

ABOUT OAKTREE

Founded in 1995, Oaktree is a leading global investment management firm focused on alternative markets. Oaktree manages \$179 billion of assets in contrarian, value-oriented, risk-controlled investment strategies. Oaktree's mission is to deliver superior investment results with risk under control and to conduct our business with the highest integrity.

FUND OVERVIEW

Fund Base Currency
EUR

Total Net Assets (in millions)
29

SICAV Strategy Inception Date
1 August 2003

Domicile
Luxembourg

Legal Structure
SICAV

Morningstar Category
EAA Fund Other Bond

Benchmark Name
ICE BofA Global HY European Iss.
Non-Fin. Excl. Russia (TR) (GBP-H)

FUND MANAGERS

Madeline Jones
23 Years of Experience

Anthony Shackleton
20 Years of Experience

SHARE CLASS FACTS

Unit Class
Category Ih GBP inc (distribution)

Unit Class Currency
GBP

Share Class Inception Date
25 March 2015

ISIN Number
LU0931246424

Bloomberg Ticker
OEHHGIA LX

Valor Number
21370509

WKN Number
A14QVJ

Net Asset Value
90.05

Minimum Investment
2,000,000

Redemptions
Daily

Base Management Fee p.a.
0.50%

INVESTMENT OBJECTIVE

The fund aims to earn an attractive risk-adjusted total return from high yield bonds of European issuers in developed markets. We invest in performing bonds of creditworthy corporations and avoid higher-risk sectors of the market.

PORTFOLIO COMMENTARY¹

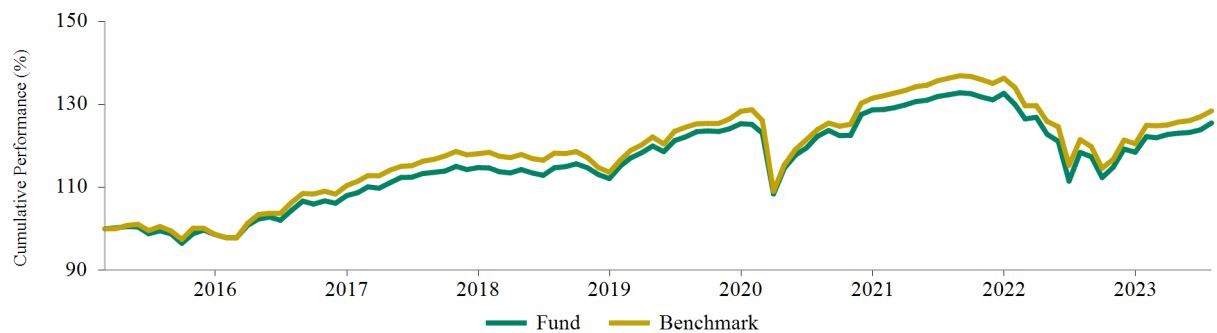
The European high yield bond market recorded a positive return in July. BB-rated and B-rated bonds returned 1.3%, while CCCs, being dragged down by a few very weak performers, returned (2.2%).

The Fund outperformed its benchmark in July and remains ahead over the last twelve months. Our CCC selection outperformed the market by 90 bps, as we successfully avoided some of bigger losers in the month.

Recent trading has sought to maintain the portfolio's risk-controlled posture. We reduced risk in sectors and companies that are more vulnerable to a potential earnings squeeze and to issuers that are more sensitive to rising rates.

Markets are pricing in the risks presented, with above-average spreads compensating investors for heightened default risk. Yields are elevated, a factor which has historically indicated higher return potential for investors in the asset class.

HISTORICAL PERFORMANCE (NET)²



CUMULATIVE AND ANNUALISED PERFORMANCE (%)²

	1 Month	3 Months	YTD	1 Year	3 Years (p.a)	5 Years (p.a)	Since Inception (p.a)
Fund (Net)	1.33	2.01	5.95	5.99	0.87	1.82	2.76
Benchmark	1.12	2.13	6.58	5.68	1.19	1.66	3.04

ANNUAL PERFORMANCE (%)²

	2023	2022	2021	2020	2019	2018
Fund (Net)	5.95	(10.70)	3.09	2.66	11.80	(2.30)
Benchmark	6.58	(11.62)	3.66	2.48	12.92	(3.78)

PORTFOLIO CHARACTERISTICS

		Portfolio	Benchmark
Fund Characteristics	Number of Holdings	143	713
	Number of Issuers	113	347
	Average Price	89.95	86.55
	Average Coupon	5.01%	4.54%
	Effective Duration	3.06	3.15
	Average Credit Rating (Moody's/S&P)	B1/B+	Ba3/BB-
Yields and Spreads	Current Yield	5.59%	5.27%
	Yield to Worst (YTW)	7.49%	8.49%
	Yield to Maturity (YTM)	7.63%	8.54%
	Option-Adjusted Spread (OAS)	433 bps	492 bps
Risk Analysis	Annualized Volatility (1 year/3 year)	6.98%/8.17%	7.30%/7.89%
	Information Ratio (1 year/3 year)	0.29/(0.30)	n/a
	Tracking Error (ex post) (1 year/3 year)	1.07/1.06	n/a



