

# Highbridge Tactical Credit Fund Limited

## Fund overview

ISIN  
GG00BMFOJ347

Sedol  
BNNFCF1

Bloomberg  
HTCF LN

Reuters  
HTCF.L

**Objective:** The Company's investment objective is to seek to provide positive returns with low volatility through an investment policy of investing predominantly in the Highbridge Tactical Credit Master Fund, L.P. ("TCF Master Fund" or "TCF") through Highbridge Tactical Credit Fund, Ltd. ("TCF Feeder"). The Company also continues to hold an investment in the Residual AllBlue Assets and in Highbridge Multi-Strategy Fund Corporation (HCC).

**Portfolio manager(s)**  
Jonathan Segal (2019)  
Jason Hempel (2019)

**Investment manager**  
Highbridge Capital Management

**Company Broker(s)**  
FinnCap

**Index comparison**  
FTSE 100 Total Return  
denominated in GBP

**Share price**

-

**NAV**

-

**Strategy launch**  
17 Sep 2019

**Company launch**  
19 Jun 2008

**Discount(-)/Premium**  
-

**Potential gearing range** Max 10% at Company level and Max 3x leverage at Master Fund level

**Actual gearing**

**Company fees & expenses**  
**Ongoing Charges**

1.38%

**Annual management fee**

No management fee at the Company level. 1.375% per annum fee charged at the TCF Feeder level  
No performance fee at the Company level. 20.00% per annum fee charged at the TCF Feeder level

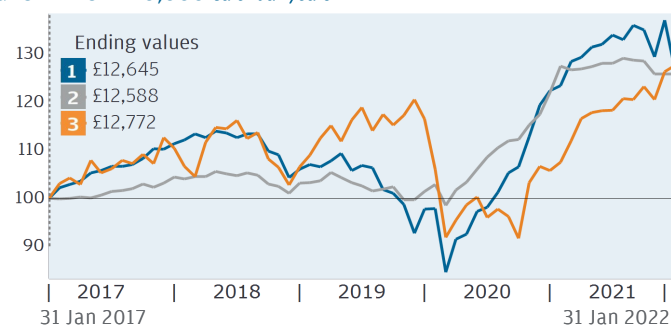
## Performance

1 Share Price

2 Net asset value

3 Index comparison

**GROWTH OF £10,000** Calendar years



### QUARTERLY ROLLING 12-MONTH PERFORMANCE (%)

As at end of December 2021

	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021
1	9.86	-5.37	-11.11	28.80	14.77
2	3.70	-2.01	-1.33	17.79	7.18
3	11.95	-8.73	17.32	-11.55	18.44

### CUMULATIVE PERFORMANCE (%)

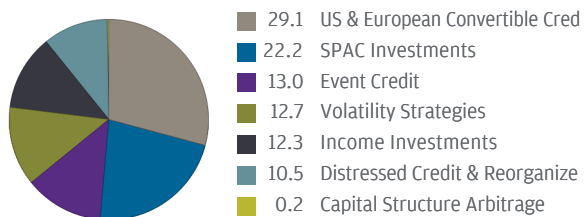
	CUMULATIVE			ANNUALISED		
	1 month	3 months	1 year	3 years	5 years	10 years
1	-7.72	-6.34	3.29	6.04	4.81	5.93
2	0.00	-2.05	3.22	6.86	4.71	6.23
3	1.12	3.63	20.72	6.25	5.02	5.54

### PERFORMANCE DISCLOSURES

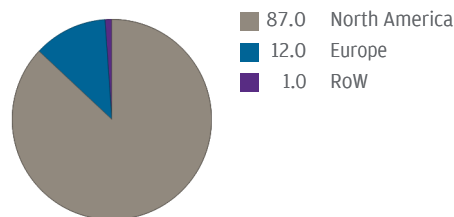
*Past performance is not a guide to current and future performance. The value of your investments and any income from them may fall as well as rise and you may not get back the full amount you invested.*

## Underlying Fund Investment Strategies

ATTRIBUTION BY STRATEGY (%)



GEOGRAPHIC GROSS EXPOSURE (%)



