

PSG EUROPE PRESENTATION TO THE
PENNSYLVANIA STATE EMPLOYEES'
RETIREMENT SYSTEM

DECEMBER 2020

PSG

Disclaimer

In these materials, unless otherwise provided herein, (i) all investment performance data is calculated as of September 30, 2020 and is unaudited and subject to change, (ii) all IRRs and other performance figures related to specific portfolio companies are gross and calculated before fund expenses, management fees and carried interest, if any, and net performance would have been lower, (iii) all publicly traded investments are valued at the applicable closing price as of September 30, 2020 and (iv) all other unrealized investments are unaudited and valued at fair value as determined in good faith by the applicable general partner as of September 30, 2020 in accordance with Financial Accounting Standard Codification 820 and PSG's valuation process and procedures. There can be no assurance that unrealized investments will ultimately be realized for their September 30, 2020 values.

PAST PERFORMANCE SHOULD NOT BE RELIED UPON AS AN INDICATION OF FUTURE RESULTS. INVESTMENT IN A FUND INVOLVES SIGNIFICANT RISKS, INCLUDING LOSS OF THE ENTIRE INVESTMENT. Not all portfolio companies had performance that equaled the performance of the companies shown in this presentation. It should not be assumed that recommendations made in the future will be profitable or will equal the performance of the investments shown herein. Market and economic conditions in the future may vary.

Certain information contained herein has been obtained from published and non-published sources, including the management of the portfolio companies. It has not been independently verified by PSG, which does not assume responsibility for the accuracy of such information. Except where otherwise indicated herein, the information provided herein is based on matters as they exist as of the date of preparation and not as of any future date, and will not be updated or otherwise revised to reflect information that subsequently becomes available, or circumstances existing or changes occurring after the date hereof.

The global outbreak of the novel coronavirus ("COVID-19"), together with resulting restrictions on travel, limitations on the transportation, production and sale of goods and services, prohibitions on large events, efforts to engage in "social distancing", and shelter in place practices, has continued to meaningfully disrupt the global economy and certain of PSG's portfolio companies and, given the unprecedented nature of COVID-19, has introduced greater uncertainty regarding future market conditions and portfolio company results. Even as restrictions have been lifted in certain jurisdictions, they have been reimposed in others due to a recent third wave of the virus, and this pattern is expected to continue for the foreseeable future and in particular throughout the winter months in the northern hemisphere. Although the long-term economic fallout of COVID-19 is difficult to predict, it has contributed to, and is likely to continue to contribute to, market volatility and is likely to continue to adversely impact investments. Future market conditions are unpredictable, and may vary significantly from current and past conditions. If the economic fallout from COVID-19 continues to be serious and prolonged and/or reoccurring throughout 2021 and beyond, the adverse impacts on a fund's investments may be material and permanent.

Please see the disclaimer at the end of this presentation for important additional information.

PSG Franchise

- One of the largest software teams in private equity globally – 87 employees
- ~\$4bn deployed across 50+ platforms & 270+ add-ons
- 3x Gross MoM & 72% Gross IRR on all realized/partially realized investments across PSG platform (21) ⁽¹⁾
- PSG I and PSG II are both 1st quartile funds ⁽²⁾

Note: Data for first three bullet points as of September 30th, 2020.

(1) The foregoing information is presented on an aggregate basis across PSG I, II, III and IV, and therefore does not reflect the investments of any fund. PSG I has a net IRR of 37% and a net MoM of 2.5x. PSG II has a net IRR of 44% and a net MoM of 2.2x. PSG III has a net IRR of 21% and a net MoM of 1.4x. PSG IV has a net IRR of 63% and a net MoM of 1.2x. The Gross IRR excludes PSG Europe because it has not realized any investments and is still fundraising. The Gross IRR excludes all PSG portfolio companies without an exit event. Net performance is as of September 30, 2020 and is based on a hypothetical realization of fund assets at the valuation date and excludes the deduction of any taxes and transaction related expenses that are expected to be borne in connection with any realization.

(2) Based on Net IRRs. Please see the last page of this presentation for important information regarding the calculation of IRRs. Cambridge Associates Growth Equity benchmark data as of 3/31/20.

