

Factsheet

Overview

Real Estate Credit Investments (RECI) is a closed-ended investment company which originates and invests in real estate debt secured by commercial or residential properties in the United Kingdom and Western Europe.

The Investment Objective of the Company is to provide Shareholders with attractive and stable returns, primarily in the form of quarterly dividends, by exposure to a diversified portfolio of real estate credit investments, predominantly comprising real estate loans and bonds.

Monthly update

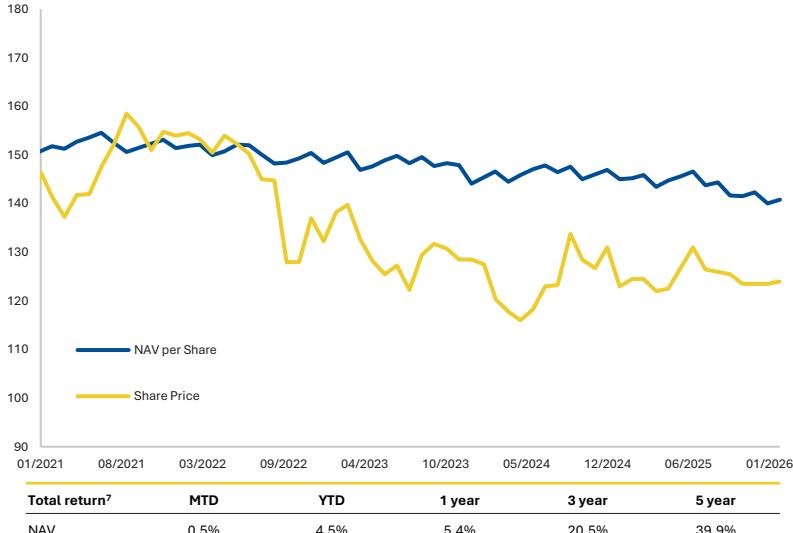
As at 31 January 2026, the Company was invested in a diversified portfolio of 25 investments with a valuation of £280.7m. The Company's available cash was £13.4m and net effective leverage was 29.1%. During the month, RECI invested £15.0m into a Money Market Fund with BONY with a current yield of 3.6%. Cash is available back to the fund within one day of notice and is included in the cash equivalents balance for the fund.

In January, RECI made a £4.3m commitment to a senior loan for the development of a flex living scheme in Spain.

Asset Valuations

In the month, there were no significant movements in NAV due to asset valuations.

Performance - Share Price vs NAV per share



Past performance is not a guide to the future. The potential for profit is accompanied by the possibility of loss.

	No of Positions	Investment Portfolio Value (Gross)	Investment Portfolio Value (Net)	% of NAV	Current Levered Yield
Bilateral Loans & Bonds	20	£396.4m	£278.0m	89.1%	11.3%
Market Bonds	5	£9.4m	£2.7m	0.9%	17.9%
Cash ⁸			£31.4m	10.0%	
GAV/W.A.	25	£405.8m	£312.2m	100.0%	11.4%

Company information

Bloomberg Ticker	RECI LN Equity
ISIN	GB00B0HW5366
Legal Structure	Closed End Fund
Domicile	Guernsey
Traded CCY	GBP
Launch Date	December 2005
Financial Year End	31 March 2026
Next AGM	September 2026
Dividend Frequency	Quarterly
Investment Manager	Cheyne Capital
Portfolio Manager	Ravi Stickney
Management Fee	1.25% of NAV
Performance Fee	20% above 7% hurdle

Ordinary share class

Shares in Issue (with voting rights)	221.7m
Share Price	124.0p
Market Capitalisation	£274.9m
NAV Per Share ¹	140.8p
Net Assets ¹	£312.2m
Share Price Discount to NAV	(11.9)%

NAV

Investments	£280.7m
Available Cash	£13.4m
Cash Held as Collateral	£2.2m
Cash Equivalents (MMF)	£15.0m
Total Cash	£30.7m
GAV ²	£312.2m
Accrued Expenses	(£1.7)m
NAV	£312.2m

