



Oaktree Global Convertible Bond Fund - Class GB

A Subfund of Oaktree (Lux.) Funds

INVESTMENT POLICY

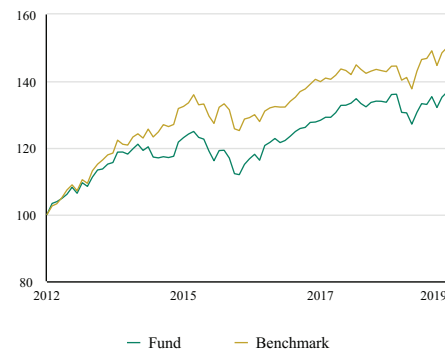
The fund carefully selects convertible securities from across the globe, including lower-rated instruments and securities with attractive terms. It combines the upside potential of global equities with the defensive character of bonds. The objective is to capture the greater portion of equity performance over full market cycles with reduced volatility. The fund pursues a bottom-up, non-benchmark oriented strategy and aims to be positioned at the “sweet spot” of the curve, where the chance for upside potential outweighs downside risks. Currency risk is fully hedged.

FUND FACTS

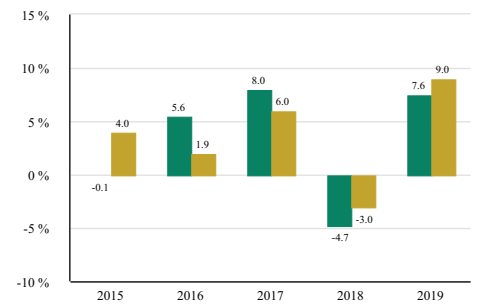
Fund Manager	Oaktree Capital Management, L.P. Andrew Watts, Jean-Pierre Latrille, Petar Raketic
Fund Manager since	1 January 2015
Location	Los Angeles
Fund Domicile	Luxembourg
Fund Currency	USD
Close of Financial Year	30 September
Total net assets (in millions)	319.99
Share Class Inception Date	21 December 2012
SICAV Strategy Inception Date	1 December 2003
Portfolio Management Fee in % p.a.	0.8
Benchmark	Thomson Reuters CV Gl. Focus (TR) (USD-Hgd)
Unit Class	Category GB (capital growth)
Unit Class Currency	USD
ISIN Number	LU0854923579
Bloomberg Ticker	OAKGCGB LX
Valor No.	20012781
WKN Number	A1J868
SEDOL	BYTL498
Net Asset Value	150.29
Min. Investment Amount	500,000
Redemptions	Daily
EU Taxation	In scope - no tax

The benchmark changed from ICE BofAML Global 300 Convertible (TR) (USD-Hgd) to Thomson Reuters CV Gl. Focus (TR) (USD-Hgd) (03/16) effective as of 01.03.2016.

NET PERFORMANCE IN USD (REBASED TO 100) AND YEARLY PERFORMANCE¹



Source: Lipper, a Thomson Reuters company



Source: Lipper, a Thomson Reuters company

NET PERFORMANCE IN USD¹

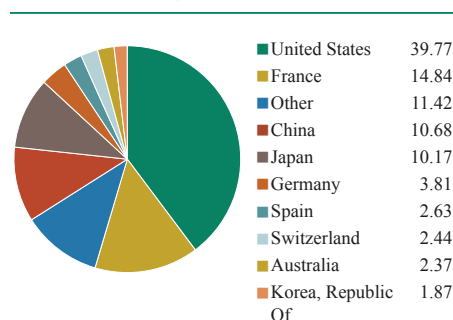
	1 Month	3 Months	YTD	1 Year	3 Years	5 Years	Since Inception
Fund	1.16	1.04	7.60	2.31	13.27	14.70	50.29
Benchmark	1.08	0.67	9.02	5.09	14.60	22.12	75.82

¹ For the evaluation of the performance data please be aware that the fund has been restructured and relaunched with effect of 21 December 2012. For the restructuring all assets and liabilities of the former CS Fund 1 (Lux) Bond Global Convertibles I have been transferred to Oaktree (Lux.) Funds - Oaktree Global Convertible Bond Fund GB. Fund management and investment policy remained unchanged. Past performance, whether actual or simulated, does not guarantee future results. Historical performance indications and financial market scenarios are no guarantee for current or future performance. Performance indications do not consider commissions levied at subscription and/or redemption.

