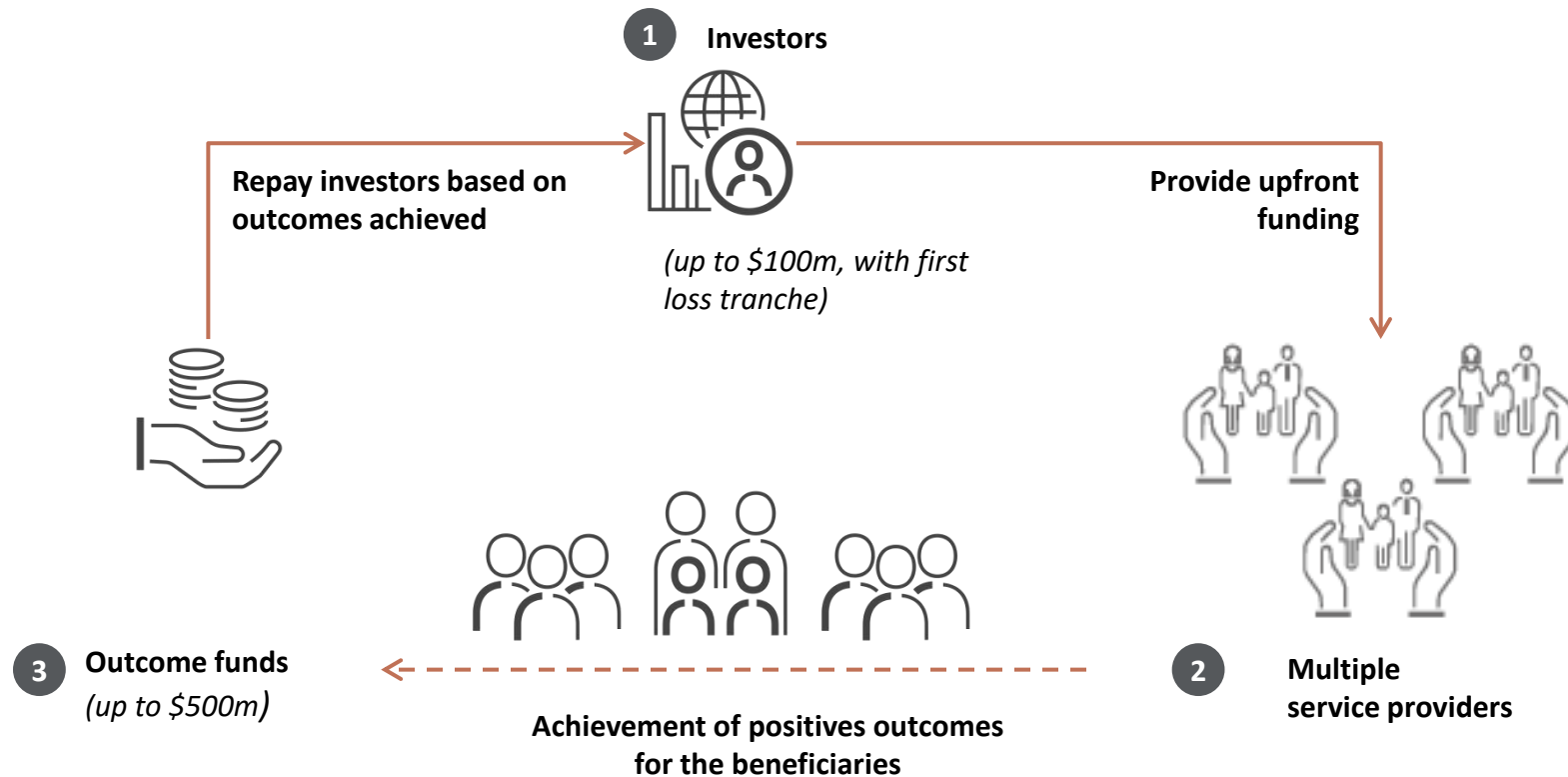
Our new fund to provide financing for impact bonds

Impact Bond Working Group (IBWG) presentation
March 2020



Bridges - UBS Optimus Foundation fund vision (1/2)

UBS Optimus Foundation and Bridges are partnering to launch the **first global fund to invest in Impact Bonds**, leveraging on the UK track record and recent successes recorded in emerging markets



