

Crescent Growth II, L.P. and Affiliated Partnerships



December 31st, 2024
Quarterly Financial Report


Fund Summary (\$ Millions)	
Total Original Commitments	11,505
Distributions Subject to Recall¹	1,644
Total Commitments	13,149
Total Drawdowns	(11,687)
Unfunded Commitments	1,462
Outstanding Credit Facility Borrowings	(81)
Unfunded Commitments Less Outstanding Credit Facility Borrowings	1,381
Total Number of Investments Since Inception	20
Number of Active Portfolio Companies	18
Total Distributions	3,839
% of Total Drawdowns	33%
% of Total Original Commitments	33%

1. Represents proceeds eligible for recycling under the LPA.

Investor-Level Performance			
	Levered Gross	Levered Net	Unlevered Net
DPI (Distributions to paid-in-capital)	0.4x	0.3x	0.3x
RVPI (Residual value to paid-in-capital)	1.4x	1.2x	1.2x
TVPI (Total value to paid-in-capital)	1.8x	1.5x	1.5x
Recycle Adjusted TVPI	1.9x	1.6x	1.6x
IRR	29%	19%	16%

Portfolio Performance (\$ Millions)	
Capital Invested	10,738
Realized Value	4,034
Unrealized Value	15,352
Total Value	19,386
Unlevered Gross M-o-M	1.8x
Unlevered Gross Recycle Adjusted M-o-M	1.9x
Unlevered Gross IRR	24%

Credit Facility Year-to-Date Activity (\$ Millions)		
Usage Breakdown	Amount	Disclosure
Balance at January 1, 2024	155	Crescent Growth II entered into a revolving credit facility in May 2020. The facility is available for direct borrowings and letters of credit based on a percentage of unused capital commitments of the Partnerships. The balance represents the Secured Revolving Credit Facility as disclosed on the attached Combined Statements of Assets, Liabilities and Partners' Capital.
Drawdowns		
Investments	25	
Fees & Expenses	92	
Total Drawdowns	117	
Repayments	(191)	
Balance at December 31, 2024	81	

Realization Quarter-to-Date Activity (\$ Millions)			
Portfolio Company	Date	Amount	Description
	Aug-24	6	Proceeds received from dividend income from Alternative Technology.

Valuation Summary & Year-to-Date Activity (\$ Millions)

The following table summarizes the valuation of the Partnerships' investments, including year-to-date changes in value. Please refer to the investment summaries included in Tab II for an update of each portfolio company and details supporting each quarterly valuation.

		12/31/2023	12/31/2024	YTD 2024		
Company Name	Vintage Year	Unrealized Value	Unrealized Value	Capital Invested	Realized Value	Value Change
Publicly Traded Alibaba Group Holding Limited (BABA)	2019	827	678	-	(52)	(97)
Publicly Traded Total		827	678	-	(52)	(97)
MedVantage	2022	813	810	-	-	(2)
Alternative Technology	2021	1,860	1,420	-	(490)	50
PayBuddy	2020	520	650	480	0	120
Total		3,193	2,880	480	(490)	168
Portfolio Total		4,020	3,558	480	(542)	71

Portfolio Track Record Since Inception (As of December 31, 2024)

(\$ Millions)

						Unlevered				Levered			
						Gross		Net		Gross		Net	
Company Name	Vintage Year	Capital Invested	Realized Value	Unrealized Value	Total Value	M-o-M	IRR	M-o-M	IRR	M-o-M	IRR	M-o-M	IRR
Publicly Traded Alibaba Group Holding Limited (BABA)	2019	381	150	678	828	2.2x	22%	2.4x	15%	2.1x	28%	1.8%	18%
		381	150	678	828	2.2x	22%	2.4x	15%	2.1x	28%	1.8%	18%
Publicly Traded Total													
MedVantage	2022	498	-	786	786	1.6x	16%	1.3x	19%	1.6x	32%	1.3x	22%
Alternative Technology	2021	962	2,599	1,482	4,081	4.2x	488%	3.6x	450%	4.1x	500%	3.5x	460%
PayBuddy	2020	333	-	389	389	1.1x	2%	0.9x	(4%)	1.1x	7%	0.9x	(1%)
Total		1793	2599	2657	5256	1.8x	22%	1.5x	15%	1.7x	26%	1.5x	18%
Portfolio Total		2174	2749	3335	6084	1.8x	25%	1.5x	17%	1.8x	28%	1.5x	18%



Recent Results and Initiatives

Financial Summary: Alternative Technology delivered \$56 million billings and \$28 million pro forma Cash EBITDA – CX/CSW (38% margin) in the September 2024 quarter. While FY24 finished behind budget, Q4 performance was largely in line with forecast, driven by increased pipeline generation and improved execution on renewals. We are glad to have a new management team fully in place and are seeing them pushing the right operational rigor with encouraging early signs, though the impact on financial results will take a few quarters to play out.

