

# Princeton Alternative Income Fund



## PORTFOLIO SNAPSHOT

The Fund generated a net return of 1.35% in September 2015, producing an inception-to-date nominal net return (seven months) of 10.11% and an annualized IRR of 18.15%

## NET RETURNS<sup>1</sup>

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015	--	--	1.50%	1.21%	2.11%	1.36%	1.13%	1.40%	1.35	--	--	--	10.11%
Annualized Simple Interest Return <sup>2</sup>			Annualized Internal Rate of Return <sup>2</sup>			Monthly Return Standard Deviation			Portfolio Leverage				
17.25%			18.15%			0.32%			0%				

<sup>1</sup>Note: Past performance is not necessarily indicative of future results <sup>2</sup>Since Inception

## OVERVIEW OF PAF

Princeton Alternative Income Fund (PAIF), in exclusive corporate partnership with MicroBilt Corporation, seeks to deliver high risk-adjusted returns in the alternative lending market, which historically has had low or negatively correlated returns to other asset classes.

## OVERVIEW OF MICROBILT

The leading credit analysis and risk management company in the alternative consumer market for more than 30 years, with more than 4,000 active lenders and three times more alternative consumer data than the big three consumer credit bureaus combined. MicroBilt is an **NCRA (National Consumer Reporting Agency)**, regulated by the **FTC and the CFPB**.

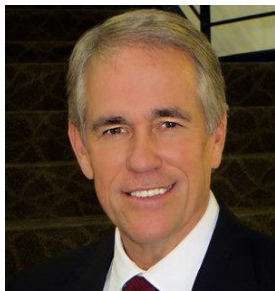
The following numbers are pulled from Microbilt's database of short term lending customers. The inquiries are reflective of the overall volume and the number of loans reported and default rates are based on the contributing clients (95%+) providing performance.

Year	Inquiries	Total Loans Reported	Bad Loans Reported	Default Rate
2007	16,751,779	3,366,469	557,708	16.57%
2008	15,549,704	2,883,200	365,500	12.68%
2009	14,403,544	4,003,279	504,411	12.60%
2010	15,813,321	4,522,598	587,866	13.00%
2011	13,692,801	4,212,187	714,571	16.96%
2012	12,660,833	4,710,319	753,660	16.00%
2013	8,172,734	3,138,634	464,597	14.80%
2014	4,661,903	2,300,904	248,112	10.78%

Princeton, in partnership with MicroBilt, has created an ecosystem to transform the non-prime lending market, making credit more attainable and affordable to under banked non-prime consumers and returns more predictable and rewarding for investors. Princeton sources, funds and monitors, in real-time, the best credits from MicroBilt's database of non-prime consumers and lenders using MicroBilt's:

- Upfront analysis of lender operating guidelines/best practices/credit criteria
- Historical consumer, lender, vertical and geographic database metrics
- Live, real-time daily data feeds directly from the client loan management systems of MicroBilt's 4,000 lender client

# Management Team



## **Bob Farrell - Co-founder and President**

Bob's experience extends over 19 years in the financial services industry with Lehman Brothers, Oppenheimer, and others. Bob was a partner at Cornell Capital Partners prior to selling his interest in 2003. He was credited with helping to pioneer Standby Equity Distribution Agreements. Bob also worked at the Corporate Finance Division of the May Davis Group, Inc where he focused on alternative funding strategies for publicly traded companies. He has a Bachelor of Science in Business Administration from the University of New Hampshire.



## **Bert Szostak - Co-founder and Managing Partner**

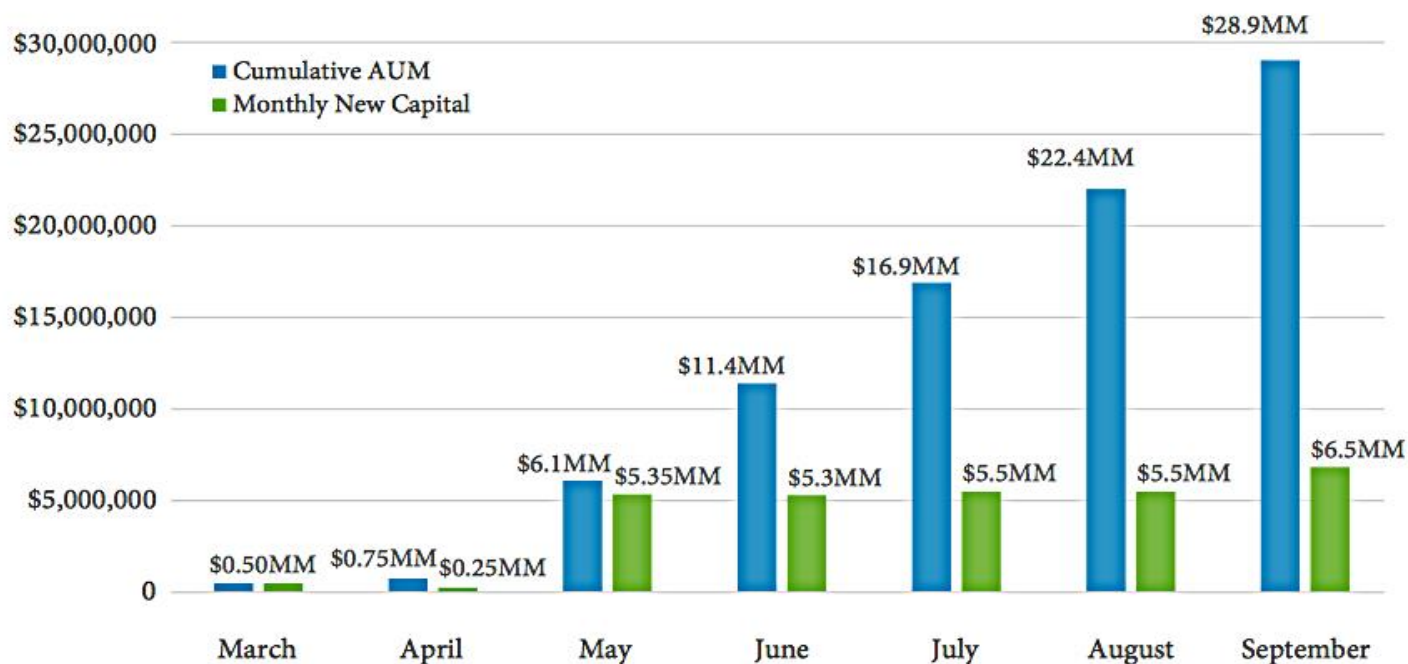
During a 25-year finance career, Bert is credited with managing and marketing alternative investments on a global basis at interdealer brokers GFI Group, Tullet Prebon and ICAP. Bert has extensive experience in foreign currency options, Private Equity secondaries, International ADR's and domestic equities. He is a frequent speaker and panelist across the country on the topic of Alternative Finance. Bert holds a Bachelor of Science degree in Management and Finance from Susquehanna University in Selinsgrove, Pennsylvania.



## **Alonzo Primus - Chief Credit Officer**

Alonzo is a Certified Public Accountant with over 20 years' experience in financial services. Alonzo has worked closely with both privately held and publicly traded financial services providers to deliver products and services to the underbanked and unbanked markets, including clients such as Compucredit Corp., CNG Financial Inc., among others. In addition to his background in developing loan underwriting policy and procedures, he has extensive knowledge of risk analytics as well as reporting and monitoring tools for all phases of non-prime lending. Alonzo has a M.B.A. from Temple University, as well as a B.S. in Accounting and Finance from Drexel University.

## **2015 PAIF Monthly & Cumulative AUM**



Verified by FundAdministration

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