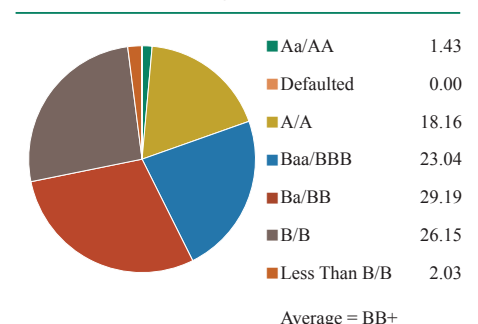
SECTORS IN %

	Fund
Information Technology	19.87
Industrials	14.99
Health Care	12.92
Communication Services	11.53
Consumer Discretionary	11.26
Real Estate	8.32
Materials	6.58
Financials	5.49
Energy	3.46
Consumer Staples	3.33
Utilities	2.26

COUNTRIES IN %



CREDIT RATING IN %



TOP 10 HOLDINGS IN %

	as % of Assets
Tesla Inc	2.40
MICROCHIP TECHNOLOGY INC	2.24
Airbus SE	2.08
DISH Network Corp	2.03
Splunk Inc	1.72
Shanghai Port Group BVI Holding Co Ltd	1.65
Lenovo Group Ltd	1.49
Kakao Corp	1.48
STMicroelectronics NV	1.46
Total SA	1.44
Total	17.99

FUND STATISTICS

	1 Year	3 Years	5 Years
Annualized volatility in %	7.59	4.71	5.71
Information ratio	-1.40	-0.20	-0.31
Maximum draw down in %	-6.61	-6.61	-10.37
Tracking Error (Ex post)	1.92	1.96	2.37

Maximum drawdown is the most negative cumulative return over a given time period.

DURATION AND YIELD

Gross Portfolio Yield in %	0.96
Delta in %	55.75
Modified duration in years	4.82

Due to the optionalities involved in the structure of convertible bonds, certain assumptions must be applied in order to calculate these figures.

NUMBER OF HOLDINGS

Fund	169
------	-----

MARKET COMMENTARY

- Global equities continued to grind higher in July (FTSE All World Total Return Local Currency up 1.0%). Investor sentiment remained positive, supported by highly accommodative monetary policy by the major central banks. In a widely expected move, the U.S. Federal Reserve cut interest rates for the first time in over a decade. The second quarter earnings season began in earnest. Results so far have been mixed, with cyclical stocks generally underperforming as the slowdown in global growth weighed on profits. In Europe, the likelihood of a “no-deal” Brexit rose with the appointment of Boris Johnson as the UK’s new prime minister. In Asia, mass protests in Hong Kong turned more violent and gripped the news cycle, while a new trade dispute between Japan and South Korea emerged. By region, stocks in the U.S., Europe and Japan rose, while equities in Asia (ex-Japan) fell modestly. By sector, information technology led the advance, while energy and materials stocks fell and were the notable underperformers. As a reminder, our primary role is risk control. With a growing set of risks across asset classes (geopolitics, trade disputes, monetary policy risks, etc.), we maintain vigilance and discipline in our bottom-up investment approach with credit analysis as our core competency.
- Global high yield rose 0.5% in July (ICE BofAML Non-Financial Developed Market High Yield Constrained Index). Credit spreads were largely unchanged from the prior month. Asia was the outlier with spreads slightly widening. Global interest rates were largely unchanged, with the exception of German bunds (EU proxy) falling deeper into negative territory.
- The Fund’s return was 1.1% in July (net of fees). We are pleased to see the Fund was able to capture over 100% of the equity market’s advance, though we tend to emphasize “delta capture” over longer time periods and for larger moves in equity markets. Most regions posted positive results with only Asia ex-Japan a slight detractor. The U.S. accounted for the lion’s share (over two-thirds) of the absolute return. Cyclical sectors, notably information technology and consumer discretionary, led the advance. Within information technology, the strength in semiconductor issues accounted for the bulk of returns. Despite being a small detractor, we would note the energy sector remains weak.
- The Fund performed in line with the benchmark (net of fees) in July. Europe accounted for over half of the relative outperformance in the month. The other regions were positive relative contributors, but small. There were no meaningful positive or negative relative contributors from a sector perspective.
- Global issuance slowed down in July with \$2.6 billion coming to market. This monthly total was the lowest so far this year, driven by seasonality (summer) and 2Q2019 earnings blackouts. In addition, the very low interest rate environment remains a headwind to the primary market. By region, roughly half of July’s issuance was issued in Asia (\$1.2b), while the rest was evenly split between Europe and the U.S. (\$700 million each). Japan remains quiet from an issuance standpoint. Issuance remains diversified by sector, country and credit quality (mix of investment grade and non-investment grade). Although volumes remain adequate, it still trails behind the pace of 2018¹. Pricing on new issuance remains mixed, therefore we continue to remain selective in our participation rate in new issues.
- We continue to believe that convertibles should provide investors with equity-type returns over a full market cycle while absorbing about two-thirds of the stock market’s volatility.