OAKTREE EUROPEAN HIGH YIELD BOND FUND - CLASS IH GBP INC

A SUBFUND OF OAKTREE (LUX.) FUNDS

FACTSHEET | JULY 2023

SECTOR DIVERSIFICATION

	% of Fund
Communication Services	29.10
Consumer Discretionary	22.26
Industrials	13.90
Materials	10.47
Health Care	7.20
Information Technology	4.36
Consumer Staples	3.98
Utilities	3.24
Energy	2.45
Real Estate	1.76
Financials	1.28

GEOGRAPHIC DIVERSIFICATION

	% of Fund	Fund vs Benchmark (%)
United Kingdom	20.32	(2.98)
France	19.49	(2.25)
United States	12.80	12.80
Germany	11.39	(1.33)
Italy	10.07	1.10
Spain	7.70	(0.76)
Netherlands	4.75	(0.47)
Luxembourg	4.71	3.95
Sweden	2.77	(0.63)
Other	6.00	1.02

CREDIT QUALITY

	% of Fund	Fund vs Benchmark (%)
Baa/BBB	1.75	1.75
Ba/BB	38.24	(18.60)
B/B	53.10	16.81
Less Than B/B	1.43	(5.44)
Not Rated	5.48	5.48

TOP 10 ISSUERS

	Industry	% of Fund
Telecom Italia SpA/Milano	Diversified Telecommunication Services	2.66
Virgin Media Inc	Media	2.60
Telefonica SA	Diversified Telecommunication Services	2.44
Vodafone Group PLC	Wireless Telecommunication Services	2.41
Iliad Holding SASU	Diversified Telecommunication Services	2.39
Electricite de France SA	Electric Utilities	2.37
Altice France SA/France	Diversified Telecommunication Services	2.35
VodafoneZiggo Group BV	Diversified Telecommunication Services	1.77
Repsol SA	Oil, Gas & Consumable Fuels	1.75
Forvia	Automobile Components	1.65
		22.41

TOP 10 OVERWEIGHTS BY ISSUER

	% of Fund	% of Index	% of Relative
Repsol SA	1.75	0.00	1.75
Hurricane Finance PLC	1.23	0.00	1.23
UPC Holding BV	1.30	0.18	1.13
Carnival Corp	1.12	0.00	1.12
Primo Water Corp	0.97	0.00	0.97
Techem GmbH	1.29	0.39	0.90
Pinewood Group Ltd	1.20	0.30	0.90
WEPA Hygieneprodukte GmbH	0.98	0.09	0.89
Q-Park Holding I BV	1.13	0.26	0.86
Center Parcs UK Group Ltd	0.86	0.00	0.86

TOP 10 UNDERWEIGHTS BY ISSUER

	% of Fund	% of Index	% of Relative
Cellnex Telecom SA	0.00	2.23	(2.23)
Deutsche Lufthansa AG	0.00	1.16	(1.16)
ZF Friedrichshafen AG	0.96	2.05	(1.10)
Tata Motors Ltd	0.00	1.08	(1.08)
EDP - Energias de Portugal SA	0.00	0.93	(0.93)
Bayer AG	0.00	0.78	(0.78)
Mundys SpA	0.00	0.75	(0.75)
Veolia Environnement SA	0.00	0.71	(0.71)
Valeo	0.00	0.68	(0.68)
Electricite de France SA	2.37	3.00	(0.63)

ENDNOTES

Note: Historical performance indications and financial market scenarios are no guarantee for current or future performance.

- ¹ References to fund and index performance are stated on a gross basis, before management fees and any expenses. Net performance of the Fund, after management fees and expenses are available on this factsheet. References to the European high yield bond market are based on the ICE BofA Global High Yield European Issuers Non-Financial Excluding Russia Index (GBP Hedged).
- ² Performance indications do not consider commissions levied at subscription and/or redemption but do include the impact of swing pricing procedures implemented by the fund administrator. The fund administrator will implement swing pricing when contributions or redemptions exceed a defined threshold, and this may impact performance as reported at month end.

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The Prospectuses, the Articles, the *Key Investor Information Document* and/or the annual and additional reports relating to the Fund and/or the Sub-fund, as applicable, may be obtained free of charge from *FundRock Management Company S.A.*, 33, rue de Gasperich, L-5826 Hesperange.

The Sub-fund is actively managed. While the Sub-fund has a reference benchmark, it is actively managed by implementing Oaktree’s investment philosophy and process. Oaktree is aware of the benchmark’s composition and characteristics but has an ample degree of freedom to deviate from it.

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. In respect of the units offered in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. Copyright © 2020 Oaktree Capital Management, L.P.TM and/or its affiliates. All rights reserved.