

Claire Griffiths
Deputy Clerk
Public Accounts Committee
Chamber and Committee Service
National Assembly for Wales
Cardiff
CF99 1NA

17th June 2016

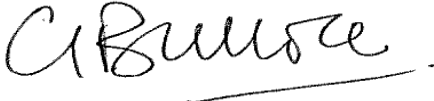
Dear Ms Griffiths

On 8th March 2016 at the PAC meeting attended by myself and James Price, I agreed to provide further information regarding arrangement fees payable to the fund manager, Arthurian Life Sciences Ltd (ALS), from investee companies.

I apologise for taking a few weeks to obtain this information which has had to come from ALS since Finance Wales does not participate in such fund raises. The enclosed table shows the fees in relation to each investee company which were paid to ALS. ALS led the fund raise, which includes originating and structuring the transaction, on all of these deals with the exception of Medaphor Group plc, the second ReNeuron Group plc deal and CeQur.

I think it is important to bear in mind that any such fees are paid at the sole discretion of the investee company following a commercial negotiation. It is clearly for each company's board to judge the value they are getting for those fees.

Yours sincerely.



Gareth Bullock
Chairman

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Arrangement Fees paid to Arthurian Life Sciences Ltd - breakdown by deal

Investee Company	Total Funding Raised £m	WLSIF Investment £m	Fee paid by Company* (GBP) £m	% of WLSIF Investment	% of Total Funding Raised
Simbec	0.75	0.75	0.06	8.0%	8.0%
ReNeuron Group plc	25.35	5.00	0.50	10.0%	2.0%
Verona plc	14.00	4.62	0.15	3.2%	1.1%
Simbec/Orion plc	12.00	8.00	0.23	2.9%	1.9%
Medaphor Group plc	4.70	0.60	0.08	12.5%	1.6%
Interrad Inc	4.90	2.95	0.09	3.2%	1.9%
Sphere Medical plc	13.18	4.00	0.23	5.8%	1.8%
Proton Partners Int Ltd	50.00	10.00	0.30	3.0%	0.6%
ReNeuron Group plc	68.40	5.00	0.15	3.0%	0.2%
Cequur	65.40	3.36	0.10	3.0%	0.2%
Apitope	9.20	3.90	0.18	4.6%	2.0%
Total	267.88	48.18	2.07	4.3%	0.8%

*Fees only relate to those paid to ALS ltd and exclude payments to third parties such as brokers and associated costs