

Introduction

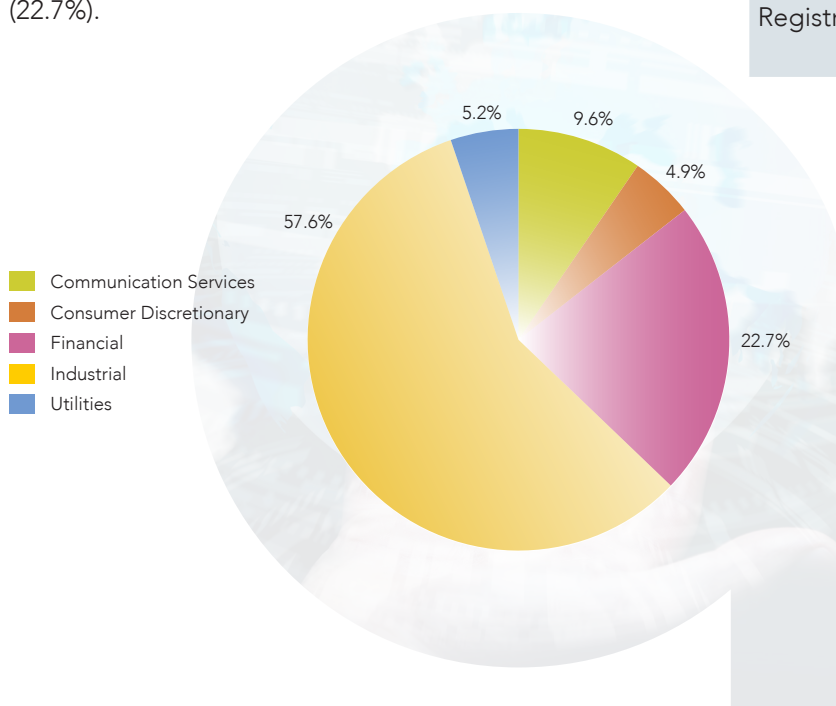
At the end of the second quarter, our exposure remained largely unchanged from where it started the year. We have minimal exposure to interest rates and credit markets and the bulk of our liquid market exposure is in a basket of COVID recovery stocks. We continue to expect a gradual return to normal as vaccination rates pick up globally. The current environment is very unusual in that we come out of a recession with pent-up consumer demand and savings running into a supply-side full of bottlenecks.

The big question is to what extent the current rise in inflation will prove to be temporary. Central bankers globally insist that base effects from last year and the supply side problems will be transitory, and that inflation will subside later this year. While this is certainly a plausible scenario, there is clearly a level of temporary inflation that will create asset-liability mismatches that can last in the medium term.

The inflation conundrum is of fundamental importance to the equity and credit markets through the impact of long-dated interest rates on government bonds. For now, long-dated government bond yields in the G7 remain very well-anchored. If this were to turn, we do not believe that the growth stocks that have been driving equity indices higher will sustain their momentum and could very well be the accelerator for a move lower.

At the end of June, the Book Value Per Share was \$0.34 (equivalent to £0.25) at the end of the period, compared to \$0.40 (£0.29) at the end of last year. The entire move in performance was driven by our equity market exposure. The Company maintained a very healthy cash position of 52.9% of the liquid market portfolio assets.

The chart below shows the breakdown of the equity exposure by sector. The largest exposure at the end of June was to Industrials (57.6%), followed by Financials (22.7%).



KEY FACTS

Company Name	APQ Global Ltd
Ticker	APQ LN
ISIN	GG00BZ6VP173
SEDOL	BZ6VP17
Board of Directors	Bart Turtelboom Wayne Bulpitt Wadhah Al-Adawi Philip Soulsby
Domicile	Guernsey
Official Listing	The International Stock Exchange - TISE London Stock Exchange - AIM
Currency	US Dollar
Market Cap.	Appr. \$14m
Book Value Per Share	£0.25 (\$0.34*)
Dividend	The Company reviews the dividend quarterly. Currently on hold.
Nominated Advisor & Broker	Singer Capital Markets Limited
Principal Banker	Credit Suisse AG Barclays (Guernsey)
Legal Advisors	Stephenson Harwood Mourant Ozannes
Company Secretary	Parish Corp. Services Limited
Auditors	BDO LLP
Registrar	LINK Registrars (Guernsey) Limited

At the end of June 2021, 95.1% of the Company's exposure (excluding cash and FX hedges) was to equities, whilst the rates exposure accounted for a further 4.9%.