¹Source: BofA Merrill Lynch Global Convertibles Chartbook

LEGAL INFORMATION

GENERAL

The term “Oaktree” refers to Oaktree Capital Management, L.P.TM or its affiliates, individually or collectively, as the context requires, including Oaktree Capital Management (UK) LLP. Oaktree makes no representation, and it should not be assumed, that past investment performance is an indication of future results or performance. In addition, there can be no assurance that the Oaktree (Lux.) Funds - Oaktree Global Convertible Bond Fund (the “Fund”) will achieve any stated investment objective. Moreover, wherever there is the potential for profit, there is also the possibility of loss. Any performance information contained herein should be read in conjunction with the footnotes which provide important information related to the calculation of the returns and benchmark information, as applicable. An investment in the Fund is speculative and involves a high degree of risk. There can be no assurance that the securities and obligations purchased by the Fund will in fact increase in value, or that the Fund will not incur significant losses. A potential investor considering an investment in the Fund should read the separate prospectus of Oaktree (Lux.) Funds (the “Prospectus”) which contains a more complete description of the Fund’s investment practices, restrictions, risks and other factors relevant to a decision to invest. All information contained herein is subject to and qualified in its entirety by the Prospectus. No person has been authorized to make any statement concerning the Fund other than as set forth in the Prospectus, and any such statements, if made, may not be relied upon. Terms used but not defined herein shall have the meanings set forth in the Prospectus. The Prospectus and/or articles of the Fund may be obtained free of charge from FundRock Management Company S.A., 33, rue de Gasperich, L-5826 Hesperange, Luxembourg. The information contained herein is unaudited and is being shared with the recipient upon its specific request to help the recipient obtain a better understanding of the investments and performance of the Fund. Certain information contained herein concerning economic trends and performance is based on or derived from information provided by independent third party sources. Oaktree believes that such information is accurate and that the sources from which it has been obtained are reliable; however, they cannot guarantee the accuracy of such information. None of Oaktree, the Management Company, the Registrar and the Transfer Agent, the Central Administration or the Depository of the Fund (each being defined in the Prospectus) has independently verified any information contained herein and no party makes any representation or warranty as to the accuracy, completeness or reliability of such information or the assumptions on which such information is based. Moreover, independent third party sources cited in this communication are not making any representation or warranty regarding any information attributed to them and shall have no liability to any investor in connection with the use of such information in this communication. Oaktree makes no representation or warranty regarding the accuracy or completeness of the information contained herein or whether it will assist the recipient in connection with your due diligence. Investment principal on bonds can be eroded depending on sale price or market price. In addition, there are bonds in some sub-funds of the Oaktree (Lux.) Funds in which investment principal can be eroded due to changes in redemption amounts. Care is required when investing in such instruments. Oaktree (Lux.) Funds is domiciled in Luxembourg. The representative in Switzerland is ACOLIN Fund Services, Leutschenbachstrasse 50, CH-8050 Zürich. The paying agent in Switzerland is NPB Neue Privat Bank AG, Limmatquai 1 / am Bellevue, P.O. Box, CH-8024 Zurich. Subscriptions are only valid on the basis of the current sales prospectus, the bylaws and/or contractual terms and conditions and the most recent annual report (or semi-annual report, if more recent). The prospectus, the Key Investor Information Document (KIID), bylaws and/or the contractual terms and conditions and the annual and semi-annual reports are available free of charge from the representative in Switzerland. Copyright © 2019 Oaktree Capital Management, L.P.TM and/or its affiliates. All rights reserved.

ADVISORY SERVICES AND SECURITIES

Oaktree Capital Management (UK) LLP is located in London and provides investment advisory services and marketing and client support services to and on behalf of Oaktree Capital Management, L.P. It has also been appointed as Global Distributor of the Fund. Oaktree Capital Management (UK) LLP is authorised and regulated by the Financial Conduct Authority (registration number 550908) and its registered office is at 10 Bressenden Place, London SW1E 5DH. This communication is for informational purposes only and does not constitute an offering of advisory services or any securities. Any such offer may only be made pursuant to the Prospectus, subscription documents and constituent documents in their final form. This communication does not constitute and should not be construed as investment, legal or tax advice, or a recommendation or opinion regarding the merits of investing in the Fund. Any investment should only be made after consultation with independent qualified sources of investment and tax advice. The source of market data is BofA Merrill Lynch.