Future Plan: Management continues to evaluate opportunities to make prudent and targeted investments to support a return to top-line growth.

Financial Summary

(USD Millions)	LTM	FY23	FY24	QTR
FYE: December 31	@ Entry	12/31/2023	12/31/2024	9/30/2024
Revenue	126.7	161.2	312.7	114.5
YoY% Growth	NA	6.7%	11.9%	10.2%
EBITDA	(137.9)	(109.1)	(126.8)	(38.4)
YoY% Growth	NM	NM	NM	NM
EBITDA Margin	(108.8%)	(67.7%)	(40.5%)	(33.5%)
Cash	159.95	163.0	215.1	75.1
Net Debt	(160.0)	(163)	(215.1)	(75.1)
CapEx	-	(45.8)	(40.9)	(2.3)
Net Debt/EBITDA	NA	NA	NA	NA

Investment Performance

(\$ Millions)	Crescent II
Equity Invested	648.8
Realized Value	-
Unrealized Value	448.8
Total Value	448.8
Gross M-o-M	0.8x
Gross IRR	(10%)

Valuation Summary

LTM EBITDA	114
x Multiple	12.8x
Enterprise Value	1,459.2
- Net Debt	800
- Preferred Equity	100
Equity Value	559.2
x Common Ownership %	45%
Crescent Common Value	251.6
Crescent Preferred Value	50.1
Crescent Unrealized Value	301.7

Investment Profile

Date Acquired:	December 2021
Enterprise Value @ Close:	\$1,000M
Entry Multiple:	20x
Net Debt/EBITDA @ Close	7x

Original Investment Thesis

- Large and secularly-growing market
- Strong positioning and financial model
- Expected growth and penetration driven by long-term sustainable tailwinds in the industry
- Leading pure-play no code vendor by market share

Company Data

Industry:	Software and Services
CEO:	Marina Abjay
Crescent Board Seats:	3
Total Board Seats:	8
Website:	www.alttech.com

Ownership & Security Type

- Crescent Growth II (40%)
- Preferred Share

Crescent Growth II, L.P.
and its Alternative Vehicles

Combined Statement of Assets, Liabilities and Net Assets and Partners' Capital

(Dollars in Thousands)

	12/31/2024	12/31/2023
ASSETS		
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Investments, at fair value (cost of \$3,167,087 and \$3,167,087 respectively)	5,041,484	3,941,484
Cash and cash equivalents	2,997	13,879
Cash and cash equivalents Held in Segregated Reserve	13,726	10,254
Restricted Cash and Cash Equivalents	-	1,264
Receivable from Affiliates	4,600	21,300
Other assets	2,645	3,610
	5,065,452	3,991,791
 LIABILITIES AND PARTNERS' CAPITAL		
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Liabilities		
Secured Revolving Credit Facility	53,438	95,700
Due to Counterparty	36,687	26,687
Payable to Affiliates	20,000	64,493
Accrued Expenses	4,200	8,080
Other Liabilities	90	45
	114,415	195,005
 Partners' Capital		
General Partners	99,021	75,936
Limited Partners	4,852,016	3,720,850
	4,951,037	3,796,786

Crescent Growth II, L.P.
and its Alternative Vehicles
Combined Statement of Investments

(Dollars in Thousands, Except Share Data)

Portfolio Investments	Fair Value Hierarchy	Type of Investment	Description	Cost	Fair Value
North America					
MedVantage Software & Services	Level III	Equity	ABC Holdings – Common Shares – 43,212,350	497,987	785,987
Alternative Technology Software & Services	Level III	Equity	HPQ Investment Holdings – Class A Units – 2,435,637	962,243	1,482,123
PayBuddy Financial Service	Level III	Equity	XYZ, L.P. – Preferred Stock Series B – 42,850,482	333,333	388,888
Total – North America					
Asia					
Alibaba Group Holding Limited	Level II	Equity	CN Vehicle – Ordinary Shares – 20,000,000	381,245	678,234
Total – Asia				1,676,821	2,549,245
			Total Investments	2,174,808	3,335,232