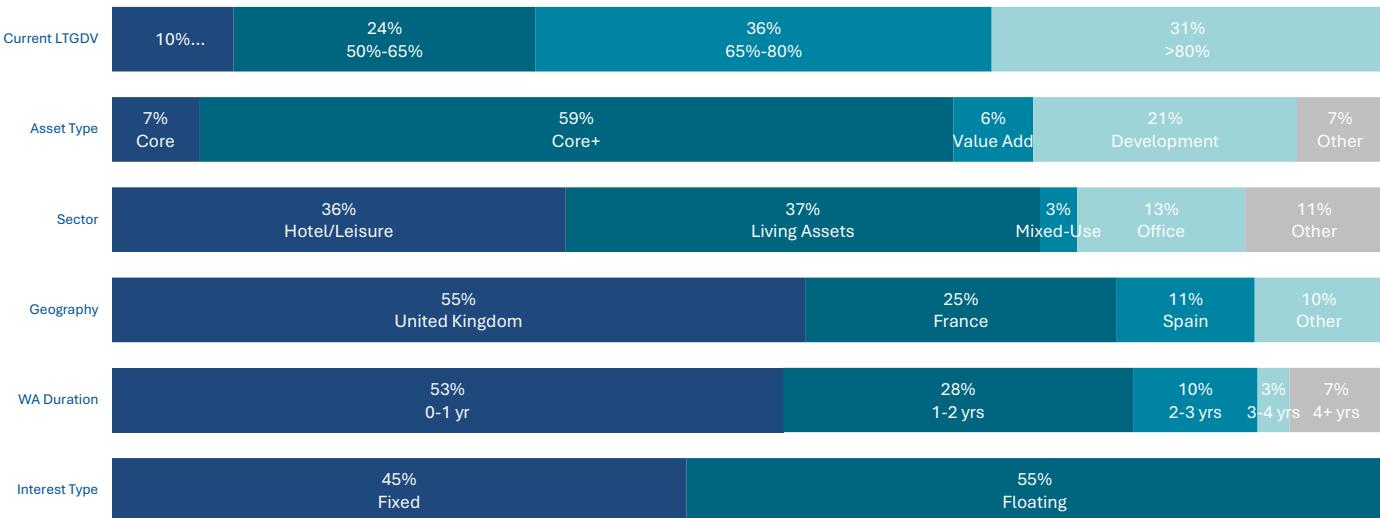
Dividend information

Dividends paid/declared ³	12.0p
Dividend Yield on Share Price	9.7%

Portfolio breakdown

Investment portfolio ⁴	£280.7m
Number of positions	25
WA Yield ⁵	11.4%
WA LTV ⁶	69.7%

Portfolio summary



Top 10 positions (by gross fair value)

Description		Fair Value (Gross)	% of Gross Investments	RECI Commitment	LTV ⁶	Investment Strategy	Sector	Country	Asset Type ⁹
1	Student accommodation development in London	£66.6 m	16%	£58.3 m	79%	Senior Profit Participating Loan	Student Accommodation	United Kingdom	Core+
2	Senior Loan refinance of four 4-star upscale hotels in central London	£65.7 m	16%	£65.6 m	67%	Senior Loan	Hotel	United Kingdom	Core+
3	Co-living development in central London	£34.3 m	8%	£29.0 m	84%	Senior Profit Participating Loan	Co-Living	United Kingdom	Core+
4	Senior profit participating loan for the refinancing of a portfolio of hotels and spas in the UK	£30.7 m	8%	£35.7 m	84%	Senior Profit Participating Loan	Hotel	United Kingdom	Core+
5	Senior loan to fund the acquisition of a newly built Hotel located in Costa del Sol, Spain	£26.4 m	7%	£25.9 m	61%	Senior Loan	Hotel	Spain	Core+
6	Senior loan to refinance two logistics assets in Italy	£22.7 m	6%	£22.6 m	70%	Senior Loan	Logistics	Italy	Core+
7	Refurbishment and extension of a freehold office building in Saint Ouen, Paris	£21.7 m	5%	£30.4 m	100%	Senior Loan	Office	France	Value Add
8	Senior development loan for the construction of luxury villas in Ibiza, Spain	£17.5 m	4%	£22.4 m	33%	Senior Loan	Residential	Spain	Development
9	Income producing residential developer in France	£17.0 m	4%	£20.6 m	31%	Senior Loan	Housebuilder	France	Development
10	Residential, affordable housing and mixed-use scheme over five blocks within Greater London	£16.8 m	4%	£32.7 m	58%	Senior Loan	Residential	United Kingdom	Development

Bilateral loan and bond portfolio summary

Number of assets	20
Total committed capital ¹⁰	£464.3m
Total capital deployed ¹⁰	£412.7m
Leverage deployed ¹¹	£121.5m
Drawn fair value (gross)	£396.4m
Drawn fair value (net)	£278.0m
Weighted average unlevered yield ¹²	9.8%
Weighted average levered yield ¹³	11.3%
Weighted average current LTGDV ⁶	70.7%
Weighted average life (years)	1.5

Market bond portfolio summary

Number of assets	5
Gross fair value	£9.4m
Net fair value	£2.7m
Leverage deployed ¹¹	£6.6m
Weighted average unlevered yield ¹²	8.4%
Weighted average levered yield ¹³	17.9%
Weighted average current LTGDV ⁶	44.5%
Weighted average life (years)	1.3