### Highbridge Tactical Credit Fund Sub-Strategies

Consistent Return Potential, Lower Volatility, More Liquidity			Higher Return Potential, Higher Volatility, Lower Liquidity		
US & European Mid-Cap Convertible Credit (20 – 60%)	Volatility Strategies (10 – 30%)	Capital Structure Arbitrage (5 – 25%)	Event Credit (5 – 40%)	Income-Oriented (5 – 25%)	Distressed Credit & Reorganized Equity (0 – 25%)
<ul style="list-style-type: none"> <li>Convertible instrument is frequently the only debt in the capital structure</li> <li>Implied spreads of LIBOR+750bps or greater</li> <li>Opportunity to capture equity exposure (long or short)</li> </ul>	<ul style="list-style-type: none"> <li>Capitalize on mispriced optionality embedded in convertible securities, warrants and equity derivatives</li> <li>Seek to profit from the convexity of the underlying securities or the convergence of securities to fair value</li> <li>Hedges include equities and equity derivatives</li> </ul>	<ul style="list-style-type: none"> <li>Identify and isolate dislocations within capital structures</li> <li>Fundamental analysis drives trade structure</li> </ul>	<ul style="list-style-type: none"> <li>Structure exposures in anticipation of rights offerings, debt-for-equity exchanges, drug data, court decisions, etc.</li> <li>Position-level hedges are structured to reflect the team's view</li> </ul>	<ul style="list-style-type: none"> <li>Target high levels of carry to seek to generate returns (not a pull-to-par affect)</li> <li>Senior secured debt positions that are typically short-dated maturities</li> </ul>	<ul style="list-style-type: none"> <li>Traditional approach to distressed investing leveraging advisor relationships</li> <li>Key differentiation is the Fund's focus on niche, under-covered opportunities</li> </ul>

### Key risks

The Company invests in a hedge fund. Investment in a hedge fund involves substantial risks, and is intended for experienced and sophisticated investors who are willing and able to bear the high economic risks of the investment, which can include (among other risks): loss of all or a substantial portion of the investment due to leveraging, short-selling or other speculative investment practices, lack of liquidity in that redemption rights are limited and there is no secondary market for fund interests and none is expected to develop, volatility of returns; restrictions on transferring interests in the fund, absence of information regarding valuations and pricing; delays in tax reporting, less regulation and higher fees than mutual funds; and adviser risk.

The shares of TCF in which the Company invests are denominated in pounds sterling, and subscriptions for these shares are accepted in pounds sterling. TCF's functional currency is the U.S. dollar. Therefore the Company's subscription amounts will be converted from pounds sterling to U.S. dollars and its redemption proceeds will be converted from U.S. dollars to pounds sterling. As a result, TCF's sterling shares will be subject to price fluctuations of the pound sterling and U.S. dollar. To the extent that TCF attempts to hedge against those price fluctuations using foreign exchange forward, futures or other derivative contracts, such hedging transactions may or may not succeed and may result in losses. All profits, losses and expenses related to any such hedging transactions will be allocated only to the holders of TCF's pound sterling denominated shares.

The value of an investment in the Company may and is likely to fluctuate, and there is no guarantee that an investment in the Company will be profitable. Past performance is not necessarily indicative of future results. A portion of the Company's assets remain invested in the Company's previous investments in AllBlue Limited and AllBlue Leveraged Feeder Limited, investment funds managed by BlueCrest Capital Management Limited (the "Residual AllBlue Assets") and in HCC. Until such time that these assets are fully realised, the Company's assets and performance will include these holdings. There is no guarantee that these assets will be realised within a specific timeframe.

To the extent permitted by applicable law, each of the Company and TCF may make short-term investments of excess cash in money market funds and other instruments sponsored and/or managed by J.P. Morgan Asset Management and its affiliates. In connection with any such investments, each of the Company and TCF will pay all fees pertaining to investments in such money market funds, and no portion of any fees otherwise payable by the Company and/or TCF will be offset against fees payable in accordance with any of these investments.

Investors are strongly urged to carefully review the Company's Risks and Conflicts Disclosure document (which can be accessed on the Company's website herein at [www.highbridgetcfld.co.uk](http://www.highbridgetcfld.co.uk)) which sets forth additional information on certain risks and other aspects of the Company's investment in the TCF. The share price per share of the Company may trade at a discount to the Net Asset Value of the Company.

### GENERAL DISCLOSURES

Investment is subject to documentation. The Investor Disclosure Document, Key Features and Terms and Conditions and Key Information Document can be obtained free of charge from JPMorgan Funds Limited or [www.highbridgemfsltd.co.uk](http://www.highbridgemfsltd.co.uk)

Risk indicator Based on the Company volatility for the past 5 years. See the Key Information Document (KID) for details.

Effective as of 01/10/19, (i) 1.375 per cent. per annum with respect to the portion of the Company's Net Subscriptions (as defined below) equal to or in excess of £50 million but less than £150 million; (ii) 1.20 per cent. per annum with respect to the portion of the Company's Net Subscriptions equal to or in excess of £150 million but less than £225 million; and (iii) 1.00 per cent. per annum with respect to the portion of the Company's Net Subscriptions equal to or in excess of £225 million. "Net Subscriptions" means, generally, the aggregate subscriptions of the Company to TCF Feeder less any redemptions (for the avoidance of doubt, including constructive redemptions effectuated via any share buyback, tender offer or otherwise) therefrom as determined as of the beginning of each calendar month; provided, however, when calculating

Net Subscriptions, the aggregate subscriptions are reduced only by the portion of redemptions attributable to a return of capital and are not reduced by any portion of such redemptions attributable to a return of profits, and for the avoidance of doubt, without accounting for the performance of TCF Feeder.