Hamilton Lane, by way of the Bison/Cobalt GP database, ranked PSG I's net IRR in the first quartile of 2014-2015 vintages in North America Growth Equity as of 3/31/2020. Hamilton Lane, by way of the Bison/Cobalt GP database ranked PSG II's net IRR in the first quartile of the 2016 vintage in North America Growth Equity both as of 3/31/2020. These ratings may not be representative of any one investor's experience because the rating reflects an average of all, or a sample of all, of the experiences of PSG's investors.

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Investment Strategy

Competitive Positioning



Key Investment Thesis

SaaS Software Focus

<€50m Initial Equity

Target High Growth Companies

Sectors with Roll-up Opportunities

Majority / Control Positions

Note: Based on PSG's opinion. There can be no guarantee that any of these targets will be achieved.
Source: Pitchbook October 2019. # of Companies includes add-ons.

PSG USA & Europe Team

1

Team Members: 87
65 USA | 22 Europe

2

% Gender Diversity: 20%

3

% Minority Diversity: 26%

4

Female & Minority Hires: 11 in Dec-17 to 38 Today

5

3 Offices: Boston | London | Kansas City

Note: Gender diversity stat represents both US and European teams, minority diversity stat based on US team only. As of September 30th, 2020.

PSG's Role within ESG Investing

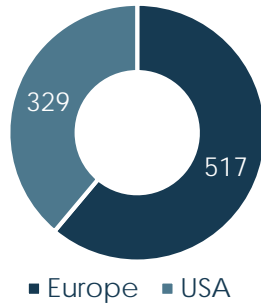
PSG is committed to the incorporation of ESG values in our investment decisions and internal policies

PSG's Focus on ESG Initiatives that are Compatible with our Investment Strategy

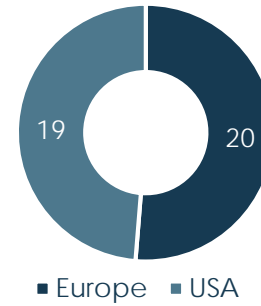
- **Environmental:** paperless offices, clean energy, environmentally friendly transport
- **Social:** health & wellness, diversity & inclusion, social justice, philanthropy
- **Governance:** policies & procedures, cybersecurity, reporting, corporate citizenship

European Market Opportunity in Context

Population (M)

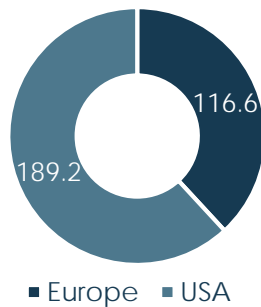


GDP (\$T)

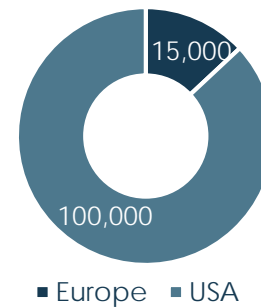


Europe is larger than the U.S. by population and GDP...

Size of Software Market (\$B)