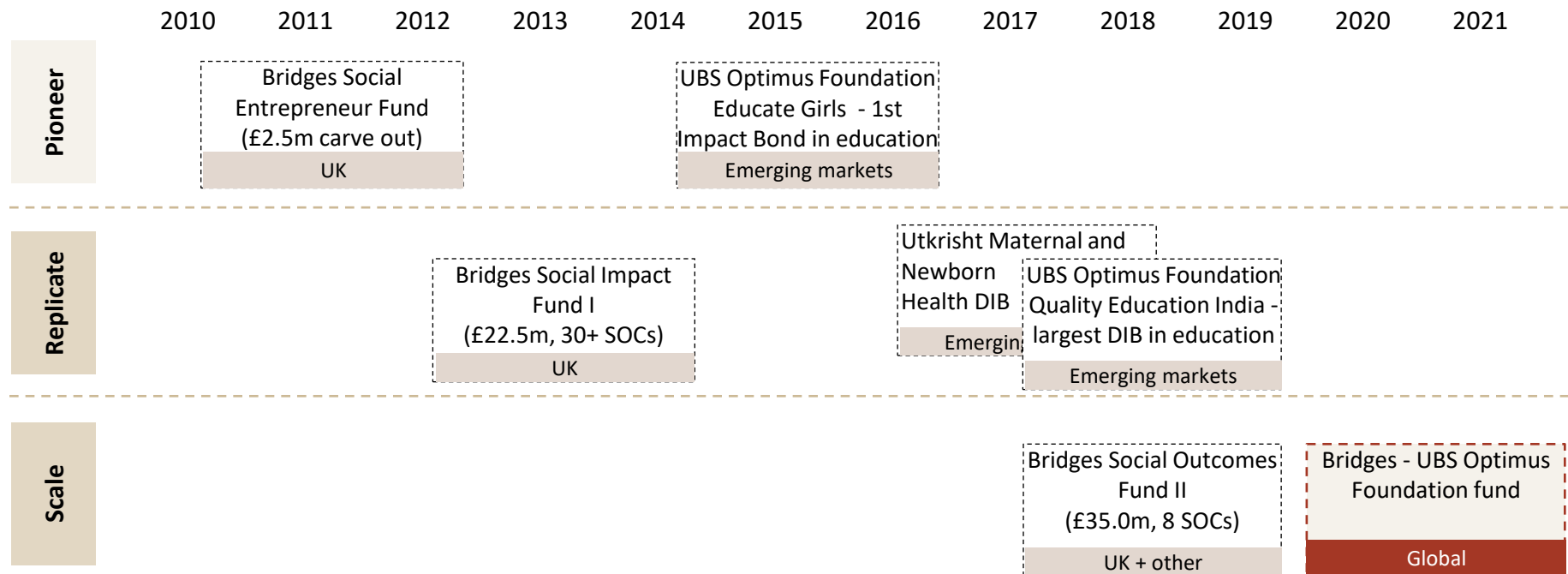
Bridges - UBS Optimus Foundation fund vision (2/2)

The fund aims to increase impact by **improving effectiveness** of service delivery in underfunded areas at a much **greater scale**



Building on experience in the field

Bridges - UBS Optimus Foundation fund builds on track record of IBWG members and early pioneers



Bridges - UBS Optimus Foundation fund proposal

Our fund is targeting **\$100m** to be deployed as follows:

Portfolio manager	<ul style="list-style-type: none">Bridges
Summary	<ul style="list-style-type: none">Raise capital investing in impact bonds, enabling delivery of education, health and employment outcomesBuild on the world leading track record of Bridges and UBS Optimus Foundation to expand impact possible through these effective structures
Geographic focus	<ul style="list-style-type: none">Global with a focus on Africa and South Asia
Theme focus	<ul style="list-style-type: none">SDG 1: No poverty; SDG 3: Good health & well-being; SDG 4: Quality of education; SDG 8: Decent work and economic growth
Fund size	<ul style="list-style-type: none">\$100m (with up to 20% first loss) corresponding to total outcome funds of \$300-500m
Term	<ul style="list-style-type: none">Fund life: 12 years
Exit	<ul style="list-style-type: none">Distributions as impact bonds complete

How to engage?

Our fund proposal is **consistent with the priorities identified by the IBWG**. We aim to work hand in hand with the IBWG outcomes accelerator and **coordinate with our partners** building the market globally.

01 PIPELINE DEVELOPMENT

Developing a pipeline of strong projects inline

- Coordination of strategic priorities
- Design grants supporting concept incubation and enable piloting
- Acceleration of project design

02 CAPACITY BUILDING

Supporting outcome funders and service providers to build capacity and expertise

- Coordination of strategic priorities
- Access to expertise for commissioners and service providers
- Providing guidance documents and tools for advocacy with domestic governments

03 POOLING FUNDING

- Mobilizing outcome funding commitments
- Coordination of donor priorities
- Connecting projects to funding sources
- Coordination with investors

Outcomes accelerator

Bridges – UBS Optimus Foundation Fund