

ABOUT OAKTREE

Founded in 1995, Oaktree is a leading global investment management firm focused on alternative markets. Oaktree manages \$156 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
USD

Total Net Assets (in millions)
473.39

SICAV Strategy Inception Date
29 April 2011

Domicile
Luxembourg

Legal Structure
SICAV

Morningstar Category
EAA Fund Global High Yield Bond - CHF Hedged

Benchmark Name
ICE BofAML Non-Financial Dev. Markets HY Constr. (TR) (CHF-H)

FUND MANAGERS

Sheldon Stone
43 Years of Experience

David Rosenberg
19 Years of Experience

Madelaine Jones
23 Years of Experience

Anthony Shackleton
20 Years of Experience

SHARE CLASS FACTS

Unit Class
Category Eh CHF acc (capital growth)

Unit Class Currency
CHF

Share Class Inception Date
1 August 2019

ISIN Number
LU0931238678

Bloomberg Ticker
OAGHCEB LX

Valor Number
21365228

WKN Number
A2PPP0

Net Asset Value
107.60

Minimum Investment
0

Redemptions
Daily

Base Management Fee p.a.
0.60%

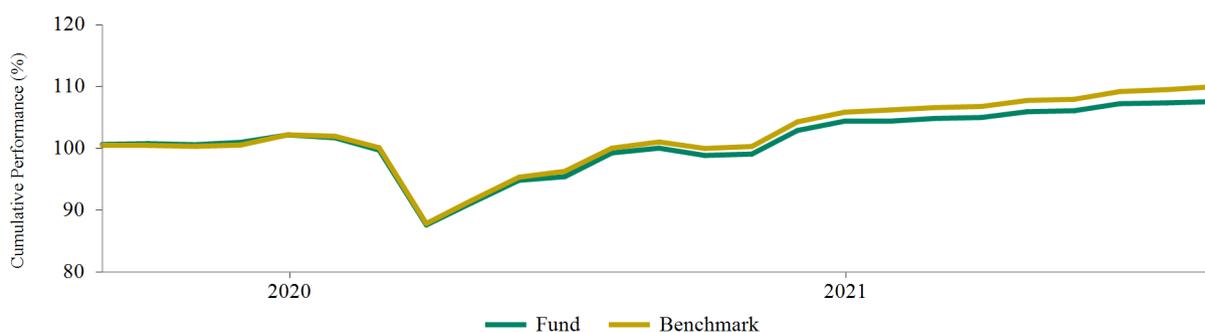
INVESTMENT OBJECTIVE

The fund seeks to earn an attractive total return by investing in corporate high yield bonds while keeping risk under control. To this end, we employ a research-intensive long-only strategy, emphasizing issuers in North America and Europe.

PORTFOLIO COMMENTARY¹

High yield bonds came under pressure early in the month before recovering to earn a coupon-like return in August. The ICE BofA Non-Financial Developed Markets High Yield Constrained (USD Hedged) was up 0.51%, as compared to U.S. investment grade corporate bonds (down 0.28%), the 10-year Treasury (down 0.28%) and the S&P 500 (up 3.04%). CCC-rated and BB/B-rated bonds were roughly in line for the month, keeping pace with the overall high yield market. Within the various industry groups, Oil Refining & Marketing was the best performer. Electric-Integrated was the worst performing sector.

At month end, the global high yield bond portfolio remained broadly diversified by sector and issuer. Roughly 75% of the global portfolio was allocated to North American high yield bonds, with the balance to European high yield. In terms of industry exposure, Oil, Gas & Consumable Fuels (8.3%) and Hotels, Restaurants & Leisure (8.1%) represented the two largest sectors in the portfolio. During the month, in the U.S., 47 deals came to market representing total proceeds of \$34.4 billion in U.S. high yield bonds. European companies issued approximately \$1.5 billion of new bonds during the month. Our credit selection in the Oil Field Equipment & Services, Gas Distribution, and Telecom – Wireline Integrated & Services sectors enhanced returns during the month. At the same time, our holdings in the Energy – Exploration & Production and Software/Services sectors detracted from relative results.