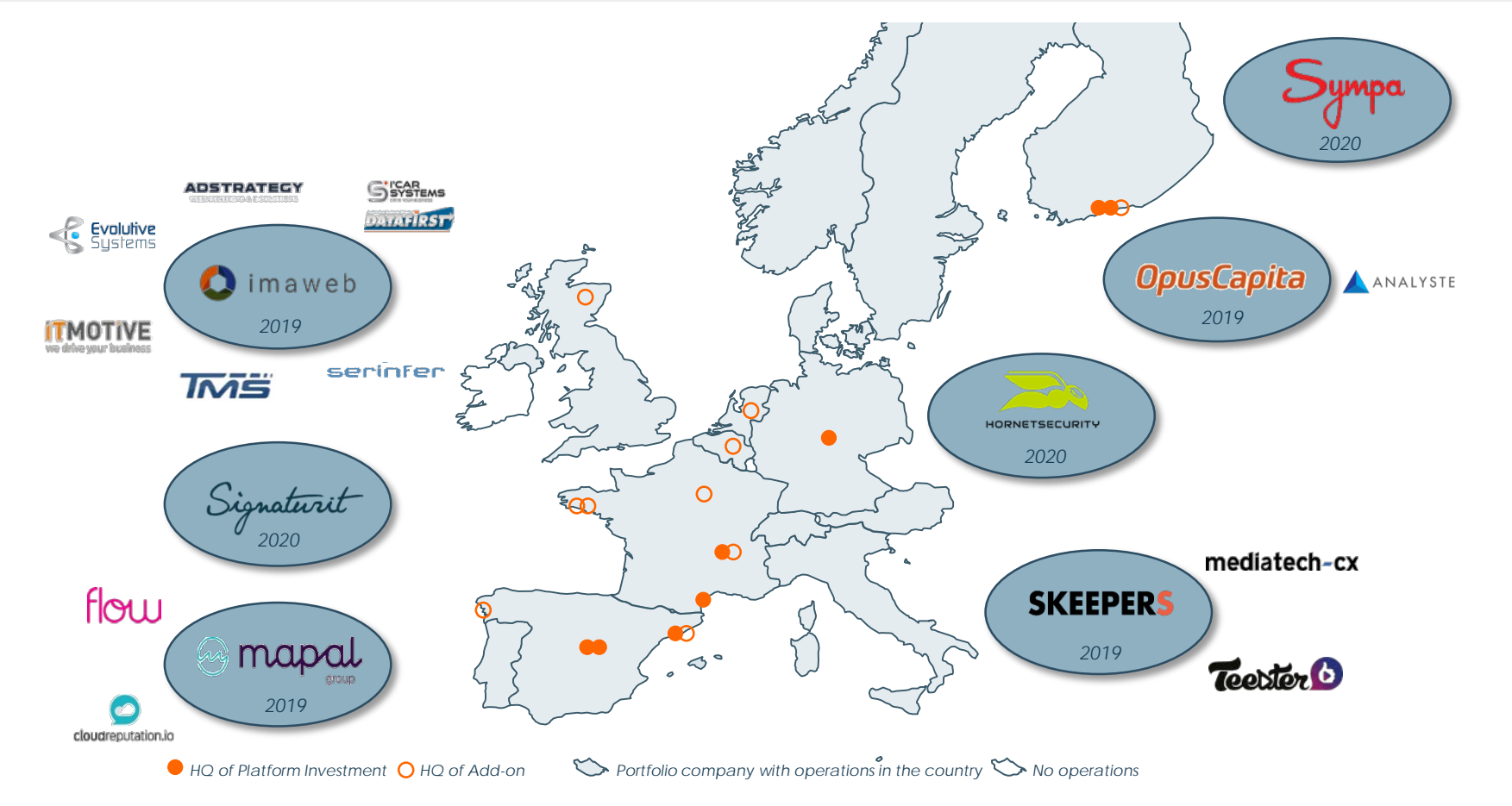
of Software Companies



Yet the software market is 60% the size of the U.S. and the number of software businesses is ~15%, and growing fast

PSG Europe - Diversified Portfolio

7 platforms and 11 add-ons with operations across 14 European countries



Note: As of November 2020. Imaweb has two HQ offices: Madrid and Lyon. Signaturit transaction signed in October 2020 is expected to close in Q4 2020.

Key Investment Highlights

While competitors address pieces of the value proposition, PSG combines a variety of key strategic elements into a differentiated “package” to back entrepreneurs

- Focus on lower mid-market (<€50m equity ticket), majority investments
- USA and Pan-European scale-up / roll-up
- Sourcing and Operations teams are key differentiators
- Shared USA and Europe infrastructure and software experience
- Team’s diversity and cultural fit with founders and entrepreneurs
- Strong, continued commitment to ESG and Social Justice

Disclaimer (Page 1 of 2)

Please see slide 1 of this presentation for important additional information.

The information contained herein (i) is not, and may not be relied on in any manner as, legal, tax or investment advice or as an offer to sell or a solicitation of an offer to buy an interest in an investment vehicle (a "Fund") sponsored by Providence Strategic Growth Capital Partners L.L.C. ("PSG") or any other security, which may only be made pursuant to the delivery of the related organizational and offering documents for a Fund (the "Organizational Documents") and (ii) is qualified in its entirety by the applicable Organizational Documents. No person has been authorized to make any statement concerning a Fund other than as set forth in the applicable Organizational Documents and any such statements, if made, may not be relied upon. Furthermore, in certain respects, the information contained herein is incomplete without being supplemented by the accompanying oral presentation and discussion.

