Social Finance Impact First Fund

Quarterly Report for the Period Ending June 30, 2026

The Impact First Fund channels flexible, risk-tolerant capital to a broad range of business models that advance economic opportunity, prioritizing impact as our primary objective.

With seven investments across issue area, investment strategy, and geography, the Impact First Fund supports business models that contribute to community resilience, increase earning potential, and bolster long-term financial stability for individuals and families.

Thank you for your interest in and support for the Impact First Fund. We invite you to explore this quarter's highlights and to learn more about our work.

Tracy Palandjian
CEO & Co-Founder

Kirstin Hill
President & COO

Stephen Vicinelli
Managing Director, Impact Investments

SOCIAL FINANCE - QUARTERLY HIGHLIGHTS

- The Impact First Fund increased its commitment in Afterglow Climate Justice Fund to $5M, a re-up that helped unlock additional follow-on capital and contributed to the fund's May 2026 close at $72M.
- The Social Finance Institute launched the IFI Tool in partnership with the Rustandy Center for Social Sector Innovation at the University of Chicago Booth School of Business. The Tool helps investors explore how impact-first investments affect financial returns and social impact over time. Explore the tool here.[1]
- Social Finance hosted an event at its Boston office in June to showcase investee Care Access Real Estate (CARE), focusing on the child care affordability and supply crisis and CARE's model for expanding child care real estate.
- The Impact First Fund published its FY 2025 Annual Report, which covers Fund activity from January 1, 2025 to December 31, 2025. Access the report here.
- The Impact First Fund is conducting diligence on Blackstar Stability Distressed Debt Fund II, a successor to Fund I that broadens the original homeownership mission to additional forms of predatory lending, with a first close targeted for the end of the third quarter of 2026.
- The Impact First Fund team is actively conducting due diligence on three additional new investments in FY 2026 and continuing to build a pipeline of more than 200 impact-first investment opportunities.

1. The IFI Tool is an educational resource; it is illustrative only, and does not reflect the actual or projected performance of the Impact First Fund or any SF Advisers-managed account.

SOCIAL FINANCE IMPACT FIRST FUND THEMES AND OBJECTIVES

Community Resilience
Address barriers that limit people's ability to learn, earn, and prosper

Wealth Building
Enable individuals and families to build assets and long-term financial security

Income Generation
Advance economic opportunity and improve income trajectories

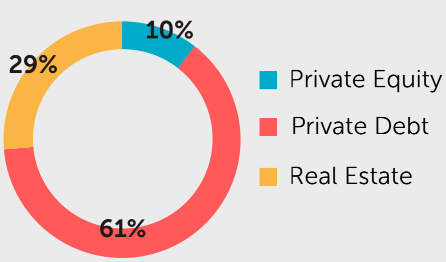
Advancing the Field
Contribute actively to the growing field of impact-first investing

$33.3M
CAPITAL RAISED (as of 6/30/26)

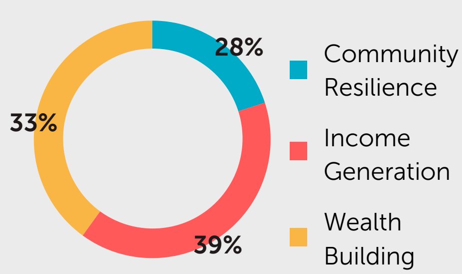
$24.5M
CAPITAL ALLOCATED (as of 6/30/26)

INVESTMENT	AMOUNT	PRIMARY INVESTMENT THEME	FOCUS	INVESTMENT STRATEGY
Blackstar Stability Distressed Debt Fund	$5.0M	Wealth Building	Housing Access & Affordability	Real Estate
Afterglow Climate Justice Fund	$5.0M	Community Resilience	Climate Resilience & Clean Energy	Private Debt
RuralWorks	$2.5M	Income Generation	Rural Economic Mobility	Private Equity
Care Access Real Estate (CARE)	$2.0M	Community Resilience	Childcare Access	Real Estate
Grameen America	$4.0M	Income Generation	Small Businesses	Private Debt
MAD Capital II	$3.0M	Income Generation	Regenerative Agriculture	Private Debt
Apis & Heritage II	$3.0M	Wealth Building	Employee Ownership	Private Debt

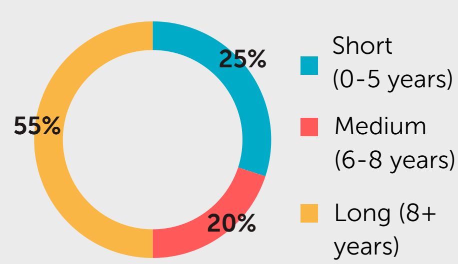
Investment Strategy



Primary Investment Theme



Investment Term



PORTFOLIO IMPACT MEASUREMENTS

PRIMARY IMPACT THEME: COMMUNITY RESILIENCE

AFTERGLOW CLIMATE JUSTICE FUND

OVERVIEW

Private debt fund supporting clean energy, energy efficiency, and climate resilience for underserved communities