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)	0.20	1.39	3.04	7.52	n/a	n/a	3.57
Benchmark	0.44	1.89	3.90	8.85	n/a	n/a	4.68

ANNUAL PERFORMANCE (%)²

	2021	2020	2019	2018	2017	2016
Fund (Net)	3.04	2.17	2.21	n/a	n/a	n/a
Benchmark	3.90	3.58	2.23	n/a	n/a	n/a

PORTFOLIO CHARACTERISTICS

		Portfolio	Benchmark
Fund Characteristics	Number of Holdings	387	2,686
	Number of Issuers	269	1,134
	Average Price	104.16	104.42
	Average Coupon	5.57%	5.23%
	Average Maturity (years)	6.74	6.24
	Effective Duration	3.63	3.90
	Average Credit Rating (Moody's/S&P)	B2/B+	Ba3/BB-
Yields and Spreads	Current Yield	5.31%	5.01%
	Yield to Worst (YTW)	4.07%	3.63%
	Yield to Maturity (YTM)	4.76%	4.27%
	Option-Adjusted Spread (OAS)	370 bps	331 bps
Risk Analysis	Annualized Volatility (1 year/3 year)	4.01%/n/a	3.97%/n/a
	Information Ratio (1 year/3 year)	(3.68)/n/a	n/a
	Tracking Error (ex post) (1 year/3 year)	0.36/n/a	n/a

SECTOR DIVERSIFICATION

	% of Fund
Communication Services	16.22
Consumer Discretionary	14.26
Industrials	13.59
Materials	13.01
Energy	11.28
Health Care	8.90
Information Technology	6.95
Consumer Staples	5.18
Utilities	3.74
Financials	3.49
Real Estate	3.38

GEOGRAPHIC DIVERSIFICATION

	% of Fund	Fund vs Benchmark (%)
United States	70.45	0.25
United Kingdom	5.18	0.02
France	5.02	(0.52)
Canada	4.63	0.95
Germany	2.85	(0.99)
Netherlands	2.77	0.89
Italy	2.69	(0.01)
Luxembourg	1.85	1.58
Spain	1.33	(0.78)
Other	3.23	0.49

CREDIT QUALITY

	% of Fund	Fund vs Benchmark (%)
Baa/BBB	0.11	0.11
Ba/BB	32.44	(24.68)
B/B	53.25	20.42
Less Than B/B	11.76	1.72
Not Rated	2.44	2.44
Defaulted	0.00	0.00

TOP 10 ISSUERS

	Industry	% of Fund
Altice France SA/France	Diversified Telecommunication Services	1.72
Virgin Media Inc	Media	1.34
Community Health Systems Inc	Health Care Providers & Services	1.05
Ardagh Group SA	Containers & Packaging	1.05
TransDigm Group Inc	Aerospace & Defense	1.03
CommScope Holding Co Inc	Communications Equipment	1.02
Altice USA Inc	Media	0.98
Iron Mountain Inc	Commercial Services & Supplies	0.94
Mauser Packaging Solutions Holding Co	Containers & Packaging	0.93
Occidental Petroleum Corp	Oil, Gas & Consumable Fuels	0.93
		10.98

TOP 10 OVERWEIGHTS BY ISSUER

	% of Fund	% of Index	% of Relative
Vivint Smart Home Inc	0.89	0.09	0.80
Altice France SA/France	1.72	0.92	0.79
Watco Cos LLC	0.82	0.03	0.79
Mauser Packaging Solutions Holding Co	0.93	0.17	0.76
CommScope Holding Co Inc	1.02	0.34	0.69
Olin Corp	0.80	0.13	0.68
Ardagh Group SA	1.05	0.42	0.63
Virgin Media Inc	1.34	0.73	0.61
Cascades Inc	0.64	0.05	0.59
goeasy Ltd	0.58	0.00	0.58

TOP 10 UNDERWEIGHTS BY ISSUER

	% of Fund	% of Index	% of Relative
Ford Motor Credit Co LLC	0.28	1.31	(1.03)
Sprint Corp	0.00	1.02	(1.02)
Centene Corp	0.00	0.84	(0.84)
Telecom Italia SpA/Milano	0.25	1.04	(0.79)
Charter Communications Inc	0.66	1.36	(0.70)
Ford Motor Co	0.00	0.70	(0.70)
HCA Healthcare Inc	0.00	0.69	(0.69)
Atlantia SpA	0.00	0.66	(0.66)
T-Mobile US Inc	0.00	0.62	(0.62)
Occidental Petroleum Corp	0.93	1.55	(0.62)

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.*
- 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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In addition, there can be no assurance that the Fund or the Sub-fund, as applicable, will achieve any stated investment objective. 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 or the Sub-fund will in fact increase in value, or that the Fund or the Sub-fund will not incur significant losses.

A potential investor considering an investment in the Fund should read the relevant Prospectus which contains a more complete description of the Fund’s and the Sub-fund’s investment practices, restrictions, terms and conditions, risks and other factors relevant to a decision to invest. All information contained herein is subject to and qualified in its entirety by the relevant Prospectus. No person has been authorized to make any statement concerning the Fund or the Sub-fund other than as set forth in the relevant Prospectus, and any such statements, if made, may not be relied upon.

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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.