### Performance information

Source: J.P. Morgan Asset Management/Morningstar. Net asset value performance data has been calculated on a NAV to NAV basis, including ongoing charges and any applicable fees, with any income reinvested, in GBP.

On 17/09/17 the Company name, investment objective and strategy were changed. Performance shown prior to this date relates primarily to the Company's investment in HCC. Highbridge Capital Management, LLC assumed investment management responsibility on 29/02/16. Performance shown prior to this date is not attributable to the investment manager or its underlying strategy. Performance information based on the latest available month end data.

NAV is the cumulative income NAV with debt at fair value, diluted for treasury and/or subscription shares if applicable, with any income reinvested. Share

price performance figures are calculated on a mid market basis in GBP with income reinvested on the ex-dividend date. The performance of the Company's portfolio, or NAV performance, is not the same as share price performance and shareholders may not realise returns which are the same as NAV performance. AUM and performance information is estimated and unaudited.

No performance fee at the Company level. Performance fee charged at the TCF Feeder level: 20% per annum with a high watermark and calculated on the realised and unrealised trading profits of the TCF Feeder's strategies as a whole.

The high-water mark relating to incentive fees payable pursuant to the Company's investment in HCC (calculated as at 30 September 2019) will continue to apply to the Company's investment in the TCF Feeder such that, going forward, the Company will only pay incentive fees in respect of its investment in the TCF Feeder if shares of the TCF Feeder held by the Company outperform the high-water mark attained by the Company's shares in HCC.

The index shown is for comparison purpose only and is not a benchmark or target for TCF. While an investor may invest in vehicles designed to track certain indices, an investor cannot invest directly in an index. Indices are unmanaged, do not charge fees or expenses, and do not employ special investment techniques such as leveraging or short selling.

### Holdings information

Highbridge Tactical Credit Fund Limited is a Guernsey domiciled Investment Company which incorporates a master-feeder structure by investing substantially all of its assets in the TCF Feeder. The Company, launched in 2006, originally invested its assets in the AllBlue and AllBlue Leveraged strategies, managed by BlueCrest Capital Management Limited. On 29/02/16 the Company appointed Highbridge Capital Management as its investment manager. As part of this reorganisation, J.P. Morgan Asset Management has entered into a service agreement with Highbridge Capital Management to provide various services not related to portfolio management. Highbridge is a subsidiary of JPMorgan Asset Management Holdings Inc. ("JPMAM"). JPMAM is an indirect subsidiary of JPMorgan Chase & Co.

Underlying Fund Investment Strategies: The breakdown is presented based on the percentage of capital for each strategy. % Capital is calculated as equity capital backing the strategy allocation divided by aggregate equity capital for the Underlying Fund. Equity capital is the estimated capital amount that would be required if the strategy were run on a standalone basis. However, this does not correspond to the actual amount of the Underlying Fund's AUM as each strategy is part of a diversified portfolio and requires less capital than it would on a standalone basis. The Underlying Fund is an actively managed portfolio; holdings, sector weightings and allocations are subject to change and the Underlying Fund is managed to internal risk guidelines, which are not absolute and can change over time.

### INFORMATION SOURCES

Company information, including performance calculations and other data, is

provided by J.P. Morgan Asset Management (the marketing name for the asset management businesses of JPMorgan Chase & Co. and its affiliates worldwide).

**All data is as at the document date unless indicated otherwise.**

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### ISSUER

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### DEFINITIONS

**Index comparison** All index performance information has been obtained from third parties and should not be relied upon as being complete or accurate. The index shown is for comparison purpose only and is not a benchmark or target for TCF. While an investor may invest in vehicles designed to track certain indices, an investor cannot invest directly in an index. Indices are unmanaged, do not charge fees or expenses, and do not employ special investment techniques such as leveraging or short selling. The FTSE 100 Total Return Index measures the total return of the underlying FTSE 100 index, combining both capital performance and income (reinvested on the dividend (xd) date). It is comprised of the 100 most highly capitalised blue chip companies listed on London Stock Exchange.

**Gearing** Gearing represents the excess amount above shareholders' funds of total investments (excluding liquidity fund holdings) expressed as a percentage of the shareholders' funds. If the amount calculated is negative, this is known as a "net cash" position.

**Discount/Premium** If the share price of an investment company is lower than the net asset value (NAV) per share, the company is said to be trading at a discount. If the share price of an investment company is higher than the net asset value (NAV) per share, the company is said to be trading at a premium. The discount/premium is shown as a percentage of the NAV.

**NAV** The value of investment and cash, including current year revenue, less liabilities (prior charges such as loans, debenture stock and preference shares at fair value).

**Cash** A company's net exposure to cash / cash equivalents [includes investment in liquidity funds and treasury stocks if held] expressed as a percentage of shareholders funds after any offset against its gearing.