IMPACT MEASUREMENTS

› Carbon emissions reduced
› Increase in clean energy produced
› Total number of clean energy jobs created

missiondriven finance
Care Access Real Estate (CARE)

OVERVIEW

Bridge loan to strengthen the $60B US child care sector by increasing the supply of facilities in low-income communities, expanding businesses and supporting wealth creation for child care providers

IMPACT MEASUREMENTS

› Total number of occupied residential properties
› New quality child care seats created
› Increased income of child care providers
› Increased asset ownership of child care providers

PRIMARY IMPACT THEME: INCOME GENERATION

GRAMEEN AMERICA

OVERVIEW

Community Development Financial Institution (CDFI) providing microloans, financial literacy training, and credit-building support to small business owners in underserved communities

IMPACT MEASUREMENTS

› Borrowers served
› Increase in annual income of borrowers
› Number of new jobs created or maintained
› Change in credit scores for borrowers

MAD! CAPITAL

OVERVIEW

Debt fund supporting farmers' transition to regenerative, sustainable practices, addressing a $69.7B retail market with domestic acreage in decline

IMPACT MEASUREMENTS

› Land acres converted to organic and/or regenerative
› Number of farmers served
› Median gross farmer/borrower income

RURALWORKS

OVERVIEW

Growth equity fund focusing on the sustainability, wealth, and opportunity gaps in rural communities (only 1.5% of venture capital goes to rural businesses)

IMPACT MEASUREMENTS

› Number of quality rural jobs created
› Reduction in pollution and carbon emissions

PRIMARY IMPACT THEME: WEALTH BUILDING

A&H
Apis & Heritage Capital Partners

OVERVIEW

Private impact investing platform financing employee-led buyouts that transition companies to employee ownership and build wealth for low- and moderate-income workers

IMPACT MEASUREMENTS

› Aggregate enterprise value transferred to employees
› Number of worker owners
› New wealth created for workers

BLACKSTAR STABILITY

OVERVIEW

Real estate investment fund helping low- and moderate-income households build wealth and housing stability by providing borrowers with alternatives to a $200B predatory lending market

IMPACT MEASUREMENTS

› Borrowers served
› Monthly mortgage payment reduction per borrower
› Principal reduction per borrower
› Average equity transfer per borrower

SPOTLIGHT ON OUR MISSION-DRIVEN BANK PARTNERSHIPS

The Impact First Fund commits to its impact-first objective for every dollar under management, including capital awaiting deployment (i.e., capital not yet called). As such, the Impact First Fund holds its remaining liquid assets with Beneficial State Bank and Amalgamated Bank.

Beneficial State Bank

Partnership since 2023

BANK OVERVIEW

Beneficial State Bank is a mission-driven bank certified as a B Corporation and Community Development Financial Institution (CDFI), in California, Oregon, and Washington. The bank lends to affordable housing developers and, through its in-house Earth Services team, finances renewable energy and climate resilience projects in underinvested communities. Beneficial State Bank reports openly on its impact, publishing an annual report that details the communities it serves and the outcomes it achieves. The bank participates in the IntraFi network to keep deposits FDIC-insured.

IMPACT FIRST FUND PARTNERSHIP

Social Finance partnered with Beneficial State Bank starting in July 2023, following a research process that evaluated banking institutions against the Fund's impact, financial, and operational criteria. The team selected Beneficial State Bank as the Impact First Fund's first partner bank based on its lending track record in affordable housing, dedicated renewable energy financing team, and transparent impact reporting. The partnership allows the Impact First Fund to hold a portion of its liquid assets, the cash and short-term investments maintained while capital is gradually deployed into long-term investments, with an institution whose lending activity reflects our impact-first mandate.

amalgamated bank

Partnership since 2025

BANK OVERVIEW

Amalgamated Bank is America's largest certified B Corporation bank and a nationally recognized leader in mission-driven banking. The bank directs much of its lending toward high-impact, mission-aligned activities and positions itself as a financial partner to organizations advancing social and environmental progress. Amalgamated also offers competitive rates and fees and participates in the IntraFi network, keeping deposits fully FDIC-insured.

IMPACT FIRST FUND PARTNERSHIP

Social Finance partnered with Amalgamated Bank starting in April 2025. The team chose Amalgamated for its strong impact alignment, competitive financial products, and reputation as a well-capitalized institution, along with the operational advantages of its Boston branch presence and East Coast operating hours. This partnership gives the Impact First Fund a banking relationship built around a shared commitment to economic and social progress and further ensures that the Impact First Fund's liquid assets remain invested in mission-aligned institutions.

LEARN MORE

Contact Social Finance Investor Relations
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SOCIAL FINANCE