Financing summary

Balance sheet leverage ^{14,15}	Contingent Liabilities ¹⁵	Cash ¹⁶	Net Effective Leverage	Asset Level Structured Funding
£ Amount	£118.2m	£3.3m	£30.7m	£90.8m
% of NAV	37.9%	1.1%	9.8%	2.2%
W/A cost of finance	5.8%			7.4%

Footnotes

1. Unaudited estimated figures produced by Cheyne Capital. Final audited values may be materially different from the numbers shown. The NAV of the Company's investments are a function of the following: Mark to market on its listed, public market bond portfolio; and the Manager's valuation of its bilateral loan book on a fair value basis, rather than amortised cost(senior and mezzanine loans), which recognise potential future impairments in accordance with IFRS 9. IFRS 9 uses an expected credit loss impairment model. Since 1 March 2020, the Manager has reflected its assessment of the long term negative impact of COVID 19 on real estate markets and to the long term potential recovery of its loan assets. These fair value adjustments applied to the bilateral loan book since 1 March 2020 are not realised losses.
2. GAV is inclusive of Cash Equivalents.
3. Based on dividends paid/declared in the twelve month period to this fact sheet date. Dividend yield based on last reported dividend and share price at fact sheet date.
4. Investment Portfolio is based on the drawn Fair Value of bonds and loans, net of all leverage.
5. The weighted average effective yield is based on Cheyne Capital's pricing assumptions and actual returns may differ materially from those expressed or implied herein. This is levered yield weighted against the net fair value of the investments.
6. The LTV has been calculated by Cheyne Capital by reference to the total commitment made to an investment (whether drawn or undrawn), divided by the future value ascribed to the collateral by Cheyne Capital. In determining these values, Cheyne Capital has taken into consideration red book valuations that are instructed at least annually, as well as its own outlook on the valuation of the underlying collateral.
7. Total NAV return assumes dividends are reinvested. YTD = Calendar year, 1yr = last 12 months, 3 yr = last 36 months, 5yr = last 60 months. Total NAV Return calculations are based on a rolling model.
8. Sum of available cash, cash held as collateral, cash equivalents (MMF) and currency hedges less accrued dividends and expenses.
9. Asset type definitions:
Core – Assets that benefit from having long term income.
Core+ – Assets that benefit from having strong current income, but do require some measure of asset management to optimise its income profile and term.
Value add/transitional – Assets that require asset management (typically refurbishment) and re-letting to secure a core income profile.
Development – Assets that require, often ground-up, construction and leasing to create a stabilised core income profile, given little or no in-place income currently. Carrying higher risk but offering enhanced return potential once the asset is stabilised and transitions into a Core profile.
10. Gross of all leverage
11. Balance sheet leverage which includes partial recourse on asset level financing.
12. The weighted average effective yield is based on Cheyne Capital's pricing assumptions and actual returns may differ materially from those expressed or implied herein. Bond yields are presented as yield to stated maturity (and considering the current marked price) on the underlying loans in the CMBS.
13. Reflects average levered current yields weighted by the net fair value of each investment. Some loans also enjoy equity upside participation, which is only recognised following evidenced delivery, which can result in significant incremental gains in excess of the accounting yield. The yield is based on Cheyne Capital's pricing assumptions and actual returns may differ materially from those expressed or implied herein. The portfolio includes listed notes, of which some are leveraged
14. Bond portfolio is only partially leveraged. The Company is not utilising its maximum capacity for leverage. See Financing Summary for further details.
15. RECI has a limit on balance sheet leverage of 40% of NAV, as stated in its borrowing policy.
16. Cash in the Financing Summary table is composed of Total Cash plus currency hedging derivatives.

Further information on the Company including the latest share price, prospectus and financial statements may be found at [www.https://realestatecreditinvestments.com](https://realestatecreditinvestments.com) and is available from Cheyne Capital Management at REIR@cheynecapital.com or on +44 (0) 7968 7450

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Among the risks we wish to call to the particular attention of recipients are the following:
(1) RECI's investment programme is speculative in nature and entails substantial risks; (2) the investments of RECI may be subject to sudden and large falls in price or value and there could be a large loss upon realisation of a holder's investment, which could equal the total amount invested; (3) as there is no recognised market for many of the investments of RECI, it may be difficult or impossible for RECI to obtain complete and/or reliable information about the value of such investments or the extent of the risks to which such investments are exposed; (4) the use of a single investment manager could mean a lack of diversification and, consequently, higher risk, and may depend upon the services of key personnel, and if certain or all of them become unavailable, RECI may suffer losses; (5) Cheyne Capital will receive performance-based remuneration; (6) the market price of shares in RECI does not necessarily reflect its underlying net asset value; and (7) the price of shares (and the income from them) can go down as well as up and may be affected by changes in rates of exchange.