Asset Class	Exposure as % Total as of 30 June 2021
Credit	0.0%
Equity	95.1%
FX ¹	0.0%
Rates	4.9%
TOTAL	100.0%

Direct Investment Portfolio

As of June 30, the Company held majority investment stakes in five private businesses, following its acquisition of Delphos FMA in Canada for approximately 1.09% of book value in January. The valuation of the Direct Investment Portfolio was otherwise unchanged over the period.

Following the acquisition of Delphos FMA, the Company continues to expand the Delphos brand worldwide, and has begun to seek close relationships with select partners across emerging and frontier markets.

In June, the Company received a £70k (\$97k) dividend from its investment in New Markets Media & Intelligence (NMMI), representing a high single digit dividend yield.

The Company is currently in active discussions with regard to acquisitions in the corporate services and financial sectors and will update shareholders on these discussions at the appropriate time.

Corporate Overview

APQ Global (Ticker: APQ LN) is a listed investment company based in Guernsey. The Company focuses its investment activities globally (in Asia, Latin America, Eastern Europe, the Middle East, Africa and the Channel Islands particularly).

The Company's business strategy will be implemented through three core activities.

The Company manages a liquid markets portfolio of bonds, equities and currencies with a focus on global emerging markets.

The Company is building a portfolio of strategic stakes in emerging markets focused companies at an equity or debt level. In doing so, it aims to be a constructive stakeholder to the management of those companies within the context of a multi-year investment horizon.

The Company plans to, selectively, acquire management control in companies with the aim of generating sustainable cash distributions and long-term growth for the Company's shareholders.

APQ GLOBAL

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¹ Excluding FX Hedges

IMPORTANT NOTICE:

*The price of shares and the income from them may go down as well as up. Past performance is no indication of future performance. Under no circumstances should this information be considered as an offer, or solicitation, to deal in investments. Unless otherwise noted, all numbers are management estimates for the period 1 January 2021 through 30 June 2021. The term 'book value' herein includes the assets of APQ Global and its subsidiaries net of any liabilities. The figure in this announcement is an estimate and is based on unaudited estimated valuations in accordance with the Company's valuation policy as stated in the Company's AIM Admission Document. The Group has measured its private investments in accordance with IFRS 9 Financial Instruments. In September 2017, APQ Global Ltd issued 4,018 units of £5,000 nominal 3.5 per cent convertible unsecured loan stock 2024 ("CULS") to raise £20.09 million. In January 2018, APQ Global Ltd issued a further 1,982 CULS units at a price of £5,150 per £5,000 nominal to raise £10.21 million. Under IFRS, the CULS is a financial instrument and has been accounted for under IAS 32 Financial Instruments: Presentation and IFRS 9 (as effective for periods beginning on or after 1 January 2018). Therefore, the fair value of the CULS liability component has been calculated, with the difference between this and the fair value of the compound financial instrument as a whole being taken to equity. Additionally, on January 28th, 2020, the Group issued 1,000,000 Warrants and 268,000 Convertible Preference Shares (CPS). Under IFRS, the Warrants and the CPS are also Financial Instruments and have been accounted for per the above guidance. The Fair Value of the Warrants has been calculated using the Black-Scholes Model and taken to equity. This figure also includes the amounts awarded in accordance with the Company's Share-Based compensation scheme as adopted by the board on 19th April 2017 and accounted for in accordance with IFRS 2. Shares awarded under the scheme vest quarterly across 5 years. As of 30 June 2021, the total shares issued under the scheme amounted to 345,515.

Estimated results, performance or achievements may differ materially from any actual results, performance or achievements. No person has authority to give any representations or warranties (express or implied) as to, or in relation to, the accuracy, reliability or completeness of the information in this release, and all liability therefor is expressly disclaimed. Accordingly, none of the Company, the Corporate Services Provider or any of its/their respective members, directors, officers, agents, employees or advisers take any responsibility for, or will accept any liability whether direct or indirect, express or implied, contractual, tortious, statutory or otherwise, in respect of, the accuracy or completeness of the information or for any loss, howsoever arising, from the use of this release. Except as required by applicable law, the Company expressly disclaims any obligations to update or revise the above estimates to reflect any change in expectations, new information, subsequent events or otherwise.