

**Kreos Capital IV Growth Debt Fund Announces Final Close:
High Demand from LPs results in Significant Oversubscription and
Increase in Fund Size to EUR 240m (USD 320m) of Commitments**

London 10 September 2013 – Kreos Capital announces EUR 240 million (USD 320 million) of commitments at the June 2013 final close of its most recent pan-European growth debt fund, Kreos Capital IV (“Kreos IV”), from a diverse group of 20 top-tier institutional limited partners.

- Kreos IV has increased its fund size from EUR 200 million to EUR 240 million, as Limited Partners responded to the attractiveness of Kreos’s unique senior growth-lending model and compelling risk-return profile.
- Kreos’s top-tier Limited Partners include a wide range of pension funds, insurance companies, endowments, funds of funds & family offices from Europe and the US.
- With recycling, the final close enables Kreos IV to target up to EUR 600 million of direct lending over the commitment period of the fund, to more than 100 fast-growing companies in Europe and Israel across all stages and a wide range of industries.
- Kreos IV has already committed approximately EUR 150 million (USD 200 million) to nearly 40 high-growth companies since it started investing in Q2 2012 and will have up to EUR 450 million (USD 600 million) available for further investments over the next three to four years.

“Kreos’s growth debt model is an excellent fit for many institutional investors, who have invested from a variety of strategy allocations including private debt and illiquid credit as well as fixed income and growth allocations,” said Marten Vading, general partner of Kreos. “We have a strong track record of generating continuous cash distributions every quarter, with limited downside and low volatility even in challenging economic environments, and we structure potential equity upside in all our transactions.”

Kreos provides direct lending solutions alongside top-tier equity sponsors to companies with revenues up to EUR 150 million. Facilities are structured as operationally flexible, short-term no-covenant loans, with equity and exit upside, and with minimal dilution for management teams and equity sponsors. Kreos’s funds generate a high-yield contractual cash return with significant equity upside potential, and yet with limited downside and volatility for LPs.

“There is strong demand for Kreos’s debt products across all our markets,” said Simon Hirtzel, Kreos general partner and COO. “We are able to finance high-growth equity-sponsored businesses throughout Europe and Israel and across a wide range of industries and stages in a way that our competitors have not been able to replicate historically. Our facilities are used to finance growth capital, working capital, acquisitions, lower mid-market buy-out transactions and roll-up strategies as well as pre-IPO financings.”

Kreos's growing portfolio of high-growth companies includes Wonga, Openet, Heptagon, Celltick, Altair, Glasses Direct, Delivery Hero, Westwing, Crytek, Get Taxi, Agnitio, Achica, Kreditech and Solaredge.

"LPs value the Kreos team, which has been together for more than 15 years providing a very stable fund management platform, with deep and broad experience and a uniquely strong network of relationships across our markets," highlighted Ross Ahlgren, general partner of Kreos. "We work side by side with our management teams and equity sponsors to support the growth and exit of our portfolio companies. We are especially excited about the market opportunity over the next few years and are looking forward to deploying a significant amount of capital in high quality fast growing companies alongside top-tier equity sponsor partners."

Azla Advisors, led by Managing Director David Waxman, served as advisor, with Tom Beaudoin of Goodwin Procter serving as lead counsel to Kreos Capital.

ABOUT KREOS CAPITAL

Kreos is the leading growth debt direct lender for high-growth companies in Europe and Israel. Since 1998, Kreos has committed more than EUR 1 billion of innovative debt financing solutions in over 300 transactions, with an emphasis on the UK, France, Germany, the Nordics and Israel. Having worked together for 15 years the Kreos team has built experience and relationships across multiple cycles. Kreos is dedicated to supporting management teams and equity sponsors in fast-growing companies with revenues up to EUR 150 million. Kreos's flexible loan structures support growth capital and working capital financings across all stages, including acquisition, lower mid-market buy-out transactions and roll-up strategies as well as pre-IPO financings. With the final closing of Kreos IV, which is backed by top-tier institutional investors and has up to EUR 600 million of commitment capacity, the team is able to commit a further EUR 450 million (USD 600 million) to Kreos's target market in the coming three to four years in addition to the EUR 150 million (USD 200 million) already committed.

For more information on Kreos Capital:

Simon Hirtzel, General Partner and COO

simon@kreoscapital.com

+44 20 7518 8890

www.kreoscapital.com