Certain information contained herein (including financial information) has been obtained from published and non-published sources, including the management of the applicable portfolio companies, and has not been independently verified by PSG, which does not assume responsibility for the accuracy of such information. Except where otherwise indicated herein, the information provided herein is based on matters as they exist as of the date of preparation and not as of any future date, and will not be updated or otherwise revised to reflect information that subsequently becomes available, or circumstances existing or changes occurring after the date hereof.

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Financial information at the portfolio company level generally has been provided by the portfolio companies as of September 30, 2020 or latest available, and has not been independently verified by PSG.

Internal rate of return ("IRR") is a measure of the discounted cash flows (inflows and outflows) related to an investment. Specifically, IRR is the discount rate at which the net present value of all cash flows and any remaining investment value is equal to zero. In other words, IRR is the discount rate at which (i) the present value of all capital invested in an investment (including expenses specifically allocable to the investment) is equal to (ii) the present value of all returns from the investment (whether or not realized). The IRRs shown were calculated on the basis of the actual timing of deployed capital into portfolio companies and, in the case of unrealized investments, the value of such investments as of September 30, 2020, as determined by PSG; expenses are assumed to occur at the midpoint of each quarter. All IRR calculations are unaudited and are annualized.

Gross IRRs and multiples are calculated on the basis of the actual timing of investment inflows (based on the date proceeds are received by the applicable fund from the applicable portfolio investment) and outflows (based on the date cash is invested by the applicable fund in the applicable portfolio investment), and the return is annualized for investments held over 1 year. For publicly traded investments and unrealized investments, Gross IRRs and multiples are calculated as of September 30, 2020. Gross IRRs and multiples are calculated before fund expenses, fund borrowings, carried interest and management fees. PSG's multiples are based on committed capital due to recycled capital. If based on invested capital, PSG's gross multiple is 2.2x.

Net IRRs and multiples are calculated on the basis of the actual timing of investment inflows (based on the date proceeds are received by the applicable fund from the applicable portfolio investment) and outflows (based on the date cash is invested by the applicable fund in the applicable portfolio investment), and the return is annualized if the portfolio is over 1 year old. Fund borrowings and repayment of borrowings are incorporated into the Net IRR calculation. Cash flows are determined on a blended basis across all parallel funds and alternative investment vehicles of the applicable fund. Cash flows are not determined based upon actual cash flows to and from limited partners, and as a result the actual performance of the investment by a limited partner would be lower. For publicly traded investments and unrealized investments, Net IRRs and multiples are calculated as of September 30, 2020 and fund performance (including calculation of carried interest, if any) is determined on the basis of a hypothetical liquidation of the fund based on reported values as of such date. Net IRRs and multiples take into account carried interest, management fees, fund borrowings and fund expenses borne by limited partners, but exclude taxes borne by limited partners and certain taxes paid by the applicable fund on behalf of the limited partners (e.g. taxes on the sale of "blocker corporations"). In certain circumstances, PSG has warehoused investments or pre-paid operating costs for a fund and was later reimbursed by the applicable fund. The IRR has been calculated based on the date the applicable fund reimbursed PSG. Net IRR does not include non-fee paying accounts. PSG's multiples are based on committed capital due to recycled capital. If based on invested capital, PSG's net multiple is 1.8x.

Disclaimer (Page 2 of 2)

A Fund may borrow funds in advance or in lieu of capital contributions by partners or a portfolio company may borrow directly through such Fund facility. Such use of borrowed funds will impact the calculation of a Fund's net performance and may make such Fund's Net IRR calculations higher than such metrics otherwise would be without fund-level borrowing, as these calculations generally depend on the amount and timing of capital contributions as well as the level of the organizational structure at which such borrowed funds are borrowed or deployed.

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Certain assumptions have been made in calculating the return information and preparing the other information set forth in this document. While made in good faith, there can be no assurance that such assumptions will prove correct or will be applicable to a Fund's actual investments.

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